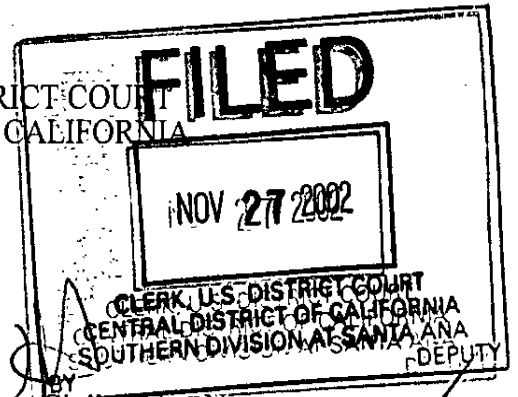


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UNITED STATES DISTRICT COURT  
CENTRAL DISTRICT OF CALIFORNIA



SECURITIES AND EXCHANGE COMMISSION,

Plaintiff,

vs.

ICN PHARMACEUTICALS, INC.  
MILAN PANIC,  
NILS O. JOHANNESSON, and  
DAVID C. WATT,

Defendants.

Civil Action No.  
SACV 99-1016 DOC (ANx)

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**FINAL JUDGMENT AND ORDER AS TO  
DEFENDANT MILAN PANIC**

Plaintiff Securities and Exchange Commission ("Commission"), having requested this Court to issue this Final Judgment and Order ("Final Judgment") as to defendant Milan Panic ("Panic"); and

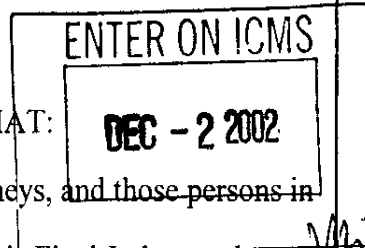
It appearing to the Court that Panic, without admitting or denying the allegations in the Commission's Complaint, except as to jurisdiction, which Panic admits, has consented to the entry of this Final Judgment; and

It appearing that Panic has admitted the jurisdiction of the Court over him and over the subject matter of this action, and has acknowledged service of the Summons and Complaint; and

It further appearing that there is no just reason for delay and there is sufficient basis herein for the entry of this Final Judgment;

IT IS HEREBY ORDERED, ADJUDGED AND DECREED THAT:

I. Defendant Panic, his agents, officers, servants, employees, attorneys, and those persons in active concert or participation with them, who receive actual notice of this Final Judgment by personal service or otherwise, and each of them, are permanently restrained and enjoined from, directly or indirectly, singly or in concert, in connection with the purchase or sale of any security, using any means or instrumentality of interstate commerce, or of the mails, or of any facility of



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CENTRAL DISTRICT OF CALIF.  
SANTA ANA, CALIF.

1 any national securities exchange, to:

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

8 in violation of Section 10(b) of the Securities Exchange Act of 1934 ("Exchange Act"), 15  
9 U.S.C. 78j(b), and Rule 10b-5, 17 C.F.R. 240.10b-5 thereunder;

10 II. Defendant Panic shall, for a period of five (5) years from the date of this Final Judgment  
11 comply with each of the following undertakings:

- 12 (a) Panic shall not be involved in the drafting or approval of any Food and Drug  
13 Administration ("FDA") - related press release issued by ICN or any other U.S.  
14 public company. For purposes of all undertakings set forth herein, the term  
15 "FDA-related press releases" means press releases concerning drugs subject to  
16 regulation under 21 U.S.C. § 355, including the development, testing,  
17 manufacture, approval, promotion or marketing of such drugs.
- 18 (b) For each U.S. public company where Panic is now, or later becomes, either a  
19 member of the board or an officer, Panic shall provide a copy of this Final  
20 Judgment to all members of the board of directors of any such company. This  
21 obligation shall be ongoing such that, if new Board members are elected or  
22 officers are appointed at later dates, Panic shall provide such new Board members  
23 and officers with a copy of this Final Judgment within thirty (30) days after such  
24 individuals assume their new responsibilities or appointments.

25 III. Defendant Panic shall, within thirty (30) days of the entry of this Final Judgment, pay a  
26 civil penalty in the amount of \$500,000. Such payment shall be:

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- 1 (a) made by United States postal money order, certified check, bank cashier's check
- 2 or bank money order;
- 3 (b) made payable to the U.S. Securities and Exchange Commission;
- 4 (c) hand-delivered or mailed to the Comptroller, Securities and Exchange
- 5 Commission, Operations Center, 6432 General Green Way, Stop 0-3, Alexandria,
- 6 VA 22312; and
- 7 (d) submitted under cover letter that identifies Panic as a defendant in this action,
- 8 together with the civil action number, a copy of which cover letter and money
- 9 order or check shall be sent to Merri Jo Gillette, District Trial Counsel, Securities
- 10 and Exchange Commission, Philadelphia District Office, 601 Walnut Street, Suite
- 11 1120E, Philadelphia, PA 19106.

12 IV. This Court shall retain jurisdiction of this action for the purpose of implementing and  
 13 enforcing the terms and conditions of this Final Judgment. In the event that it is necessary to  
 14 enforce the terms of the Final Judgment, Panic may will not object to venue lying in the Central  
 15 District of California.

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*November 27, 2002*

Date

*Alvir O. Carter*

United States District Judge