

**F I L E D**  
A.M. 10:30 P.M.

**JUN 16 2005**

**CANYON COUNTY CLERK  
T. CRAWFORD, DEPUTY**

LAWRENCE G. WASDEN  
Attorney General

JOSEPH B. JONES  
Deputy Attorney General  
State of Idaho  
Department of Finance  
P.O. Box 83720  
Boise, ID 83720-0031  
Telephone: (208) 332-8000  
Facsimile: (208) 332-8099  
Idaho State Bar #2768

**IN THE DISTRICT COURT OF THE THIRD JUDICIAL DISTRICT  
OF THE STATE OF IDAHO, IN AND FOR CANYON COUNTY**

STATE OF IDAHO, DEPARTMENT OF )  
FINANCE, SECURITIES BUREAU, )  
 )  
Plaintiff, )  
 )  
vs. )  
 )  
DONALD E. SAVAGE and KARLEEN )  
SAVAGE, )  
 )  
Defendants. )  
\_\_\_\_\_ )

Civil No. CV 04-12020

**CONSENT JUDGMENT**

The court finds that Plaintiff and Defendants have entered into a "Stipulation And Consent To Entry Of Judgment" in this case. The court further finds that Defendants neither admits nor deny Plaintiff's allegations that Defendant has violated the Idaho Securities Act.

Pursuant to the “Stipulation And Consent To Entry Of Judgment” executed by the parties, and good cause appearing therefore, IT IS HEREBY ORDERED, ADJUDGED AND DECREED THAT:

1. Defendants Donald E. Savage and Karleen Savage shall be and are permanently enjoined from engaging in any acts, practices, courses of business, omissions, and misrepresentations which would constitute violations of the Idaho Securities Act, Title 30, Chapter 14, Idaho Code.

2. Defendants Donald E. Savage and Karleen Savage shall be and are permanently enjoined from engaging in the following acts and conduct:

While engaged in or in connection with the offer, sale, or purchase of any security:

- a) Employing any device, scheme, or artifice to defraud any investors or prospective investors;
- b) 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 are made, not misleading;
- c) Engaging in any act, practice, or course of business which operates or would operate as a fraud or deceit upon any person.

3. Defendants Donald E. Savage and Karleen Savage shall be and 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 of the Idaho Department of Finance.

4. That Defendants shall pay restitution to the Plaintiff for the benefit of Ricardo Aranda in the amount of \$16,000, in accordance with the following terms:

- a. Defendants shall pay the sum of \$8,000 to the Plaintiff on or before May 1, 2005.
- b. Defendants shall pay the remaining amount of \$8,000 to the Plaintiff in 36 monthly payments of \$222.22 per month, commencing on June 1, 2005, and continuing monthly thereafter until this sum is fully paid and satisfied.
- c. The foregoing restitution amounts shall not bear interest.
- d. So long as Defendants fully perform the foregoing payment terms, Plaintiff shall not record or execute upon the judgment.
- e. In the event Defendants become delinquent on or default on the above payment terms, the Plaintiff may record the judgment and execute upon it, without prior notice to the Defendants.
- f. The restitution portion of the judgment containing the foregoing terms may be assigned by the Plaintiff to Ricardo Aranda.

5. Plaintiff's claim for an award of civil penalties against the Defendants, pursuant to Idaho Code § 30-1442(3)(b) is hereby waived.

6. Plaintiff and Defendants shall bear their own costs and attorneys fees incurred in this suit.

DATED this 15 day of June, 2005.

**JUNEAL C. KERRICK**

HON. JUNEAL KERRICK  
District Judge

**CLERK'S CERTIFICATE OF SERVICE**

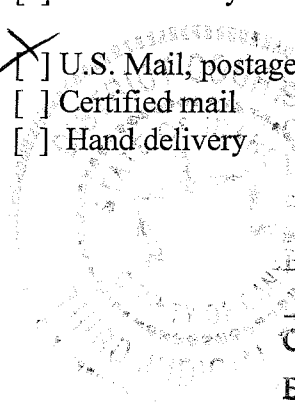
I HEREBY CERTIFY that on the 16 day of June, 2005, I served a true and correct copy of the foregoing CONSENT JUDGMENT upon the following by the designated means:

Dennis M. Charney  
951 E. Plaza Drive, Suite 140  
Eagle, Idaho 83616

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

Joseph B. Jones  
Deputy Attorney General  
State of Idaho  
Department of Finance  
P.O. Box 83720  
Boise, Idaho 83720-0031

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



I hereby certify that the foregoing instrument is a true and correct copy of the original as the same appears in this office.

DATED: 6-16-05

G. NOEL HALES, Clerk of the District Court  
By T. Crawford Deputy

T. Crawford  
Deputy Clerk