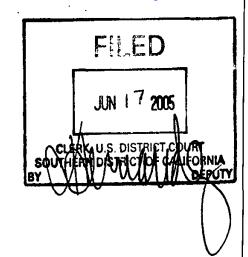
Case 3:05-cv-01217-BEN-BLM Document 2 Filed 06/17/05 Page 2 of 24

1 MATTHEW DAYNARD RONA KELNER Attorneys for the Plaintiff 2 Federal Trade Commission 3 600 Pennsylvania Avenue, N.W. Washington, D.C. 20580 4 (202) 326-3291 - MD (202) 326-2752 - RK 5 (202) 326-2559 - fax 6 JOHN D. JACOBS Cal. Bar. No.134154 7 10877 Wilshire Boulevard Suite 700 8 Los Angeles, California 90024 (310) 824-4360 (310) 824-4380 - fax 10 11 12 FEDERAL TRADE COMMISSION, 13 14 Plaintiff, 15 ٧. FIBERTHIN, LLC, 16 OBESITY RESEARCH INSTITUTE, LLC, 17 HENNY DEN UIJL, BRYAN CORLETT,



IN THE UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF CALIFORNIA

'05 CV 1217 Case No

BEN (BLM)

STIPULATED FINAL JUDGMENT AND ORDER FOR PERMANENT INJUNCTION, MONETARY AND OTHER EQUITABLE RELIEF

Plaintiff, the Federal Trade Commission ("FTC" or "Commission") filed a Complaint for Permanent Injunction and Other Equitable Relief ("Complaint") against Defendants FiberThin, LLC, Obesity Research Institute, LLC, Henny den Uijl, Bryan Corlett, James Ayres, and Dr. Jonathan M. Kelley (collectively, "Defendants") pursuant to Section 13(b) of the Federal Trade Commission Act ("FTC Act"), 15 U.S.C. § 53(b). Defendants have denied, and do not admit liability for, the allegations in the Complaint, except jurisdictional facts, but agree to the entry of the following Stipulated Final Order for Permanent Injunction, Monetary and Other Equitable

Defendants.

ENTERED ON



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JAMES AYRES, and

DR. JONATHAN M. KELLEY,

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Relief ("Order"). The Court, being advised in the premises, finds as follows:

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FINDINGS

- 1. In its Complaint, the Commission alleged that the Defendants violated Sections 5(a) and 12 of the FTC Act, 15 U.S.C. §§ 45(a) and 52. The Commission sought permanent injunctive relief for alleged deceptive acts or practices by the Defendants in connection with the marketing and sale of dietary supplements, FiberThin, MetaboUp, Propolene, and Excelerene.
- 2. This Court has jurisdiction over the subject matter of this case and jurisdiction over all parties. Venue in the Southern District of California is proper.
- 3. The Complaint states a claim upon which relief can be granted, and the Commission has the authority to seek the relief it has requested.
- 4. The acts and practices of Defendants were and are in or affecting commerce, as defined in Section 4 of the FTC Act, 15 U.S.C. § 44.
- 5. Defendants waive all rights to seek judicial review or otherwise challenge or contest the validity of this Order. Defendants also waive any claims that they may have held under the Equal Access to Justice Act, 28 U.S.C. § 2412, concerning the prosecution of this action to the date of this Order.
- 6. The action and the relief awarded herein are in addition to, and not in lieu of, other remedies as may be provided by law.
- 7. Pursuant to Federal Rule of Civil Procedure 65(d), the provisions of this Order are binding upon Defendants, and their officers, agents, servants, representatives, employees, and all other persons or entities in active concert or participation with them, who receive actual notice of this Order by personal service or otherwise.
- 8. Nothing in this Order obviates Defendants' obligation to comply with Sections 5 and 12 of the Federal Trade Commission Act, 15 U.S.C. §§ 45, 52.
- 9. This Order was drafted jointly by plaintiff and Defendants and reflects the negotiated agreement of the parties.
- 10. The paragraphs of this Order shall be read as the necessary requirements for compliance and not as alternatives for compliance and no paragraph serves to modify another paragraph

unless expressly so stated.

