

1997V03183

KAM

UNITED STATES DISTRICT COURT  
DISTRICT OF NEW JERSEY

FEDERAL TRADE COMMISSION,	)
	)
Plaintiff,	)
	)
v.	)
	)
NATIONAL INVENTION SERVICES, INC.,	)
a corporation ("NISI")	)
	)
and	)
	)
JOHN F. LEE,	)
individually,	)
	)
Defendants	)
	)

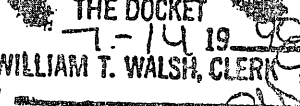
CIVIL ACTION NO.  
97-3459 (MTB)

<b>ORIGINAL FILED</b>
<b>JUL 14 1998</b>
<b>WILLIAM T. WALSH, CLERK</b>

STIPULATED ORDER FOR PERMANENT INJUNCTION AND FINAL RELIEF  
REGARDING DEFENDANTS NATIONAL INVENTION SERVICES, INC. ("NISI"),  
AND JOHN F. LEE.

On July 14, 1997, plaintiff Federal Trade Commission ("Commission" or "FTC"), commenced this action by filing its complaint against defendants National Invention Services, Inc. ("NISI"), and John F. Lee ("Lee") (collectively, the "defendants"). The complaint alleges that the defendants engaged in unfair or deceptive acts or practices in violation of Section 5 of the Federal Trade Commission Act ("FTC Act"), 15 U.S.C. § 45, and seeks a permanent injunction and monetary relief pursuant to Section 13(b) of the FTC Act.

The Commission and defendants NISI and Lee have agreed to the settlement of this action upon the following terms and conditions, without adjudication of any issue of fact or law, and

**ENTERED**  
on  
THE DOCKET  
on 7-14-98  
WILLIAM T. WALSH, CLERK  
By   
(Deputy Clerk)

without the defendants admitting liability or wrong doing for the offenses alleged in the Complaint.

Being advised of the premises, the Court accordingly finds:

1. This Court has jurisdiction over the subject matter of this case and has jurisdiction over defendants NISI and Lee.

Venue in the District of New Jersey is proper;

2. The Commission has the authority under Section 13(b) of the FTC Act, 15 U.S.C. § 53(b), to seek the relief it has requested;

3. The Complaint states a claim upon which injunctive relief may be granted against defendants NISI and Lee under Sections 5(a) and 13(b) of the FTC Act, 15 U.S.C. §§ 45(a) and 53(b). The Complaint seeks both permanent injunctive relief and consumer redress for alleged unfair or deceptive acts or practices by the defendants in connection with offering consumers, in exchange for service fees, research, patenting, marketing and/or invention promotion services;

4. The activities of the defendants are in or affecting commerce, as defined in Section 4 of the FTC Act, 15 U.S.C. § 44;

5. Defendants NISI and Lee have agreed to waive all rights to seek judicial review or otherwise challenge or contest the validity of this Final Order. Defendants also have agreed to waive any claim 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 the entry of this Final Order;

6. Except as herein provided, this action and the relief awarded herein are in addition to, and not in lieu of, other remedies as may be provided by law; and

7. Entry of this Final Order is in the public interest and the interest of defendants NISI and Lee.

IT IS THEREFORE ORDERED, ADJUDGED AND DECREED as follows:

#### DEFINITIONS

For purposes of this Final Order, the following definitions shall apply:

(A) "Defendants" shall refer to: (1) NISI; (2) Lee; and (3) any combination of the foregoing.

(B) "Invention promotion services" shall refer to any business activity that purports to assist inventors in promoting, marketing, commercializing, evaluating or patenting their invention ideas.

#### PROHIBITION AGAINST MISREPRESENTATIONS

##### I.

(A) IT IS HEREBY ORDERED that defendants, and their officers, agents, servants, employees, attorneys (excepting any patent attorney who contracts with defendants' customers to do patent work for those customers who are not in active concert or participation with defendants), corporations, subsidiaries, successors, assigns, and independent contractors, and those

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 advertising, promotion, offer for sale, or sale of defendants' invention promotion services, are hereby permanently restrained and enjoined from making or assisting others in making, directly or by implication, any material false representation or material omission, including, but not limited to:

- (1) Falsely representing, directly or by implication, the likelihood that defendants' invention promotion services will result in financial gain for any customer;
- (2) Falsely representing, directly or by implication, defendants' past success in assisting their customers to market their invention ideas or products;
- (3) Falsely representing, directly or by implication, that defendants assess or evaluate the market potential, patentability, technical feasibility, or merit of ideas submitted by any customer;
- (4) Falsely representing, directly or by implication, that defendants make money from royalties generated by defendants' customers;
- (5) Falsely representing, directly or by implication, the amount of royalties received by defendants' customers;
- (6) Falsely representing, directly or by implication, that the Federal Trade Commission has endorsed, authorized, or

approved the sales materials or sales practices of any defendant, except as provided in this Final Order;

(7) Falsely representing, directly or by implication, the terms, effect, or purpose of this Final Order.

