

Hon. Richard A. Jones

UNITED STATES DISTRICT COURT  
WESTERN DISTRICT OF WASHINGTON  
SEATTLE DIVISION

SECURITIES AND EXCHANGE  
COMMISSION,

Plaintiff,

vs.

ANUP MADAN,

Defendant.

Case No. 2:18-cv-01121-RAJ

**FINAL JUDGMENT AS TO  
DEFENDANT ANUP MADAN**

The Securities and Exchange Commission having filed a Complaint and Defendant Anup Madan having entered a general appearance; consented to the Court’s jurisdiction over Defendant and the subject matter of this action; consented to entry of this Final Judgment without admitting or denying the allegations of the Complaint (except as to jurisdiction and except as otherwise provided herein in paragraph [V]); waived findings of fact and conclusions of law; and waived any right to appeal from this Final Judgment:

I.

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendant is permanently restrained and enjoined from violating, directly or indirectly, Section 10(b) of the Securities Exchange Act of 1934 (the “Exchange Act”) [15 U.S.C. § 78j(b)] and Rule 10b-5 promulgated thereunder [17 C.F.R. § 240.10b-5], by using any means or instrumentality of interstate commerce, or of the mails, or of any facility of any national securities exchange, in connection with the purchase or sale of any security:

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

8 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as provided in Federal

9 Rule of Civil Procedure 65(d)(2), the foregoing paragraph also binds the following who receive

10 actual notice of this Final Judgment by personal service or otherwise: (a) Defendant's officers,

11 agents, servants, employees, and attorneys; and (b) other persons in active concert or participation

12 with Defendant or with anyone described in (a).

13

14 II.

15 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant is

16 permanently restrained and enjoined from violating Section 14(e) of the Exchange Act [15 U.S.C. §

17 78n(e)] and Rule 14e-3 [17 C.F.R. § 240.14e-3] promulgated thereunder, in connection with any

18 tender offer or request or invitation for tenders, from engaging in any fraudulent, deceptive, or

19 manipulative act or practice, by:

20

- 21 (a) purchasing or selling or causing to be purchased or sold the securities sought
- 22 or to be sought in such tender offer, securities convertible into or
- 23 exchangeable for any such securities or any option or right to obtain or
- 24 dispose of any of the foregoing securities while in possession of material
- 25 information relating to such tender offer that Defendant knows or has reason
- 26 to know is nonpublic and knows or has reason to know has been acquired
- 27 directly or indirectly from the offering person; the issuer of the securities
- 28

1 sought or to be sought by such tender offer; or any officer, director, partner,  
2 employee or other person acting on behalf of the offering person or such  
3 issuer, unless within a reasonable time prior to any such purchase or sale such  
4 information and its source are publicly disclosed by press release or  
5 otherwise; or

6  
7 (b) communicating material, nonpublic information relating to a tender offer,  
8 which Defendant knows or has reason to know is nonpublic and knows or has  
9 reason to know has been acquired directly or indirectly from the offering  
10 person; the issuer of the securities sought or to be sought by such tender  
11 offer; or any officer, director, partner, employee, advisor, or other person  
12 acting on behalf of the offering person of such issuer, to any person under  
13 circumstances in which it is reasonably foreseeable that such communication  
14 is likely to result in the purchase or sale of securities in the manner described  
15 in subparagraph (a) above, except that this paragraph shall not apply to a  
16 communication made in good faith

17  
18 (i) to the officers, directors, partners or employees of the  
19 offering person, to its advisors or to other persons, involved  
20 in the planning, financing, preparation or execution of such  
21 tender offer;

22  
23 (ii) to the issuer whose securities are sought or to be sought by  
24 such tender offer, to its officers, directors, partners,  
25 employees or advisors or to other persons involved in the  
26 planning, financing, preparation or execution of the  
27 activities of the issuer with respect to such tender offer; or  
28

1 (iii) to any person pursuant to a requirement of any statute or  
2 rule or regulation promulgated thereunder.

3 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as provided in Federal  
4 Rule of Civil Procedure 65(d)(2), the foregoing paragraph also binds the following who receive  
5 actual notice of this Final Judgment by personal service or otherwise: (a) Defendant's officers,  
6 agents, servants, employees, and attorneys; and (b) other persons in active concert or participation  
7 with Defendant or with anyone described in (a).  
8

9 III.

10 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant is liable for  
11 disgorgement of \$14,023, representing profits gained as a result of the conduct alleged in the  
12 Complaint, together with prejudgment interest thereon in the amount of \$618.47, and a civil penalty  
13 in the amount of \$14,023 pursuant to Section 21A of the Exchange Act [15 U.S.C. § 78u-1].  
14 Defendant shall satisfy this obligation by paying \$28,664.47 to the Securities and Exchange  
15 Commission within 14 days after entry of this Final Judgment.  
16

17 Defendant may transmit payment electronically to the Commission, which will provide  
18 detailed ACH transfer/Fedwire instructions upon request. Payment may also be made directly from  
19 a bank account via Pay.gov through the SEC website at <http://www.sec.gov/about/offices/ofm.htm>.  
20 Defendant may also pay by certified check, bank cashier's check, or United States postal money  
21 order payable to the Securities and Exchange Commission, which shall be delivered or mailed to  
22

23 Enterprise Services Center  
24 Accounts Receivable Branch  
25 6500 South MacArthur Boulevard  
26 Oklahoma City, OK 73169

27 and shall be accompanied by a letter identifying the case title, civil action number, and name of this  
28 Court; Anup Madan as a defendant in this action; and specifying that payment is made pursuant to  
this Final Judgment.

1 Defendant shall simultaneously transmit photocopies of evidence of payment and case  
2 identifying information to the Commission's counsel in this action. By making this payment,  
3 Defendant relinquishes all legal and equitable right, title, and interest in such funds and no part of  
4 the funds shall be returned to Defendant. The Commission shall send the funds paid pursuant to  
5 this Final Judgment to the United States Treasury.  
6

7 The Commission may enforce the Court's judgment for disgorgement and prejudgment  
8 interest by moving for civil contempt (and/or through other collection procedures authorized by  
9 law) at any time after 14 days following entry of this Final Judgment]. Defendant shall pay post  
10 judgment interest on any delinquent amounts pursuant to 28 U.S.C. § 1961.  
11

12 IV.

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

16 V.

17 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, solely for purposes of  
18 exceptions to discharge set forth in Section 523 of the Bankruptcy Code, 11 U.S.C. §523, the  
19 allegations in the complaint are true and admitted by Defendant, and further, any debt for  
20 disgorgement, prejudgment interest, civil penalty or other amounts due by Defendant under this  
21 Final Judgment or any other judgment, order, consent order, decree or settlement agreement entered  
22 in connection with this proceeding, is a debt for the violation by Defendant of the federal securities  
23 laws or any regulation or order issued under such laws, as set forth in Section 523(a)(19) of the  
24 Bankruptcy Code, 11 U.S.C. §523(a)(19).  
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VI.

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 Final Judgment.

VII.

There being no just reason for delay, pursuant to Rule 54(b) of the Federal Rules of Civil Procedure, the Clerk is ordered to enter this Final Judgment forthwith and without further notice.

DATED this 14th day of August, 2018.



The Honorable Richard A. Jones  
United States District Court Judge