- 11. Each party shall bear its own costs and attorneys' fees.
- 12. Entry of this Order is in the public interest.

ORDER

DEFINITIONS

For purposes of this order, the following definitions shall apply:

- 1. Unless otherwise specified, "Defendants" shall mean:
 - A. FiberThin, LLC ("FiberThin"), a limited liability company, its divisions and subsidiaries, its successors and assigns;
 - B. Obesity Research Institute, LLC ("Obesity Research Institute"), a limited liability company, its divisions and subsidiaries, its successors and assigns;
 - C. Henny den Uijl, individually and in his capacity as a Managing Member and owner of FiberThin and Obesity Research Institute;
 - D. Bryan Corlett, individually and in his capacity as a Managing Member and owner of FiberThin and Obesity Research Institute;
 - E. James Ayres; and
 - F. Dr. Jonathan M. Kelley.
- 2. "Competent and reliable scientific evidence" shall mean tests, analyses, research, studies, or other evidence based on the expertise of professionals in the relevant area, that has been conducted and evaluated in an objective manner by persons qualified to do so, using procedures generally accepted in the profession to yield accurate and reliable results.
- 3. "Weight loss product" shall mean any product, program, or service designed, used, or purported to produce weight loss, reduction or elimination of fat, slimming, or caloric deficit, or to prevent weight gain, in a user of the product, program, or service.
- 4. "Substantially similar product" shall mean any product that contains one or more of the following active ingredients: glucomannan, propol, konjac, konjac root, chromium, green tea, guarana seed, oolong tea, kola nut, bitter orange, cayenne, platycodon grandiflorum, or any

extracts of these ingredients.

- 5. "Food," "drug," and "device" shall mean as "food," "drug," and "device" are defined in Section 15 of the Federal Trade Commission Act, 15 U.S.C. § 55.
- 6. "Covered product or service" shall mean any weight loss product, dietary supplement, food, drug, or device.
- 7. "Commerce" shall mean as defined in Section 4 of the Federal Trade Commission Act, 15 U.S.C. § 44.
- 8. "Endorsement" shall mean as defined in 16 C.F.R. § 255.0(b).
- 9. The term "including" in this Order shall mean "without limitation."
- 10. The terms "and" and "or" in this Order shall be construed conjunctively or disjunctively as necessary to make the applicable phrase or sentence inclusive rather than exclusive.

CONDUCT PROHIBITIONS

I.

IT IS HEREBY ORDERED that Defendants, directly or through any corporation, partnership, subsidiary, division, trade name, or other device, and their officers, agents, servants, representatives, employees, and all persons or entities in active concert or participation with them who receive actual notice of this Order, by personal service or otherwise, in connection with the manufacturing, labeling, advertising, promotion, offering for sale, sale, or distribution of FiberThin, MetaboUp, Propolene, Excelerene, or any substantially similar product, are hereby permanently restrained and enjoined from making any representation, in any manner, expressly or by implication, including through the use of a trade name or endorsement, that any such product:

- A. Causes rapid or substantial weight loss without the need to reduce caloric intake or increase physical activity;
- B. Enables users to lose as much as 8 pounds or more per month without the need to reduce caloric intake or increase exercise;
- C. Works for all users; or

D. Causes substantial weight loss through blocking the absorption of fat or calories.

II.

