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

SECURITIES AND EXCHANGE  
COMMISSION,

Plaintiff,

vs.

KAI CHRISTIAN PETERSEN; GIL  
BESERGLIK; and RAZ BESERGLIK,

Defendants,

SHRAGA HOLDINGS, LTD. and  
LEMBEX GLOBAL INVESTMENTS,  
LTD.,

Relief Defendants

Case No. 2:19-cv-08334-JWH-RAOx

Hon. John W. Holcomb

**FINAL JUDGMENT AS TO  
DEFENDANT GIL BESERGLIK**

1 The Securities and Exchange Commission having filed a Complaint and  
2 consented to the dismissal as to Defendant Gil Beserglik (“Defendant”) of the First,  
3 Second, Seventh and Eighth Claims for Relief in the Complaint, but not the Fourth,  
4 Fifth, and Sixth Claims for Relief in the Complaint; and Defendant having entered a  
5 general appearance; consented to the Court’s jurisdiction over him and the subject  
6 matter of this action; consented to entry of this Final Judgment without admitting or  
7 denying the factual allegations of the Complaint (except as to jurisdiction and except  
8 as otherwise provided herein); waived findings of fact and conclusions of law; and  
9 waived any right to appeal from this Final Judgment:

10 I.

11 IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendant is  
12 permanently restrained and enjoined from violating Section 5 of the Securities Act  
13 [15 U.S.C. § 77e] by, directly or indirectly, in the absence of any applicable  
14 exemption:

15 (a) Unless a registration statement is in effect as to a security, making  
16 use of any means or instruments of transportation or communication in  
17 interstate commerce or of the mails to sell such security through the use or  
18 medium of any prospectus or otherwise;

19 (b) Unless a registration statement is in effect as to a security,  
20 carrying or causing to be carried through the mails or in interstate commerce,  
21 by any means or instruments of transportation, any such security for the  
22 purpose of sale or for delivery after sale; or

23 (c) Making use of any means or instruments of transportation or  
24 communication in interstate commerce or of the mails to offer to sell or offer to  
25 buy through the use or medium of any prospectus or otherwise any security,  
26 unless a registration statement has been filed with the Commission as to such  
27 security, or while the registration statement is the subject of a refusal order or  
28 stop order or (prior to the effective date of the registration statement) any

1 public proceeding or examination under Section 8 of the Securities Act [15  
2 U.S.C. § 77h].

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

9 II.

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

- 17 (a) to employ any device, scheme, or artifice to defraud;  
18 (b) to make any untrue statement of a material fact or to omit to state a  
19 material fact necessary in order to make the statements made, in the light of the  
20 circumstances under which they were made, not misleading; or  
21 (c) to engage in any act, practice, or course of business which operates or  
22 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 also  
25 binds the following who receive actual notice of this Final Judgment by personal  
26 service or otherwise: (a) Defendant’s officers, agents, servants, employees, and  
27 attorneys; and (b) other persons in active concert or participation with Defendant or  
28 with anyone described in (a).

1 III.

2 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that that  
3 Defendant is permanently restrained and enjoined from , directly or indirectly, unless  
4 Defendant is registered with the SEC in accordance with Section 15(b) of the  
5 Securities Exchange Act of 1934 (the “Exchange Act”) [15 U.S.C. § 78o(b)], and in  
6 the absence of any applicable exemption, acting as a broker-dealer in the United  
7 States or otherwise making use of the mails or any means or instrumentality of  
8 interstate commerce to effect any transactions in, or to induce or attempt to induce the  
9 purchase or sale of, binary options or any other security (other than an exempted  
10 security or commercial paper, bankers’ acceptances, or commercial bills) in the  
11 United States, in violation of Section 15(a) of the Exchange Act [15 U.S.C. § 78o(a)].