#### AFFIRMATIVE DISCLOSURES

##### II.

(A) IT IS FURTHER ORDERED that defendants and their officers; agents, servants, employees, attorneys (excepting any patent attorney who contracts with defendants' customers to do patent work for those customers who are not in active concert or participation with defendants), corporations, subsidiaries, successors, assigns, and independent contractors, and those persons or entities in active concert or participation with either of them who receive actual notice of this Order by personal service or otherwise, in connection with the advertising, promotion, offer for sale, or sale of invention promotion services shall:

(1) Furnish each client or prospective client a retainable copy, identified as client copy, of the Affirmative Disclosure Statement ("Disclosure Statement") as set forth in Appendix C during each contact between the client and defendant for the solicitation of each of defendant NISI's services for which payment of money is sought; provided, however, the Disclosure Statement is not required for each

installment payment where the customer has agreed to finance his or her payments to NISI; and

(2) Where defendant is required to provide a client with a retainable copy of the Disclosure Statement, as set forth in II(A)(1), request that the client sign and date said Disclosure Statement before contracting for any of defendant NISI's services; and

(3) Require that the person responsible for compliance with this provision sign and date the Disclosure Statement, and print his or her name upon the Disclosure Statement as well. If the client should refuse to sign the Disclosure Statement and/or retain his or her copy, the person responsible for compliance with this provision shall so indicate on the Disclosure Statement, and mail a copy to the last known address of the client.

(B) IT IS FURTHER ORDERED that the Disclosure Statement, in the exact form and type-size as set forth in Appendix C, shall contain no other information and shall reflect information that is current as of a date no more than 90 days prior to the date the Disclosure Statement is furnished to the client or prospective client.

(C) IT IS FURTHER ORDERED that the Disclosure Statement(s) shall be retained under the provision of Part III, Record Keeping.

RECORD-KEEPING AND DOCUMENT RETENTION

III.

IT IS FURTHER ORDERED that, for a period of five years from the date of entry of this Order, each of the defendants, and their officers, agents, servants, employees, corporations, subsidiaries, successors, and assigns, and those persons or entities in active concert or participation with either of them who receive actual notice of this Order by personal service or otherwise, in connection with any business where

(1) any defendant is the majority owner of the business, or otherwise directly or indirectly manages or controls the business, and where

(2) the business engages in, or assists others who are engaged in, the business of selling invention promotion services,

is hereby restrained and enjoined from failing to create, and from failing to retain for a period of three years following the date of such creation, unless otherwise specified:

(A) Books, records and accounts that, in reasonable detail, accurately and fairly reflect the cost of goods or services sold, revenues generated, and the disbursement of such revenues;

(B) Records accurately reflecting: the name, address, and phone number of each person that any of the above-referenced businesses employ in any capacity, 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. The businesses subject to this Paragraph shall retain such records for any such person who was terminated for a period of three years following the date of termination;

(C) Records containing the names, addresses, phone numbers, dollar amounts paid, quantity of items purchased, and description of items purchased, for all customers to whom any of the above-referenced businesses have sold, invoiced or shipped any goods or services, or from whom any of the above-referenced businesses accepted money or other items of value;

(D) Records that reflect, for every customer complaint or refund request, however received:

- (1) the customer's name, address, telephone number and the dollar amount paid by the consumer;
- (2) the written complaint, if any, and the date of the complaint or refund request;
- (3) the basis of the complaint, including the name of any salesperson complained against, and the nature and result of any investigation conducted concerning the validity of any complaint;
- (4) each response and the date of the response;
- (5) any final resolution and the date of the resolution; and
- (6) in the event of a denial of a refund request made by a complainant, the reason for such denial, or if the



complaint was resolved, the basis for determining that the complaint was resolved;

(E) Copies of all sales scripts, training packets, advertisements, or other marketing materials utilized; and

(F) Records reflecting all contracts, agreements or correspondence with any advertising company, or customer lead provider.