IT IS FURTHER ORDERED that Defendants, directly or through any corporation, partnership, subsidiary, division, trade name, or other device, and their officers, agents, servants, representatives, employees, and all persons or entities in active concert or participation with them who receive actual notice of this Order, by personal service or otherwise, in connection with the manufacturing, labeling, advertising, promotion, offering for sale, sale, or distribution of FiberThin, MetaboUp, Propolene, Excelerene, or any other covered product or service, are hereby permanently restrained and enjoined from making any representation, in any manner, expressly or by implication, including through the use of a trade name or endorsement:

- A. That such product or service causes weight loss;
- B. That such product or service enables users to lose weight or fat, or any specific amount of weight or fat, without the need to reduce caloric intake or increase physical activity;
- C. That such product or service blocks the absorption of fat or calories or increases metabolism; or
- D. About the health-related benefits, performance, efficacy, safety, or side effects of such product or service,

unless the representation is true, non-misleading, and, at the time it is made, Defendants possess and rely upon competent and reliable scientific evidence that substantiates the representation. *Provided, that,* in addition, for any representation made as an expert endorser, Defendants Ayres and Kelley must possess and rely upon competent and reliable scientific evidence, and an actual exercise of each of their represented expertise, in the form of an examination or testing of the product or service at least as extensive as an expert in the field would normally conduct in order to support any conclusions presented in their representation.

Representations Regarding Tests or Studies

III.

IT IS FURTHER ORDERED that Defendants, directly or through any partnership, corporation, subsidiary, division, trade name, or other device, and their officers, agents, servants, representatives, employees, and all persons or entities in active concert or participation with them who receive actual notice of this Order, by personal service or otherwise, in connection with the manufacturing, labeling, advertising, promotion, offering for sale, sale, or distribution of any covered product or service, in or affecting commerce, shall not misrepresent, in any manner, directly or by implication, the existence, contents, validity, results, conclusions, or interpretations of any test or study.

FDA Approved Claims

IV.

IT IS FURTHER ORDERED that:

- A. Nothing in this Order shall prohibit Defendants from making any representation for any drug that is permitted in labeling for such drug under any tentative final or final standard promulgated by the Food and Drug Administration, or under any new drug application approved by the Food and Drug Administration; and
- B. Nothing in this Order shall prohibit Defendants from making any representation for any product that is specifically permitted in labeling for such product by regulations promulgated by the Food and Drug Administration pursuant to the Nutrition Labeling and Education Act of 1990.
- C. Nothing in this order shall prohibit Defendants from making any representation for any device that is permitted in labeling for such device under any new medical device application approved by the Food and Drug Administration.

Monetary Judgment and Consumer Redress

V.

IT IS FURTHER ORDERED that

- A. Judgment is hereby entered against Defendants FiberThin, Obesity Research
 Institute, Henny Den Uijl, and Bryan Corlett, jointly and severally, in the amount
 of ONE MILLION AND FIVE HUNDRED THOUSAND DOLLARS
 (\$1,500,000) for consumer redress, which amount shall be paid to the Federal
 Trade Commission within ten (10) days after the date of entry of this Order by
 wire transfer in accord with directions provided by the Commission not later than
 five (5) days after the date of entry of this Order.
- B. All funds paid pursuant to this Order shall be deposited into an account administered by the Commission or its agent to be used for equitable relief, including but not limited to consumer redress, and any attendant expenses for the administration of such equitable relief. In the event that direct redress to consumers is wholly or partially impracticable or funds remain after redress is completed, the Commission may apply any remaining funds for such other equitable relief (including consumer information remedies) as it determines to be reasonably related to the Defendants' practices alleged in the complaint. Any funds not used for such equitable relief shall be deposited to the United States Treasury as disgorgement. Defendants shall have no right to challenge the Commission's choice of remedies under this Paragraph. Defendants shall have no right to contest the manner of distribution chosen by the Commission. No portion of any payments under the judgment herein shall be deemed a payment of any fine, penalty, or punitive assessment.
- C. Defendants relinquish all dominion, control and title to the funds paid into the account established pursuant to this Order, and all legal and equitable title to the funds shall vest in the Treasurer of the United States unless and until such funds are disbursed to consumers. Defendants shall make no claim to or demand for the

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return of the funds, directly or indirectly, through counsel or otherwise; and in the event of bankruptcy of any Defendant, Defendants acknowledge that the funds are not part of the debtor's estate, nor does the estate have any claim or interest therein.

D. Proceedings instituted under this Paragraph are in addition to, and not in lieu of, any other civil or criminal remedies that may be provided by law, including any other proceedings the Commission may initiate to enforce this Order.

