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9 **UNITED STATES DISTRICT COURT**
10 **CENTRAL DISTRICT OF CALIFORNIA**
11 **Southern Division**

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14 SECURITIES AND EXCHANGE
COMMISSION,

15 Plaintiff,

16 vs.

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18 RON K. HARRISON; AND GLOBAL
TRADING INSTITUTE, LLC,

19 Defendants,

20 and

21 IRINA PARFYONOVA,

22 Relief Defendant.
23
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Case No. 8:21-cv-01610-JVS-DFM

**JUDGMENT AS TO RON K.
HARRISON**

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1 The Securities and Exchange Commission having filed a Complaint and
2 Defendant Ron K. Harrison having entered a general appearance; consented to the
3 Court's jurisdiction over Defendant and the subject matter of this action; consented to
4 entry of this Judgment without admitting or denying the allegations of the Complaint
5 (except as to jurisdiction and except as otherwise provided herein in paragraph VII);
6 waived findings of fact and conclusions of law; and waived any right to appeal from
7 this Judgment:

8 I.

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

20 (c) to engage in any act, practice, or course of business which operates or
21 would operate as a fraud or deceit upon any person.

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

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

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

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

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

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

20 III.

21 IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Defendant is
22 permanently restrained and enjoined from violating, directly or indirectly, Sections
23 206(1) and 206(2) of the Investment Advisers Act of 1940 (“Advisers Act”) [15
24 U.S.C. §§80b-6(1) & 80b-6(2)] while acting as an investment adviser, by use of the
25 mails or any means or instrumentality of interstate commerce, directly or indirectly::

26 (a) to employ any device, scheme, or artifice to defraud any client or
27 prospective client; or
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1 (b) to engage in any transaction, practice, or course of business which
2 operates as a fraud or deceit upon any client or prospective client.

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 Judgment by personal service or
6 otherwise: (a) Defendant's officers, agents, servants, employees, and attorneys; and
7 (b) other persons in active concert or participation with Defendant or with anyone
8 described in (a).

9 IV.

10 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that pursuant to
11 Section 21(d)(5) of the Exchange Act [15 U.S.C. § 78u(d)(5)], Defendant is
12 permanently restrained and enjoined from directly or indirectly, including through
13 any entity he owns or controls, accessing any securities brokerage account of any
14 third-party, including doing so with the consent of the account holder.

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

21 V.

22 IT IS HEREBY FURTHER ORDERED, ADJUDGED, AND DECREED that
23 Defendant shall pay disgorgement of ill-gotten gains, prejudgment interest thereon,
24 and a civil penalty pursuant to Section 20(d) of the Securities Act [15 U.S.C. §
25 77t(d)] and Section 21(d)(3) of the Exchange Act [15 U.S.C. § 78u(d)(3)]. The Court
26 shall determine the amounts of the disgorgement and civil penalty upon motion of the
27 Commission. Prejudgment interest shall be calculated from September 30, 2021,
28 based on the rate of interest used by the Internal Revenue Service for the

1 underpayment of federal income tax as set forth in 26 U.S.C. § 6621(a)(2). In
2 connection with the Commission’s motion for disgorgement and/or civil penalties,
3 and at any hearing held on such a motion: (a) Defendant will be precluded from
4 arguing that he did not violate the federal securities laws as alleged in the Complaint;
5 (b) Defendant may not challenge the validity of the Consent or this Judgment; (c)
6 solely for the purposes of such motion, the allegations of the Complaint shall be
7 accepted as and deemed true by the Court; and (d) the Court may determine the issues
8 raised in the motion on the basis of affidavits, declarations, excerpts of sworn
9 deposition or investigative testimony, and documentary evidence, without regard to
10 the standards for summary judgment contained in Rule 56(c) of the Federal Rules of
11 Civil Procedure. In connection with the Commission’s motion for disgorgement
12 and/or civil penalties, the parties may take discovery, including discovery from
13 appropriate non-parties.

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15 VI.

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

20 VII.

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

1 Code, 11 U.S.C. §523(a)(19).
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3 VIII.

4 IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that this Court
5 shall retain jurisdiction of this matter for the purposes of enforcing the terms of this
6 Judgment.

7 IX.

8 There being no just reason for delay, pursuant to Rule 54(b) of the Federal
9 Rules of Civil Procedure, the Clerk is ordered to enter this Judgment forthwith and
10 without further notice.

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13 Dated: April 21, 2022



14 UNITED STATES DISTRICT JUDGE
15 JAMES V SELNA

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17 Presented by:
18 Kathryn C. Wanner
19 Kelly C. Bowers
20 Attorneys for Plaintiff
21 Securities and Exchange Commission
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