

**COPY FOR JUDGE**

UNITED STATES DISTRICT COURT  
for the  
SOUTHERN DISTRICT OF FLORIDA

~~NIGHT BOX  
FILED  
JUL - 9 1999  
CARLOS JENKE  
CLERK U.S. DIST. CT. MIAMI~~

SECURITIES AND EXCHANGE COMMISSION,

Plaintiff,

v.

LUIS BULAS, JR.

Defendant.

CIVIL ACTION NO.

98-2238-CIV-LENARD

FINAL JUDGMENT OF

PERMANENT

INJUNCTION AND

OTHER RELIEF

AGAINST DEFENDANT

LUIS BULAS, JR.

THIS MATTER, having come before the Court upon Plaintiff's, Securities and Exchange Commission ("Commission"), Motion for Final Judgment of Permanent Injunction and Other Relief by Default Against Defendant Luis Bulas, Jr. ("Bulas"), and it appearing to the Court that defendant Bulas was duly served by publication and that said defendant has failed to file a responsive pleading within the time prescribed by law, and the Court, having reviewed the record and been otherwise advised, hereby rules on said motion and renders final judgment in this cause as between the Commission and Defendant Bulas.

FILED by JAZ D.C.  
**OCT 05 1999**  
CARLOS JENKE  
CLERK U.S. DIST. CT.  
MIAMI

**SCANNED**

**FINDINGS OF FACT AND CONCLUSIONS OF LAW**

1. This Court has personal jurisdiction over the party hereto and the subject matter herein.

2. Notice of this action was duly served upon Bulas by publication in the Daily Business Review for Dade County, Florida on February 8th, 16th, 22nd, and March 1, 1999 as permitted by court order dated February 1, 1999.

3. Pursuant to Rule 4(1) of the Federal Rules of Civil Procedure ("Fed.R.Civ.P."), proof of service was filed with the Court on June 22, 1999.

4. As of the date of this Motion for Final Judgment of Permanent Injunction and Other Relief by Default, Bulas has failed to answer or otherwise plead to the Commission's complaint as required by the Federal Rules of Civil Procedure.

5. By virtue of his failure to answer or otherwise plead, Bulas is deemed to have admitted the well pleaded allegations of the complaint, and accordingly, the Court considers that Bulas committed the violations alleged in the complaint.

6. Bulas is not an infant or incompetent person and he has no general guardian, committee, conservator or other such persons appearing on his behalf.

7. The Court did not find it necessary to conduct a hearing or order a conference prior to entering final judgment in this action or carrying its judgment to effect.

8. Pursuant to Fed.R.Civ.P. 54(b), the Court expressly determines that there is no just reason for delay and expressly directs that judgment be entered in this action as between the Commission and Bulas. Accordingly,

**I.**

**IT IS HEREBY ORDERED, ADJUDGED AND DECREED** that Plaintiff's Motion for Final Judgment of Permanent Injunction and Other Relief by Default Against Defendant Bulas is **GRANTED**.

**II.**

**IT IS FURTHER ORDERED, ADJUDGED AND DECREED** that defendant Bulas had engaged and, unless enjoined, will continue to engage in acts that constitute violations of Sections(i) Section 17(a)(1) of the Securities Act of 1933 ("Securities Act"), 15 U.S.C. § 77q(a)(1); (ii) Section 10(b) of the Securities Exchange Act of 1934 ("Exchange Act"), 15 U.S.C. § 78j(b), and Rule 10b-5, 17 C.F.R. § 240.10b-5, thereunder; (iii) Sections 17(a)(2) and 17(a)(3) of the Securities Act, 15 U.S.C. §§ 77(q)(a)(2) and 77(q)(a)(3); and (iv) Section 15(a)(1) of the Exchange Act, 15 U.S.C. § 78o(a)(1).