Right to Reopen

VI.

IT IS FURTHER ORDERED that the Commission's agreement to this Monetary Judgment is expressly premised on the truthfulness, accuracy, and completeness of the financial statements submitted to the Commission by Defendants dated September 21, October 12, October 22, and October 26, 2004, and January 4 and January 5, 2005. Such financial statements contain material information upon which the Commission relied in negotiating and agreeing to this Monetary Judgment. If, upon motion by the Commission, the Court finds that such financial statement of any such Defendant contains any material misrepresentation or omission, the Court shall enter judgment for consumer redress against such Defendant in favor of the Commission in the amount of Forty-One Million Dollars (\$41,000,000), which Defendants stipulate is the amount of gross sales of FiberThin, MetaboUp, Propolene, and Excelerene prior to entry of this Order. The judgment shall become immediately due and payable by such Defendant, and interest computed at the rate prescribed under 28 U.S.C. § 1961, as amended, shall immediately begin to accrue on the unpaid balance; provided, however, that in all other respects this Order shall remain in full force and effect unless otherwise ordered by the Court; and, provided further, that proceedings instituted under this provision would be in addition to, and not in lieu of, any other civil or criminal remedies as may be provided by law, including but not limited to contempt proceedings, or any other proceedings that the Commission or the United States may initiate to enforce this Order. For purposes of this Section, and any subsequent proceedings to enforce

payment, including but not limited to a non-dischargeability complaint filed in a bankruptcy proceeding, Defendants agree not to contest any of the allegations in the Commission's Complaint.

Consumer Lists

VII.

IT IS FURTHER ORDERED that:

- A. Defendants FiberThin, Obesity Research Institute, Henny den Uijl, and Bryan Corlett shall within seven (7) calendar days after service of this Order upon Defendants, deliver to the Commission a searchable electronic file of all consumers who purchased FiberThin, MetaboUp, Propolene, and/or Excelerene on or after January 1, 2002 through the date of entry of this Order. Such file shall include each consumer's name and address, the product(s) purchased, the quantity and the amount paid, including shipping and handling charges, and if available, the consumer's telephone number and email address.
- B. Defendants FiberThin, Obesity Research Institute, Henny den Uijl, and Bryan Corlett, and their officers, agents, servants, employees, and attorneys and all other persons or entities who receive actual notice of this Order by personal service or otherwise, are permanently restrained and enjoined from selling, renting, leasing, transferring, or otherwise disclosing the name, address, telephone number, credit card number, bank account number, e-mail address, or other identifying information of any person who paid any money at any time prior to entry of this Order, in connection with the purchase of FiberThin, MetaboUp, Propolene, or Excelerene. *Provided, however*, that Defendants FiberThin, Obesity Research Institute, Henny den Uijl, and Bryan Corlett may disclose such identifying information as required in Subparagraph A above, to any law enforcement agency, or as required by any law, regulation, or court order.

Acknowledgment and Receipt of Order

VIII.

IT IS FURTHER ORDERED that within five (5) business days of receipt of this Order as entered by the Court, each Defendant shall execute and submit to the Commission a truthful sworn statement, in the form shown as Attachment A, acknowledging receipt of this Order.

Distribution of Order

IX.

IT IS FURTHER ORDERED that, for a period of five (5) years from the date of entry of this Order, Defendants shall deliver copies of the Order as directed below:

- A. Corporate Defendants: Defendants FiberThin and Obesity Research Institute must deliver a copy of this Order to all principals, officers, directors, and managers. These corporate Defendants also must deliver copies of this Order to all of their employees, agents, representatives, consultants, independent contractors, or other persons who have responsibilities with respect to the subject matter of this Order. For current personnel, delivery shall be within five (5) days of service of this Order upon Defendants. For new personnel, delivery shall occur prior to them assuming their position or responsibilities.
- B. Individual Defendants as Control Person: For any business engaged in conduct related to the subject matter of this Order that Defendants Henny den Uijl or Bryan Corlett controls, directly or indirectly, or in which such Defendant has a majority ownership interest, the Defendant must deliver a copy of this Order to all principals, officers, directors, and managers of that business. Defendants Henny den Uijl and Bryan Corlett also must deliver copies of this Order to all employees, agents, and representatives of that business who engage in conduct related to the subject matter of this Order. For current personnel, delivery shall be within five (5) days of service of this Order upon Defendant. For new personnel, delivery shall occur prior to them assuming their position or responsibilities.

