FAYE CHEN BARNOUW, CA Bar No. 168631 1 MARICELA SEGURA, CA Bar No. 225999 fbarnouw@ftc.gov; msegura@ftc.gov 2 Federal Trade Commission 10990 Wilshire Blvd., Ste. 400 3 Los Angeles, CA 90024 Tel: (310) 824-4300 4 Fax: (310) 824-4380 5 Attorneys for the Plaintiff Federal Trade Commission 6 7 8 UNITED STATES DISTRICT COURT CENTRAL DISTRICT OF CALIFORNIA 9 10 FEDERAL TRADE COMMISSION, Case No. 2:14-cv-05099-JFW-MRWx 11 Plaintiff, STIPULATION FOR ORDER FOR 12 PERMANENT INJUNCTION AND V. OTHER EOUITABLE RELIEF 13 AGAINST DEFENDANTS FRASER MDK MEDIA INC., et al., ROBERT THOMPSON AND 14 Defendants. OCEAN TACTICS, LLC 15 16 17 18 Plaintiff, the Federal Trade Commission ("Commission" or "FTC"), filed its 19 First Amended Complaint for Permanent Injunction and Other Equitable Relief for 20 a permanent injunction, and other equitable relief in this matter, pursuant to 21 Section 13(b) of the Federal Trade Commission Act ("FTC Act"), 15 U.S.C. 22 § 53(b). 23 The Commission and Defendants Fraser Robert Thompson and Ocean 24 Tactics, LLC ("Settling Defendants") stipulate to the entry of the accompanying 25 "Stipulated Order for Permanent Injunction and Other Equitable Relief Against 26 Defendants Fraser Robert Thompson and Ocean Tactics, LLC" ("Order") with the 27 terms set forth below.

FINDINGS

1. This Court has jurisdiction over this matter.

- 2. The First Amended Complaint charges that Defendants participated in deceptive and unfair acts or practices in violation of Section 5 of the FTC Act, 15 U.S.C. § 45, in a scheme to place unauthorized charges on consumers' mobile telephone bills, a practice known as "cramming."
- 3. Settling Defendants neither admit nor deny any of the allegations in the First Amended Complaint, except as specifically stated in this Order. Only for purposes of this action, Settling Defendants admit the facts necessary to establish jurisdiction.
- 4. Settling Defendants waive and release any claims that they may have against Plaintiff, the Commission, and their agents that relate to this action. Settling Defendants waive any claim that they may have under the Equal Access to Justice Act, 28 U.S.C. § 2412, concerning the prosecution of this action through the date of this Order, and agree to bear their own costs and attorney fees.
- 5. Settling Defendants waive all rights to appeal or otherwise challenge or contest the validity of this Order.

DEFINITIONS

For the purpose of this Order, the following definitions apply:

- A. "**Settling Defendants**" means the Individual Settling Defendant and the Corporate Settling Defendant, individually, collectively, or in any combination.
 - 1. "Corporate Settling Defendant" means Ocean Tactics, LLC, and its dba's, successors, and assigns.
 - 2. "Individual Defendant" means Fraser Robert Thompson.
- B. "**Person**" means any individual, group, unincorporated association, limited general partnership, corporation, or other business entity.

officers, agents, employees, and attorneys, and all other persons in active concert

Commission representative may designate, without the service of a subpoena.

VI. ORDER ACKNOWLEDGMENTS

IT IS FURTHER ORDERED that Settling Defendants obtain acknowledgments of receipt of this Order:

- A. Each Settling Defendant, within 7 days of entry of this Order, must submit to the Commission an acknowledgment of receipt of this Order sworn under penalty of perjury.
- B. For 3 years after entry of this Order, each Individual Settling Defendant for any business involved with placing charges on phone bills that such Defendant, individually or collectively with any other Defendants, is the majority owner or controls directly or indirectly, and each Corporate Settling Defendant, must deliver a copy of this Order to: (1) all principals, officers, directors, and LLC managers and members; (2) all employees having managerial responsibilities for

1. Each Settling Defendant must: (a) identify the primary physical, postal, and email address and telephone number, as designated points of contact, which representatives of the Commission may use to communicate with

any subsidiary, parent, or affiliate that engages in any acts or practices subject to this Order.

2. Additionally, each Individual Settling Defendant must report any change in: (a) name, including aliases or fictitious name, or residence address; or (b) title or role in any business activity, including any business for which such