**III.**

**IT IS FURTHER ORDERED, ADJUDGED AND DECREED** that, defendant Bulas, his officers, agents, servants, employees, attorneys in fact, and all persons in active concert or participation with them, and each of them, who receive notice of this Final Judgment, by personal service or otherwise, be and they hereby are, permanently restrained and enjoined from,

directly or indirectly in the offer or sale of any securities, by the use of any means or instruments of transportation or communication in interstate commerce or by the use of the mails:

- (a) knowingly or recklessly employing any device, scheme or artifice to defraud;
- (b) obtaining money or property by means of any untrue statement of a material fact or omission to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading; or
- (c) engaging in any practice, transaction, or course of business which operates or would operate as a fraud or deceit upon the purchaser of any such security, in violation of Sections 17(a)(1), 17(a)(2), and 17(a)(3) of the Securities Act, 15 U.S.C. §§ 77q(a)(1), 77q(a)(2), and 77q(a)(3).

#### IV.

**IT IS FURTHER ORDERED, ADJUDGED AND DECREED** that, defendant Bulas, his officers, agents, servants, employees, attorneys in fact, and all persons in active concert or participation with them, and each of them, who receive notice of this Final Judgment, by personal service or otherwise, be and they hereby are, permanently restrained and enjoined from, knowingly, willfully, or recklessly, directly or indirectly, in connection with the purchase or sale of any security, by the use of any means or instrumentality of interstate commerce, or of the mails, or of any facility of any national securities exchange:

- (a) employing any device, scheme or artifice to defraud;

- (b) making any untrue statement of a material fact or omitting to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading; or
- (c) engaging in any act, practice or course of business which operates or would operate as a fraud or deceit upon any person, in violation of Section 10(b) of the Exchange Act, 15 U.S.C. § 78j(b), and Rule 10b-5, 17 C.F.R. § 240.10b-5, promulgated thereunder.

**V.**

**IT IS HEREBY FURTHER ORDERED** that Bulas, his officers, agents, servants, employees, attorneys, and those persons in active concert or participation with them, and each of them, are hereby permanently restrained and enjoined from directly or indirectly, by use of any means or instrumentality of interstate commerce or of the mails, engaging in the business of effecting transactions in securities for the accounts of others or inducing or effecting the purchase and sale of securities while not themselves registered with the SEC in accordance with the provisions of Section 15(b) of the Exchange Act, or while not associated with a broker-dealer that was so registered, in violation of Section 15(a)(1) of the Exchange Act, 15 U.S.C. § 78j(a)(1).

**VI.**

**IT IS HEREBY FURTHER ORDERED, ADJUDGED AND DECREED** that Bulas pay disgorgement in the amount of \$671,469.86, representing his gains from the conduct alleged in the complaint, plus pre-judgment interest thereon.

VII.

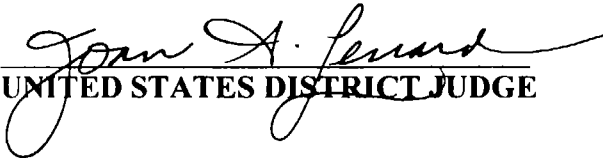
**IT IS HEREBY FURTHER ORDERED, ADJUDGED AND DECREED** that Bulas pay a civil money penalty pursuant to Section 20(d) of the Securities Act, 15 U.S.C. §77t(d) and Section 21(d)(3) of the Exchange Act, 15 U.S.C. § 78u(d)(3) in the amount of \$ 671,000.00 based upon his conduct as alleged in the complaint.

VIII.

**IT IS HEREBY FURTHER ORDERED, ADJUDGED AND DECREED** that, this Court will retain jurisdiction over this matter and Bulas in order to implement and carry out the terms of all Orders and Decrees that may be entered and/or to entertain any suitable application or motion for additional relief within the jurisdiction of this Court, and will order other relief that this Court deems appropriate under the circumstances.

**DONE AND ORDERED** at 8:52 o'clock 2 .m. this 5 day of

October, 1999 in chambers at Miami, Florida.

  
UNITED STATES DISTRICT JUDGE

Copies provided to:  
Eric Busto, Esq.  
U.S. Securities & Exchange Commission  
1401 Brickell Ave., Ste. 200  
Miami, FL 33131

Luis Bulas, Jr. (at last known address)  
2844 SW 23rd St.  
Miami, FL 33145