- C. Individual Defendants as Employee or Non-Control Person: For any business where Defendants Henny den Uijl or Bryan Corlett is not a controlling person of the business but otherwise engages in conduct related to the subject matter of this Order, the Defendant must deliver a copy of this Order to all principals and managers of such business before engaging in such conduct.
- D. Defendants FiberThin, Obesity Research Institute, Henny den Uijl, and Bryan Corlett must secure a signed and dated statement acknowledging receipt of the Order, within thirty (30) days of delivery, from all persons receiving a copy of the Order pursuant to this Paragraph.

Compliance Reporting

X.

IT IS FURTHER ORDERED that, in order that compliance with the provisions of this Order may be monitored:

- A. For a period of five (5) years from the date of entry of this Order,
 - Individual Defendants Henny den Uijl, Bryan Corlett, James Ayres, and
 Dr. Jonathan M. Kelley each shall notify the Commission of the following:
 - Any changes in residence, mailing addresses, and telephone numbers of the Individual Defendant, within ten (10) days of such change;
 - b. Any changes in employment status (including self-employment) of the Individual Defendant, and any change in the Individual Defendant's ownership in any business entity, within ten (10) days of such change. Such notice shall include the name and address of each business that the Individual Defendant is affiliated with, employed by, creates or forms, or performs services for; a statement of the nature of the business; and a statement of the

- Individual Defendant's duties and responsibilities in connection with the business or employment; and
- c. Any changes in the Individual Defendant's name or use of any aliases or fictitious names; and
- Individual Defendants Henny den Uijl and Bryan Corlett and Corporate 2. Defendants FiberThin and Obesity Research Institute shall notify the Commission of any changes in corporate structure of the Corporate Defendant(s) or any business entity that an Individual Defendant(s) directly or indirectly control(s), or has an ownership interest in, that may affect compliance obligations arising under this Order, including but not limited to a dissolution, assignment, sale, merger, or other action that would result in the emergence of a successor entity; the creation or dissolution of a subsidiary, parent, or affiliate that engages in any acts or practices subject to this Order; the filing of a bankruptcy petition; or a change in the corporate name or address, at least thirty (30) days prior to such change, provided that, with respect to any proposed change in the corporation about which the Defendant(s) learns less than thirty (30) days prior to the date such action is to take place, the Defendant(s) shall notify the Commission as soon as is practicable after obtaining such knowledge.
- B. Sixty (60) days after the date of entry of this Order, Defendants FiberThin, Obesity Research Institute, Henny den Uijl, Bryan Corlett, James Ayres, and Dr. Jonathan M. Kelley each shall provide a written report to the Commission, sworn to under penalty of perjury, setting forth in detail the manner and form in which they have complied and are complying with this Order. This report shall include, but not be limited to:
 - 1. For each Individual Defendant:
 - a. The then-current residence addresses, mailing addresses, and telephone numbers of the Individual Defendant;

- b. The then-current employment and business addresses and telephone numbers of the Individual Defendant; a description of the business activities of each such employer or business, and the title and responsibilities of the Individual Defendant, for each such employer or business; and
- c. Any other changes required to be reported under Subparagraph A of this Section.
- 2. For Defendants FiberThin, Obesity Research Institute, Henny den Uijl, and Bryan Corlett:
 - a. A copy of each acknowledgment of receipt of this Order obtained pursuant to Paragraph VIII;
 - b. A statement describing the manner in which Defendant has complied and is complying with Paragraphs I through III, including identification of all products that they advertise or sell, and copies of all their current advertising; and
 - c. Any other changes required to be reported under Subparagraph A of this Section.
- 3. For Defendants Ayres and Kelley:
 - a. A statement describing the manner in which Defendant has complied and is complying with Paragraphs I through III; and
 - b. Any other changes required to be reported under Subparagraph A of this Section.
- C. For the purposes of this Order, Defendants shall, unless otherwise directed by the Commission's authorized representatives, mail all written notifications to the Commission to:

