

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

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

SECURITIES AND EXCHANGE  
COMMISSION,

Plaintiff,

vs.

DAWSON L. DAVENPORT; ELITE  
AEROSPACE GROUP, INC. f/k/a  
ELITE AVIATION PRODUCTS,  
INC.; ROBERT A. GUNTON;  
ANDREA J. LINDSTROM;  
MICHAEL P. OWENS; DUSTIN B.  
TILLMAN; JULIE A. YALE; and  
ZEESHAWN S. ZIA,

Defendants.

Case No.8:21-cv-01427-PD

**FINAL JUDGMENT AS TO  
DEFENDANT DAWSON L.  
DAVENPORT**

1 WHEREAS, Plaintiff Securities and Exchange Commission  
2 (“Commission”) filed a Complaint, and defendant Dawson L. Davenport  
3 (“Defendant”) answered the Complaint;

4 WHEREAS, a jury trial was conducted as to all claims in the Complaint;  
5 WHEREAS, the jury returned a verdict, finding Defendant liable as to all  
6 claims against him in the Complaint.

7 NOW THEREFORE, BASED ON THE FOREGOING:

8 **I.**

9 IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that  
10 Defendant is permanently restrained and enjoined from violating, directly or  
11 indirectly, Section 10(b) of the Securities Exchange Act of 1934 (the “Exchange  
12 Act”) [15 U.S.C. § 78j(b)] and Rule 10b-5 promulgated thereunder [17 C.F.R.  
13 § 240.10b-5], by using any means or instrumentality of interstate commerce, or  
14 of the mails, or of any facility of any national securities exchange, in connection  
15 with the purchase or sale of 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  
18 a material fact necessary in order to make the statements made, in  
19 the light of the circumstances under which they were made, not  
20 misleading; or  
21 (c) to engage in any act, practice, or course of business which operates  
22 or would operate as a fraud or deceit upon any person.

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

1 **II.**

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

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

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

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

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

21 **III.**

22 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that  
23 pursuant to Section 21(d)(5) of the Exchange Act [15 U.S.C. § 78u(d)(5)],  
24 Defendant is permanently restrained and enjoined from directly or indirectly  
25 offering, operating, or participating in any marketing, administrative,  
26 compliance, sales, or training program involving a security; provided, however,  
27 that such injunction shall not prevent Defendant from purchasing or selling  
28 securities listed on a national securities exchange for his personal account.

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

7 **IV.**

8 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that,  
9 pursuant to Section 21(d)(2) of the Exchange Act [15 U.S.C. § 78u(d)(2)] and/or  
10 Section 20(e) of the Securities Act [15 U.S.C. § 77t(e)], Defendant is prohibited  
11 from acting as an officer or director of any issuer that has a class of securities  
12 registered pursuant to Section 12 of the Exchange Act [15 U.S.C. § 78l] or that  
13 is required to file reports pursuant to Section 15(d) of the Exchange Act [15  
14 U.S.C. § 78o(d)].

15 **V.**

16 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that  
17 Defendant is permanently barred from participating in an offering of penny  
18 stock, including engaging in activities with a broker, dealer, or issuer for  
19 purposes of issuing, trading, or inducing or attempting to induce the purchase  
20 or sale of any penny stock. A penny stock is any equity security that has a price  
21 of less than five dollars, except as provided in Rule 3a51-1 under the Exchange  
22 Act [17 C.F.R. § 240.3a51-1].

23 **VI.**

24 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that  
25 Defendant is liable for disgorgement of \$315,758.40, representing net profits  
26 gained as a result of the conduct alleged in the Complaint, together with  
27 prejudgment interest in the amount of \$119,537.02, and a civil penalty in the  
28 amount of \$184,767.00, pursuant to Section 20(d) of the Securities Act, 15

1 U.S.C. § 77t(d), and Section 21(d)(3) of the Exchange Act, 15 U.S.C. §78u(d)(3).

2 Defendant shall satisfy these obligations by paying these amounts to the  
3 Commission within 30 days after entry of this Final Judgment.

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

11 Enterprise Services Center  
12 Accounts Receivable Branch  
13 6500 South MacArthur Boulevard  
14 Oklahoma City, OK 73169

15 and shall be accompanied by a letter identifying the case title, civil action  
16 number, and name of this Court; Dawson L. Davenport as a defendant in this  
17 action; and specifying that payment is made pursuant to this Final Judgment.

18 Defendant shall simultaneously transmit photocopies of evidence of  
19 payment and case identifying information to the Commission's counsel in this  
20 action. By making this payment, Defendant relinquishes all legal and equitable  
21 right, title, and interest in such funds and no part of the funds shall be returned  
22 to Defendant.

23 The Commission may enforce the Court's judgment for disgorgement and  
24 prejudgment interest by using all collection procedures authorized by law,  
25 including but not limited to, moving for civil contempt at any time after 30 days  
26 following entry of this Final Judgment.

27 The Commission may enforce the Court's judgment for penalties by the  
28 use of all collection procedures authorized by law, including the Federal Debt

1 Collection Procedures Act, 28 U.S.C. § 3001 *et seq.*, and moving for civil  
2 contempt for the violation of any Court orders issued in this action. Defendant  
3 shall pay post-judgment interest on any amounts due after 30 days of the entry  
4 of this Final Judgment pursuant to 28 U.S.C. § 1961. The Commission shall  
5 hold the funds, together with any interest and income earned thereon  
6 (collectively the “Fund”) pending further order of the Court.

7 The Commission may propose a plan to distribute the Fund subject to the  
8 Court’s approval, as set forth in the concurrently filed Order on Motion for  
9 Injunctive and Monetary Relief Following Jury Verdict. Such a plan may  
10 provide that the Fund shall be distributed pursuant to the Fair Fund provisions  
11 of Section 308(a) of the Sarbanes-Oxley Act of 2002. The Court shall retain  
12 jurisdiction over the administration of any distribution of the Fund, and the  
13 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  
16 as penalties paid to the government for all purposes, including all tax purposes.

17 **VII.**

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

VIII.

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: April 24, 2025



---

HON. PATRICIA DONAHUE  
UNITED STATES MAGISTRATE JUDGE

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28