

**JS-6**

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

SECURITIES AND EXCHANGE  
COMMISSION,

Plaintiff,

v.

BRETT M. BARTLETT, SCOTT A.  
MILLER, DYNASTY TOYS, INC.,  
THE 7M EGROUP CORP.,  
CONCEPT MANAGEMENT  
COMPANY LLC, and DYNASTY,  
INC.,

Defendants.

Case No. 8:23-cv-00765-CJC(JDEx)

**FINAL JUDGMENT AS TO  
DEFENDANT BRETT M.  
BARTLETT**

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1 The Clerk entered default against Defendants Brett M. Bartlett, Scott A. Miller,  
2 Dynasty Toys, Inc., The 7M eGroup Corp., Concept Management Company LLC  
3 (“CMC”), and Dynasty, Inc. (collectively, “Defaulting Defendants”) for failing to  
4 answer or otherwise respond to the Complaint. Dkt. Nos. 20-25. Plaintiff Securities  
5 and Exchange Commission (“SEC” or “Commission”) moved for default judgment  
6 against all Defendants (Dkt. No. 29), which the Court GRANTED. (Dkt. No. 35.)

7 I.

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

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

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

27 II.

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

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

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

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 Judgment by personal service or  
16 otherwise: (a) Defendant’s officers, agents, servants, employees, and attorneys; and  
17 (b) other persons in active concert or participation with Defendant or with anyone  
18 described in (a).

19 III.

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

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

1 causing to be carried through the mails or in interstate commerce, by any means or  
2 instruments of transportation, any such security for the purpose of sale or for delivery  
3 after sale; or

4 (c) Making use of any means or instruments of transportation or  
5 communication in interstate commerce or of the mails to offer to sell or offer to buy  
6 through the use or medium of any prospectus or otherwise any security, unless a  
7 registration statement has been filed with the Commission as to such security, or  
8 while the registration statement is the subject of a refusal order or stop order or (prior  
9 to the effective date of the registration statement) any public proceeding or  
10 examination under Section 8 of the Securities Act [15 U.S.C. § 77h].

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

17 IV.

18 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that pursuant to  
19 Sections 21(d)(1) and 21(d)(5) of the Exchange Act [15 U.S.C. § 78u(d)(1) and (5)],  
20 and Section 20(b) of the Securities Act [15 U.S.C. § 77t(b)], Defendant Bartlett is  
21 permanently restrained and enjoined from directly or indirectly, including but not  
22 limited to, through any entity owned or controlled by him, participating in the  
23 issuance, purchase, offer, or sale of any security; provided, however, that such  
24 injunction shall not prevent Bartlett from purchasing or selling securities for his own  
25 personal account.

26 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that, as  
27 provided in Federal Rule of Civil Procedure 65(d)(2), the foregoing paragraph also  
28 binds the following who receive actual notice of this Final Judgment by personal

1 service or otherwise: (a) Defendant's officers, agents, servants, employees, and  
2 attorneys; and (b) other persons in active concert or participation with Defendant or  
3 with anyone described in (a).

4 V.

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

11 VI.

12 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that  
13 Defendant is liable for: disgorgement of \$3,792,547.56, jointly and severally with  
14 Defendant Scott A. Miller and Defendant Dynasty Toys, Inc.; disgorgement of  
15 \$4,009,341.84, jointly and severally with Defendant Scott A. Miller and Defendant  
16 The 7M eGroup Corp.; and disgorgement of \$2,028,150.28, jointly and severally with  
17 Defendant Scott A. Miller and Defendant Concept Management Company, for a total  
18 disgorgement amount of \$9,830,039.68, representing net profits gained as a result of  
19 the conduct alleged in the Complaint, together with prejudgment interest thereon in  
20 the amount of \$1,299,449.05, and a civil penalty in the amount of \$4,018,122  
21 pursuant to Section 20(d) of the Securities Act [15 U.S.C. § 77t(d)] and Section  
22 21(d)(3) of the Exchange Act [15 U.S.C. § 78u(d)(3)].

23 Defendant shall satisfy this obligation by paying \$15,147,610.73 to the  
24 Securities and Exchange Commission within 30 days after entry of this Final  
25 Judgment. Defendant may transmit payment electronically to the Commission, which  
26 will provide detailed ACH transfer/Fedwire instructions upon request. Payment may  
27 also be made directly from a bank account via Pay.gov through the SEC website at  
28 <http://www.sec.gov/about/offices/ofm.htm>. Defendant may also pay by certified

1 check, bank cashier's check, or United States postal money order payable to the  
2 Securities and Exchange Commission, which shall be delivered or mailed to  
3 Enterprise Services Center  
4 Accounts Receivable Branch  
5 6500 South MacArthur Boulevard  
6 Oklahoma City, OK 73169

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

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

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

18 The Commission may enforce the Court's judgment for penalties by the use of  
19 all collection procedures authorized by law, including the Federal Debt Collection  
20 Procedures Act, 28 U.S.C. § 3001 et seq., and moving for civil contempt for the  
21 violation of any Court orders issued in this action. Defendant shall pay post  
22 judgment interest on any amounts due after 30 days of the entry of this Final  
23 Judgment pursuant to 28 U.S.C. § 1961. The Commission shall hold the funds,  
24 together with any interest and income earned thereon (collectively, the "Fund"),  
25 pending further order of the Court.

26 The Commission may propose a plan to distribute the Fund subject to the  
27 Court's approval. Such a plan may provide that the Fund shall be distributed  
28 pursuant to the Fair Fund provisions of Section 308(a) of the Sarbanes-Oxley Act of

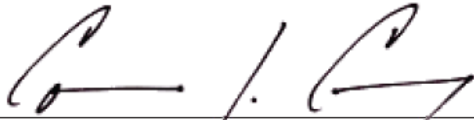


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Rules of Civil Procedure, the Clerk is ordered to enter this Final Judgment forthwith and without further notice.

IT IS SO ORDERED.

Dated: September 19, 2023



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HONORABLE CORMAC J. CARNEY  
UNITED STATES DISTRICT JUDGE