Associate Director for Advertising Practices
Federal Trade Commission
600 Pennsylvania Ave., NW, Washington, DC 20580
Attn: FTC v. FiberThin, LLC, et al., (S.D. Cal.)
Civil Action No.

D. For purposes of the compliance reporting and monitoring required by this Order, the Commission is authorized to communicate directly with Defendants.

Defendants may have counsel present.

Compliance Monitoring

XI.

IT IS FURTHER ORDERED that, for the purpose of monitoring and investigating compliance with any provision of this Order,

- A. Within ten (10) days of receipt of written notice from a representative of the Commission, Defendants FiberThin, Obesity Research Institute, Henny den Uijl, Bryan Corlett, James Ayres, and Dr. Jonathan M. Kelley each shall submit additional written reports, sworn to under penalty of perjury; produce documents for inspection and copying; appear for deposition; and/or provide entry during normal business hours to any business location in such Defendant's possession or direct or indirect control to inspect the business operation;
- B. In addition, the Commission is authorized to monitor compliance with this Order by all other lawful means, including but not limited to the following:
 - obtaining discovery from any person, without further leave of court, using the procedures prescribed by Fed. R. Civ. P. 30, 31, 33, 34, 36, and 45; and
 - posing as consumers and suppliers to: FiberThin, Obesity Research
 Institute, Henny den Uijl, and Bryan Corlett, their employees, or any other entity that they manage or control in whole or in part, without the necessity of identification or prior notice; and
 - 3. Defendants FiberThin, Obesity Research Institute, Henny den Uijl, and Bryan Corlett shall permit representatives of the Commission to interview any employer, consultant, independent contractor, representative, agent, or employee who has agreed to such an interview, relating in any way to any

conduct subject to this Order. The person interviewed may have counsel present.

Provided however, that nothing in this Order shall limit the Commission's lawful use of compulsory process, pursuant to Sections 9 and 20 of the FTC Act, 15 U.S.C. §§ 49, 57b-1, to obtain any documentary material, tangible things, testimony, or information relevant to unfair or deceptive acts or practices in or affecting commerce (within the meaning of 15 U.S.C. § 45(a)(1)).

Record Keeping Provisions

XII.

IT IS FURTHER ORDERED that:

- A. For a period of six (6) years from the date of entry of this Order, in connection with any business involved in the advertising, marketing, promotion, offer for sale, distribution, or sale of any covered product or service operated by Defendants FiberThin, Obesity Research Institute, Henny den Uijl, and/or Bryan Corlett, or where any such Defendant is a majority owner of the business or directly or indirectly manages or controls such a business, such Defendant(s) and their agents, employees, officers, corporations, successors, and assigns, and those persons in active concert or participation with them who receive actual notice of this Order by personal service or otherwise, are hereby restrained and enjoined from failing to create and retain the following records:
 - Accounting records that reflect the cost of goods or services sold, revenues generated, and the disbursement of such revenues;
 - Personnel records accurately reflecting: the name, address, and telephone number of each person employed in any capacity by such business, including as an independent contractor; that person's job title or position; the date upon which the person commenced work; and the date and reason for the person's termination, if applicable;

