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DEFUTY

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

STATE OF IDAHO, Department) of Finance,)	
ý	Civil No. CV OC 0107067D
Plaintiff,	DEFAULT JUDGMENT
vs.)	DEFAULT JUDGMENT
)	AS TO DEFENDANTS
PRIMEBUY NETWORK.COM, INC.,	PRIMEBUY NETWORK.COM, INC.
an Oklahoma corporation doing business)	AND CHARLES CULVER
in Idaho, CHARLES H. MICHEL, president)	
and director, CHARLES CULVER, vice	
president and director, in their official and	
individual capacities,	
Defendants.	

IN THIS ACTION, Defendants PrimeBuy Network.Com (PrimeBuy) and Charles Culver (Culver) were regularly served with this Court's Order Granting Leave To Withdraw as Counsel

DEFAULT JUDGMENT AS TO DEFENDANTS
PRIMEBUY NETWORK.COM AND CHARLES CULVER - Page 1

and Directing Manner in Which Service Thereof Shall Be Made (the Order of Withdrawal) on November 4, 2002. Defendants PrimeBuy and Culver have failed, within 20 days as ordered by the Court, to appoint another attorney or attorneys to appear on their behalf or appear in person by filing written notice with the Court stating how each Defendant shall be represented in this matter.

Based on the pleadings, papers, and records on file herein, the Court finds sufficient grounds for entry of this Judgment by Default, and therefore ORDERS ADJUDGES AND DECREES that:

- Defendants PrimeBuy and Culver have violated the Idaho Securities Act and Rules thereunder as alleged in the Verified Complaint.
- 2. Defendants PrimeBuy and Culver are permanently enjoined from engaging in any acts, practices or omissions which would constitute violations of the Idaho Securities Act, Title 30, Chapter 14, Idaho Code, and in particular, are permanently enjoined from:
- A. Selling or offering for sale nonexempt securities in any form in the State of Idaho until such time as such securities have been registered with the Idaho Department of Finance, in accordance with Title 30, Chapter 14, Idaho Code;
- B. Selling or offering for sale nonexempt securities in any form in the State of Idaho until such time as said Defendants are registered as broker-dealers or salesmen for a

broker-dealer or issuer with the Idaho Department of Finance, in accordance with Title 30, Chapter 14, Idaho Code;

- C. While engaged in or in connection with the offer, sale, or purchase of any security:
- (1) Employing any device, scheme or artifice to defraud any investors in the securities,
- (2) Making any untrue statement of 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 are made, not misleading, and
- (3) Engaging in any act, practice or course of business which operates or would operate as a fraud or deceit upon any person.
- D. Aiding, abetting, counseling, inducing or causing any other person to engage in any of the types of conduct described in paragraphs A, B, or C, above.
- 3. Defendants PrimeBuy and Culver are prohibited from claiming the availability of, using, or offering or selling securities, under any exemptions under the Idaho Securities Act without receiving the prior written consent of the Director.
- 4. Defendants PrimeBuy and Culver shall restore to each person in interest any consideration which may have been acquired or transferred in violation of the Idaho Securities Act. To determine the amount of damages for purposes of restitution herein, the Court may conduct such hearings as it deems necessary and proper.
- 5. There is hereby adjudged, as a joint and several obligation, against Defendants
 PrimeBuy and Culver a civil penalty in favor of the Idaho Department of Finance in

the amount of fifty thousand dollars (\$50,000.00) for violations of the Idaho Securities Act.

6. Defendants PrimeBuy and Culver shall pay attorney's fees and costs incurred in the preparation and the prosecution of this action in the amount of five thousand dollars (\$5,000.00).

Dated this _____ day of December, 2002.

JOEL D. HORTON

Honorable Joel D. Horton District Judge

CERTIFICATE OF MAILING

I HEREBY CERTIFY that on the ______ day of _______, 2002, I mailed (served) a true and correct copy of the foregoing DEFAULT JUDGMENT AS TO DEFENDANTS PRIMEBUY NETWORK.COM AND CHARLES CULVER to:

PRIMEBUY NETWORK.COM, INC. 4000 BARRANCA PARKWAY, SUITE 220 IRVINE, CA 92604

CHARLES CULVER 2336 SOUTHEAST OCEAN BLVD., #109 STUART, FLORIDA 34996

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J. DAVID NAVARRO
Clerk of the District Court

MELANIE GAGNEPAIN

Deputy Court Clerk

By: