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9 **UNITED STATES DISTRICT COURT**
10 **DISTRICT OF NEVADA**

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12 SECURITIES AND EXCHANGE
13 COMMISSION,

14 Plaintiff,

15 vs.

16 ARVCO CAPITAL RESEARCH,
17 LLC, ARVCO FINANCIAL
18 VENTURES, LLC, ALFRED J.R.
19 VILLALOBOS, and FEDERICO
("FRED") R. BUENROSTRO,

20 Defendants.
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Case No. 12-CV-00221-MMD-WGC

**FINAL JUDGMENT AS TO
DEFENDANT FEDERICO
BUENROSTRO**

1 The Securities and Exchange Commission having filed a Complaint and
2 Defendant Federico Buenrostro having entered a general appearance; consented to the
3 Court's jurisdiction over Defendant and the subject matter of this action; consented to
4 entry of this Judgment; waived findings of fact and conclusions of law; and waived
5 any right to appeal from this Judgment; and Defendant having admitted the facts set
6 forth in the Consent of Federico Buenrostro and acknowledged that his conduct
7 violated the federal securities laws:

8 I.

9 IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendant
10 and Defendant's agents, servants, employees, attorneys, and all persons in active
11 concert or participation with them who receive actual notice of this Judgment by
12 personal service or otherwise are permanently restrained and enjoined from violating
13 Section 17(a) of the Securities Act of 1933 (the "Securities Act") [15 U.S.C. §
14 77q(a)] in the offer or sale of any security by the use of any means or instruments of
15 transportation or communication in interstate commerce or by use of the mails,
16 directly or indirectly:

17 (a) to employ any device, scheme, or artifice to defraud;

18 (b) to obtain money or property by means of any untrue statement of a
19 material fact or any omission of a material fact necessary in order to make the
20 statements made, in light of the circumstances under which they were made,
21 not misleading; or

22 (c) to engage in any transaction, practice, or course of business which
23 operates or would operate as a fraud or deceit upon the purchaser.

24 II.

25 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that
26 Defendant and Defendant's agents, servants, employees, attorneys, and all persons in
27 active concert or participation with them who receive actual notice of this Judgment
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1 by personal service or otherwise are permanently restrained and enjoined from
2 violating, directly or indirectly, Section 10(b) of the Securities Exchange Act of 1934
3 (the "Exchange Act") [15 U.S.C. § 78j(b)] and Rule 10b-5 promulgated thereunder
4 [17 C.F.R. § 240.10b-5], by using any means or instrumentality of interstate
5 commerce, or of the mails, or of any facility of any national securities exchange, in
6 connection with the purchase or sale of any security:

- 7 (a) to employ any device, scheme, or artifice to defraud;
- 8 (b) to make any untrue statement of a material fact or to omit to state
9 a material fact necessary in order to make the statements made, in the light of
10 the circumstances under which they were made, not misleading; or
- 11 (c) to engage in any act, practice, or course of business which
12 operates or would operate as a fraud or deceit upon any person.

13 III.

14 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that
15 Defendant is liable for disgorgement of \$250,000, representing profits gained as a
16 result of the conduct alleged in the Complaint. The payment of disgorgement in this
17 case shall be deemed satisfied by the entry of the order in the parallel criminal action,
18 *United States v. Federico Buenrostro*, Case No. CR13-169 (CRB) (N.D. Cal.),
19 requiring Buenrostro to pay a criminal monetary penalty of \$250,000.

20 IV.

21 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the
22 Consent is incorporated herein with the same force and effect as if fully set forth
23 herein, and that Defendant shall comply with all of the undertakings and agreements
24 set forth therein.

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V.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that this Court shall retain jurisdiction of this matter for the purposes of enforcing the terms of this Judgment.

Dated: October 24, 2016 6



UNITED STATES DISTRICT JUDGE