- Customer files containing the names, addresses, phone numbers, dollar amounts paid, quantity of items or services purchased, and description of items or services purchased, to the extent such information is obtained in the ordinary course of business;
- 4. Complaints and refund requests (whether received directly, indirectly or through any third party), including but not limited to reports of adverse incidents claimed to be associated with the use of any covered product or service, and any responses to those complaints or requests;
- 5. Copies of all advertisements, promotional materials, sales scripts, training materials, Websites, or other marketing materials utilized in the advertising, marketing, promotion, offering for sale, sale, or distribution of any covered product or service;
- 6. All materials that were relied upon in making any representations contained in the materials identified in Subparagraph A(5) of this Paragraph, including all documents evidencing or referring to the accuracy of any claim therein or to the efficacy of any covered product or service, including, but not limited to, all tests, reports, studies, demonstrations, or other evidence that confirm, contradict, qualify, or call into question the accuracy or efficacy of each such product or service;
- 7. Records accurately reflecting the name, address, and telephone number of each manufacturer or laboratory engaged in the development or creation of any testing obtained for the purpose of manufacturing, labeling, advertising, marketing, promoting, offering for sale, selling, or distributing any covered product or service;
- Copies of all contracts concerning the manufacturing, labeling, advertising, marketing, promotion, offering for sale, sale, or distribution of any covered product or service; and
- 9. All records and documents necessary to demonstrate full compliance with

each provision of the Order, including but not limited to, copies of acknowledgments of receipt of this Order and all reports submitted to the FTC pursuant to this Order;

- B. For a period of six (6) years from the date of entry of this Order, in connection with the advertising, marketing, promotion, offer for sale, distribution, or sale of any covered product or service endorsed by Defendants Ayres and/or Kelley, such Defendant(s), and those persons in active concert or participation with them who receive actual notice of this Order by personal service or otherwise, are hereby restrained and enjoined from failing to create and retain the following records:
 - Copies of all advertisements, promotional materials, sales scripts, training materials, Websites, or other marketing materials utilized in the advertising, marketing, promotion, offering for sale, sale, or distribution of any covered product or service and in which Defendants Ayres or Kelley appear as an endorser of any covered product or service;
 - 2. All materials that were relied upon by Defendants Ayers or Kelley in making any representations contained in the materials identified in Subparagraph B(1) of this Paragraph, including all documents evidencing or referring to the accuracy of any claim therein or to the efficacy of any covered product or service, including, but not limited to, all tests, reports, studies, demonstrations, or other evidence that confirm, contradict, qualify, or call into question the accuracy or efficacy of each such product or service;
 - Copies of all contracts or agreements concerning, referring, or relating to the endorsement of any covered product or service; and
 - 4. All records and documents necessary to demonstrate full compliance with each provision of the Order, including but not limited to, all reports submitted to the FTC pursuant to this Order.

Retention of Jurisdiction 1 XIII. 2 IT IS FURTHER ORDERED that this Court shall retain jurisdiction of this matter for 3 purposes of construction, modification, and enforcement of this Order. 4 SO STIPULATED. 5 6 FiberThin, LLC by: HENNY DEN UIJ RONA KELNER 600 Pennsylvania Avenue, N.W. Rooms NJ-3213, NJ 3255 Washington, D.C. 20580 Attorneys for Plaintiffs Tel.: (202) 326-2125, -2162 OBESITY RESEARCH INST 10 by: HENNY DEN UIJL & Fax: (202) 326-3259 11 HENNY DEN UIJL, individually and as an 12 officer or director of Fiber Phin, LLC and Obesity Research Institute, LLC 13 Local Counsel: 14 BRYAN CORLETT, individually and as an JOHN D. JACOBS 15 Cal. Bar No. 134154 officer or director of FiberThin, LLC and 10877 Wilshire Boulevard Obesity Research Institute, LLC ló Suite 700 Los Angeles, California 90024 (310) 824-4360 17 2002 4TH Street, Suite 109 Santa Monica, CA 90405 18 (310) 824-4380 - fax Attorney for Defendants FiberThin, Obesity Research Institute, Henny den Uijl, Bryan Corlett, James Ayers, and Dr. Jonathan M. Kelley 19 20 Tel.: (310) 314-4025 Fax: (310) 314-4026 21 22 JAMES AYRES 23 JONATHAN M. KELLEY, M.D. 24 IT SO ORDERED: 25 DATED: 26 JUDGE OF THE DISTRICT COURT 27 28

