

NO. **COPY**
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 DAVID W. HANCO, Clerk
 By PAULA GROSSMAN

LAWRENCE G. WASDEN
 Attorney General

A. RENÉ MARTIN, I.S.B. #3188
 Deputy Attorney General
 State of Idaho
 Department of Finance
 P.O. Box 83720
 Boise, ID 83720-0031
 Telephone: (208) 332-8092
 Facsimile: (208) 332-8099

**IN THE DISTRICT COURT OF THE FOURTH JUDICIAL DISTRICT
 OF THE STATE OF IDAHO, IN AND FOR ADA COUNTY**

STATE OF IDAHO, DEPARTMENT OF)
 FINANCE, SECURITIES BUREAU,)
)
 Plaintiff,)
)
 vs.)
)
 ARIZONA IDAHO MINING, LLC,)
 an administratively dissolved Idaho)
 limited liability company, and DOUGLAS)
 L. BAKER, as managing member and as)
 an individual,)
)
 Defendants.)
 _____)

Case No. CV-OC-2004-06423D

**JUDGMENT AND
 PERMANENT INJUNCTION**

On December 7, 2006, this Court entered its “Order Granting Summary Judgment Against Douglas Baker” (“Decision”) in the above-captioned action.

Now, pursuant to such Decision, THE COURT HEREBY FINDS, as a matter of law, that Defendant Douglas L. Baker violated Idaho Code § 30-1403(2) by misrepresenting or omitting material facts in connection with the offer or sale of a security.

NOW, THEREFORE, the Court hereby ORDERS, ADJUDGES, AND DECREES as follows:

INJUNCTIVE RELIEF:

Defendant Douglas L. Baker is permanently enjoined from engaging in any acts, practices or courses of business, omissions and misrepresentations that would constitute violations of the Idaho Securities Act, to include its successor act, the Uniform Securities Act (2004), and in particular, he is permanently enjoined from:

- (A) Selling or offering for sale nonexempt securities in any form in the state of Idaho until such time as the securities have been registered with the Idaho Department of Finance (“Department”) in accordance with the Act;
- (B) Selling or offering for sale nonexempt securities in any form in the state of Idaho until such time as Defendant Douglas L. Baker has registered as a securities broker-dealer or salesman for a broker-dealer or issuer with the Department in accordance with the Act;
- (C) While engaged in or in connection with the offer, sale or purchase security;
 - (1) Making any untrue statement of a material fact or omitting to state a material fact necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading;
 - (2) Aiding, abetting, counseling, inducing or cause any other person to engage in any of the type of conduct described in paragraph (C)(1) above.

Defendant Douglas L. Baker is further prohibited from claiming the availability of, using, or offering or selling securities under any exemptions under the Act without receiving the prior written consent of the Director of the Idaho Department of Finance.

MONEY JUDGMENT:

The Department is hereby awarded a money judgment against Defendant Douglas L. Baker in the total amount of \$2,960,000, to include \$2,600,000 as restitution to investors injured by Defendant Baker's violations of the Idaho Securities Act, pursuant to Idaho Code § 30-1442(3)(a); and \$360,000 in penalties pursuant to Idaho Code § 30-1442(3)(b). Additionally, the Department is hereby awarded costs, to include reasonable attorney fees and reimbursement for its investigative efforts, pursuant to Idaho Code § 30-1442(3)(c).

DATED this 18 day of Dec, 2006.

~~CHERI C. COPSEY~~

CHERI C. COPSEY
District Judge

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on this 19 day of Dec, 2006,
I caused to be served a true and correct copy of the foregoing JUDGMENT AND PERMANENT
INJUNCTION on the following by the designated means:

A. René Martin
Deputy Attorney General
Department of Finance
P.O. Box 83720
Boise, ID 83720-0031

- U.S. Mail, postage prepaid
- Certified mail
- Facsimile
- Hand delivery

Dennis L. Charney
CHARNEY LAW OFFICE
951 E. Plaza Dr., Ste. 140
Eagle, Idaho 83616

- U.S. Mail, postage prepaid
- Certified mail
- Facsimile
- Hand-delivery

PAULA GROSSMAN

SEAL