

ALAN G. LANCE ATTORNEY GENERAL STATE OF IDAHO

MARY E. HUGHES
Deputy Attorney General
State of Idaho
Department of Finance
PO Box 83720
Boise ID 83720-0031

Telephone: (208) 332-8092 Facsimile: (208) 332-8098

## IN THE DISTRICT COURT OF THE SIXTH JUDICIAL DISTRICT OF THE STATE OF IDAHO, IN AND FOR THE COUNTY OF BANNOCK

STATE OF IDAHO, Department of Finance,  Plaintiff,	) ) Civil No. CVC-96-0171( )  JUDGMENT AND PERMANENT INJUNCTION
vs.	
DUAINE QUIGLEY,	) }
Defendant.	) )

It appearing to the Court that the Defendant Duaine Quigley (Defendant) in his Stipulation for Judgment and Permanent Injunction filed with the Court, has admitted the jurisdiction of this Court over the subject matter of this proceeding and over the parties hereto, and that the Complaint states a cause of action for injunctive relief under the Idaho Securities Act, and has admitted that he violated the Idaho Securities Act as alleged in the complaint, and has agreed and

3.2 20020759

consented to the entry of judgment granting a permanent injunction against him, and has waived the necessity of findings of fact and conclusions of law with respect thereto, and the Court being fully advised in the premises:

## IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that:

- 1. The Defendant has violated the Idaho Securities Act as alleged in the complaint.
- 2. The Defendant is permanently enjoined from engaging in any acts, practices or omissions which would constitute violations of the Idaho Securities Act, and in particular, is 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 Defendant has become registered as a broker-dealer or salesman 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,
  - (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

3 - 3

Willeam W. Wordland

of the types of conduct described in paragraphs A, B, and C above.

- 3. The Defendant is prohibited from claiming the availability of, using, or offering or selling securities under, any exemption under the Idaho Securities Act without receiving the prior written consent of the Director.
- 4. The Defendant shall make restitution to all persons from whom any consideration was acquired or transferred in violation of the Idaho Securities Act. Such restitution shall be made under the terms ordered by the Court in the criminal action, <u>State v. Quigley</u>, Case No. CRFE-96-00638 (Bannock County, December, 1996).
- 5. This Judgment and Permanent Injunction shall serve as a final resolution of all issues presented in Plaintiff's complaint as to the Defendant.

DATED this \_\_\_\_\_ day of December, 1996.

District Judge