

JS-6

**UNITED STATES DISTRICT COURT
CENTRAL DISTRICT OF CALIFORNIA
SOUTHERN DIVISION**

SECURITIES AND EXCHANGE
COMMISSION,

Plaintiff,

vs.

PATRICK JEVON JOHNSON,
CHARLES EVERETT (aka CHARLY
EVERETT), FRANK EKEJIJA, AND
NVC FUND, LLC.

Defendants.

Case No. 2:20-cv-08985-FWS-DFM

**FINAL JUDGMENT AS TO
DEFENDANT PATRICK JEVON
JOHNSON**

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1 This matter came before the Court upon Plaintiff Securities and Exchange
2 Commission’s Motion for Default Judgment against Defendant Patrick Jevon
3 Johnson (“Defendant”). The Court having considered the memoranda and evidence
4 filed by the parties, and all other argument and evidence presented to it, and good
5 cause appearing therefor:

6 **I.**

7 IT IS HEREBY ORDERED that the SEC’s Motion is GRANTED.

8 **II.**

9 IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendant is
10 permanently restrained and enjoined from violating, directly or indirectly, Section
11 10(b) of the Securities Exchange Act of 1934 (the “Exchange Act”) [15 U.S.C.
12 § 78j(b)] and Rule 10b-5 promulgated thereunder [17 C.F.R. § 240.10b-5], by using
13 any means or instrumentality of interstate commerce, or of the mails, or of any
14 facility of any national securities exchange, in connection with the purchase or sale of
15 any security:

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

22 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as
23 provided in Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also
24 binds the following who receive actual notice of this Final Judgment by personal
25 service or otherwise: (a) Defendant’s officers, agents, servants, employees, and
26 attorneys; and (b) other persons in active concert or participation with Defendant or
27 with anyone described in (a).
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1 **III.**

2 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that
3 Defendant is permanently restrained and enjoined from violating Section 17(a) of the
4 Securities Act of 1933 (the “Securities Act”) [15 U.S.C. § 77q(a)] in the offer or sale
5 of any security by the use of any means or instruments of transportation or
6 communication in interstate commerce or by use of the mails, directly or indirectly:

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

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

20 **IV.**

21 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that
22 Defendant is permanently restrained and enjoined from violating Section 5 of the
23 Securities Act [15 U.S.C. § 77e] by, directly or indirectly, in the absence of any
24 applicable exemption:

- 25 (a) Unless a registration statement is in effect as to a security, making use of
26 any means or instruments of transportation or communication in
27 interstate commerce or of the mails to sell such security through the use
28 or medium of any prospectus or otherwise;

- 1 (b) Unless a registration statement is in effect as to a security, carrying or
2 causing to be carried through the mails or in interstate commerce, by any
3 means or instruments of transportation, any such security for the purpose
4 of sale or for delivery after sale; or
- 5 (c) Making use of any means or instruments of transportation or
6 communication in interstate commerce or of the mails to offer to sell or
7 offer to buy through the use or medium of any prospectus or otherwise
8 any security, unless a registration statement has been filed with the
9 Commission as to such security, or while the registration statement is the
10 subject of a refusal order or stop order or (prior to the effective date of
11 the registration statement) any public proceeding or examination under
12 Section 8 of the Securities Act [15 U.S.C. § 77h].

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

19 **V.**

20 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, pursuant
21 to Section 21(d)(2) of the Exchange Act [15 U.S.C. § 78u(d)(2)] and Section 20(e) of
22 the Securities Act [15 U.S.C. § 77t(e)], Defendant is prohibited from acting as an
23 officer or director of any issuer that has a class of securities registered pursuant to
24 Section 12 of the Exchange Act [15 U.S.C. § 78l] or that is required to file reports
25 pursuant to Section 15(d) of the Exchange Act [15 U.S.C. § 78o(d)] for a period of
26 **ten (10) years** from the date of this Final Judgment.

27 **VI.**

28 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that

1 Defendant is barred from participating in an offering of penny stock, including
2 engaging in activities with a broker, dealer, or issuer for purposes of issuing, trading,
3 or inducing or attempting to induce the purchase or sale of any penny stock, for a
4 period of **ten (10) years** from the date of this Final Judgment. A penny stock is any
5 equity security that has a price of less than five dollars, except as provided in
6 Rule 3a51-1 under the Exchange Act [17 C.F.R. § 240.3a51-1].

7 **VII.**

8 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that Defendant
9 is liable for a civil penalty in the amount of \$207,183 pursuant to Section 20(d) of the
10 Securities Act [15 U.S.C. § 77t(d)] and Section 21(d)(3) of the Exchange Act [15
11 U.S.C. § 78u(d)(3)]. Defendant shall satisfy this obligation by paying \$207,183 to the
12 Securities and Exchange Commission within 30 days after entry of this Final
13 Judgment.

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

20 Enterprise Services Center
21 Accounts Receivable Branch
22 6500 South MacArthur Boulevard
23 Oklahoma City, OK 73169

24 and shall be accompanied by a letter identifying the case title, civil action number,
25 and name of this Court; Patrick Jevon Johnson as a defendant in this action; and
26 specifying that payment is made pursuant to this Final Judgment.

27 Defendant shall simultaneously transmit photocopies of evidence of payment
28 and case identifying information to the Commission's counsel in this action. By

1 making this payment, Defendant relinquishes all legal and equitable right, title, and
2 interest in such funds and no part of the funds shall be returned to Defendant.

3 The Commission may enforce the Court’s judgment for penalties by the use of
4 all collection procedures authorized by law, including the Federal Debt Collection
5 Procedures Act, 28 U.S.C. § 3001 et seq., and moving for civil contempt for the
6 violation of any Court orders issued in this action. Defendant shall pay post-
7 judgment interest on any amounts due after 30 days of the entry of this Final
8 Judgment pursuant to 28 USC § 1961.

9 The Commission may propose a plan to distribute the Fund subject to the
10 Court’s approval. Such a plan may provide that the Fund shall be distributed
11 pursuant to the Fair Fund provisions of Section 308(a) of the Sarbanes-Oxley Act of
12 2002. The Court shall retain jurisdiction over the administration of any distribution
13 of the Fund and the Fund may only be disbursed pursuant to an Order of the Court.

14 Regardless of whether any such Fair Fund distribution is made, amounts
15 ordered to be paid as civil penalties pursuant to this Judgment shall be treated as
16 penalties paid to the government for all purposes, including all tax purposes. To
17 preserve the deterrent effect of the civil penalty, Defendant shall not, after offset or
18 reduction of any award of compensatory damages in any Related Investor Action
19 based on Defendant’s payment of disgorgement in this action, argue that he is entitled
20 to, nor shall he further benefit by, offset or reduction of such compensatory damages
21 award by the amount of any part of Defendant’s payment of a civil penalty in this
22 action (“Penalty Offset”). If the court in any Related Investor Action grants such a
23 Penalty Offset, Defendant shall, within 30 days after entry of a final order granting
24 the Penalty Offset, notify the Commission’s counsel in this action and pay the amount
25 of the Penalty Offset to the United States Treasury or to a Fair Fund, as the
26 Commission directs. Such a payment shall not be deemed an additional civil penalty
27 and shall not be deemed to change the amount of the civil penalty imposed in this
28 Judgment. For purposes of this paragraph, a “Related Investor Action” means a

1 private damages action brought against Defendant by or on behalf of one or more
2 investors based on substantially the same facts as alleged in the Complaint in this
3 action.

4 **VIII.**

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

8 **IX.**

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

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13 DATED: March 22, 2023



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16 Hon. Fred W. Slaughter
17 UNITED STATES DISTRICT JUDGE
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