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

18 IV.

19 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that,  
20 pursuant to Section 21(d)(5) of the Exchange Act [15 U.S.C. § 78u(d)(5)], Defendant  
21 is permanently restrained and enjoined from directly or indirectly, including but not  
22 limited to, through any entity he owns, operates, manages or controls, engaging in  
23 any activity for the purpose of: (a) inducing or attempting to induce the purchase or  
24 sale of binary options, securities-based swaps, or other securities, over the Internet or  
25 via email or other forms of electronic communication; (b) causing any person or  
26 entity to engage in any activity for the purpose of inducing or attempting to induce  
27 the purchase or sale of binary options, securities-based swaps, or other securities,  
28 over the Internet or via email or other forms of electronic communication; or

1 (c) deriving compensation from any activity inducing or attempting to induce the  
2 purchase or sale of binary options, securities-based swaps, or other securities, over  
3 the Internet or via email or other forms of electronic communication. This injunction,  
4 however, shall not prohibit Defendant from buying or selling securities for his own  
5 personal account.

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

12 V.

13 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that  
14 Defendant is liable for disgorgement of \$2,250,000, representing net profits gained as  
15 a result of the conduct alleged in the Complaint, together with prejudgment interest  
16 thereon in the amount of \$97,224, and a civil penalty in the amount of \$300,000  
17 pursuant to Section 20(d) of the Securities Act [15 U.S.C. § 77t(d)] and  
18 Section 21(d)(3) of the Exchange Act [15 U.S.C. § 78u(d)(3)]. Defendant shall  
19 satisfy this obligation by paying \$2,647,224 to the Securities and Exchange  
20 Commission pursuant to the terms of the payment schedule set forth in paragraph VI  
21 below after entry of this Final Judgment.

22 Defendant may transmit payment electronically to the Commission, which will  
23 provide detailed ACH transfer/Fedwire instructions upon request. Payment may also  
24 be made directly from a bank account via Pay.gov through the SEC website at  
25 <http://www.sec.gov/about/offices/ofm.htm>. Defendant may also pay by certified  
26 check, bank cashier's check, or United States postal money order payable to the  
27 Securities and Exchange Commission, which shall be delivered or mailed to  
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1 Enterprise Services Center  
2 Accounts Receivable Branch  
3 6500 South MacArthur Boulevard  
4 Oklahoma City, OK 73169

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

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

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

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

24 The Commission may propose a plan to distribute the Fund subject to the  
25 Court's approval. Such a plan may provide that the Fund shall be distributed  
26 pursuant to the Fair Fund provisions of Section 308(a) of the Sarbanes-Oxley Act of  
27 2002. The Court shall retain jurisdiction over the administration of any distribution  
28 of the Fund and the Fund may only be disbursed pursuant to an Order of the Court.



1 Defendant will then apply to paying off the penalty amount. Once Defendant fully  
2 satisfies the penalty amount, additional payments will apply to satisfying Defendant's  
3 disgorgement and prejudgment interest obligations. Prior to making the final  
4 payment set forth herein, Defendant shall contact the Commission's staff for the  
5 amount due for the final payment.

6 If Defendant fails to make any payment by the date agreed and/or in the  
7 amount agreed according to the schedule set forth above, all outstanding payments  
8 under this Final Judgment, including post-judgment interest, minus any payments  
9 made, shall become due and payable immediately at the discretion of the  
10 Commission's staff without further application to the Court.

11 VII.

12 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the  
13 Consent of Defendant is incorporated herein with the same force and effect as if fully  
14 set forth herein, and that Defendant shall comply with all of the undertakings and  
15 agreements set forth therein.

16 VIII.

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

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IX.

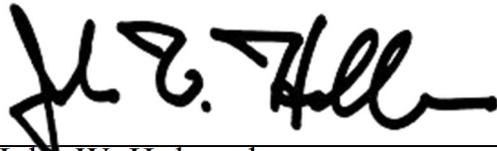
IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the First, Second, Seventh and Eighth Claims for Relief are dismissed as to Defendant with prejudice.

X.

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 Final Judgment.

**IT IS SO ORDERED.**

Dated: April 20, 2021



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John W. Holcomb  
UNITED STATES DISTRICT JUDGE