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Fax: (310) 314-4026 20 21 22 JAMES AYRES 23 JONATHAN M. KELLEY, M.D. 24 IT SO ORDERED: 25 DATED: 26 JUDGE OF THE DISTRICT COURT 27 28

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7	MATTHEW DAYNARD FiberThin, LLC
8	RONA KELNER by: HENNY DEN UIJL 600 Pennsylvania Avenue, N.W.
9	Rooms NJ-3213, NJ 3255 Washington, D.C. 20580
10	Attorneys for Plaintiffs OBESITY RESEARCH INSTITUTE, LLC Tel.: (202) 326-2125, -2162 by: HENNY DEN UIL
וו	Fax: (202) 326-3259
12	HENNY DEN UUL, individually and as an officer or director of FiberThin, LLC and
13	Obesity Research Institute, LLĆ
14	Local Counsel: Innibit of carried and an efficiency and and analysis of the carried and an efficiency of the carried and an efficie
15	I JOHN D. JACOBS BRYAN CORLETT, individually and as an
ľ6 ₁	Cal. Bar No. 134154 — Charles of Conference of Conference of Fiber Thin, LLC and 10877 Wilshire Boulevard Quesity Research Institute; LLC and Conference of
17.	Los Angeles, California 90024 William J. Maham
18	(310) 824-4360 WILDAM I. ROTHBARD (310) 824-4380 - fax 2002 4 TH Street, Suite 109
19	Santa Monica, CA 90405 Attorney for Defendants FiberThin, Obesity
ļ	Research Institute, Henny den Uijl, Bryan Corlett, James Ayers, and Dr. Jonathan M. Kolley
20	Tel.: (310) 314-4025
21	Fax: (310) 314-4026
22	JAMES AYRES
23	Josephan M. Kelley 10
24	ONATHAN M. KELLEY, M.D.
25	IT SO ORDERED:
26	DATED: 6/17/ JUDGE OF THE DISTRICT COURT
27	11/05
28	

1 ATTACHMENT A 2 3 IN THE UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF CALIFORNIA 4 5 FEDERAL TRADE COMMISSION, 6 Plaintiff, 7 V. Case No. ٠ 8 FiberThin, LLC, OBESITÝ RESÉARCH INSTITUTE, LLC, HENNY DEN UIJL, BRYAN CORLETT, JAMES AYRES, and 10 DR. JONATHAN M. KELLEY, Judge 11 Defendants. 12 AFFIDAVIT OF DEFENDANT 13 14 , being duly sworn, hereby states and affirms: My name is ______ My current residence address is 15 . I am a citizen of the United 16 17 States and am over the age of eighteen. I have personal knowledge of the facts set forth in this 18 Affidavit. 19 2. I am a defendant in FTC v. FiberThin, LLC, et al. (United States District Court for 20 the Southern District of California.) On (date) , 2005 I received a copy of the Stipulated Final 21 3. 22 Judgment and Order for Permanent Injunction, Monetary and Other Equitable Relief, which was signed by the Honorable ______, United States District Court Judge for the 23 Southern District of California. A true and correct copy of the Order I received is appended to 24 this Affidavit. 25 26 27 I declare under penalty of perjury under the laws of the United States that the foregoing is 28 true and correct. Executed on [date], at [city and state]. 19

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1	
2	(Defendant's full name)
3	STATE OFCOUNTY OF
4	BEFORE ME this day personally appeared, who being first duly
5	BEFORE ME this day personally appeared, who being first duly sworn, deposes and says that s/he has read and understands the foregoing statement and that s/he has executed the same for the purposes contained therein. SUBSCRIBED AND SWORN TO before me this day of, 2005 by
6	SUBSCRIBED AND SWORN TO before me this day of, 2005 by S/he is personally known to me or has presented (state identification) as identification.
7	
8	(print name) NOTARY PUBLIC
9	Commission Number Affix Seal
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