(G) It is understood that these provisions do not require defendants to maintain multiple copies where single records satisfy the requirements of (D), (E) and (F).

#### ORDER DISTRIBUTION

#### IV.

IT IS FURTHER ORDERED that, for a period of five years from the date of entry of this Order, defendants shall:

(A) Provide a copy of this Order to, and obtain a signed and dated acknowledgement of receipt of same from, each officer or director, each individual serving in a management capacity, all personnel involved in responding to consumer complaints or inquiries, and all sales personnel, whether designated as employees, consultants, independent contractors or otherwise, immediately upon employing or retaining such persons, for any business where

(1) any defendant is the majority owner of the business, or otherwise directly or indirectly manages or controls the business, and where

(2) the business engages in, or assists others who are engaged in, the business of selling invention promotion services; and

(B) Maintain for a period of three years after creation, and upon reasonable notice make available to representatives of the Commission, the original signed and dated acknowledgements of the receipt of copies of this Order, as required in the above Subsection (A) of this Paragraph.

#### ACCESS AND MONITORING

V.

IT IS FURTHER ORDERED that, for a period of five years from the date of entry of this Order, for purposes of determining or securing compliance with this Order, defendants shall permit representatives of the Commission, within ten business days of receipt of written notice from the Commission:

(A) Access during normal office hours to any office, or facility storing documents, of any business where

(1) any defendant is the majority owner of the business, or otherwise directly or indirectly manages or controls the business, and where

(2) the business engages in, or assists others who are engaged in, the business of selling invention promotion services.

In providing such access, each defendant shall permit representatives of the Commission to inspect and copy at

Commission expense all documents relevant to any matter contained in this Order; and

(B) To interview or depose the officers, directors, and employees, including all personnel involved in responding to consumer complaints or inquiries, and all sales personnel, whether designated as employees, consultants, independent contractors or otherwise, of any business to which Subsection (A) of this Paragraph applies, relating to compliance with the terms of this Order. Each defendant agrees not to interfere with these interviews or depositions. The Commission may otherwise monitor the compliance of any defendant with this Order by all lawful means available, including the taking of depositions, the use of compulsory process seeking production of documents, and the use of investigators posing as consumers.

(C) Defendant may, in writing, designate an attorney to whom the notice referred to above shall be served. It is further understood that defendants have the right to have counsel present whenever the Commission or its representatives seeks to exercise any right set forth in Part V, Access And Monitoring.

#### RESIDENTIAL AND EMPLOYMENT NOTIFICATION

##### VI.

IT IS FURTHER ORDERED that for a period of five years from the date of entry of this Order, in order that compliance with the provisions of this Order can be monitored:

(A) Defendant Lee shall notify the Commission by registered mail, within ten days of the date of entry of this Order, of his current residence address and employment status, including the names, business addresses, and telephone numbers of any current employers, and, thereafter, shall notify the Commission by registered mail of any changes in his residence address within 30 days of such changes.

(B) In the event that defendant Lee is or becomes affiliated in any capacity with any business that engages in, or assists others who are engaged in, the business of selling invention promotion services, defendant Lee shall notify the Commission by registered mail of the business's address and telephone number, the nature of its activities, and the nature of his own duties, management authority, and ownership interest in connection with the business. Defendant Lee shall comply with the requirements imposed in this subsection: (1) within 30 days of entry of this Order, if the defendant is affiliated with a business to which this subsection applies on the date that this Order is entered; and (2) within 30 days of the defendant's becoming affiliated with any business to which this subsection applies, if he becomes affiliated with such a business after the date that this Order is entered;

(C) For the purposes of this Order, written notifications to the Commission shall be mailed to:

Associate Director, Division of Service Industry Practices  
Bureau of Consumer Protection  
Federal Trade Commission, Room 200  
6th St. and Pennsylvania Ave., NW  
Washington, DC 20580

(D) For the purposes of this Paragraph VI, "employment" includes the performance of services as an employee, consultant, or independent contractor; and "employers" include any individual or business for which defendant Lee performs services as an employee, consultant, or independent contractor. However, the "employment" and "employer" must involve the invention promotion services as defined in Definitions, Part (B).

PROHIBITION ON THE SALE OF CLIENT NAMES

VII.

IT IS FURTHER ORDERED that defendants, and their officers, agents, servants, employees, attorneys, corporations, subsidiaries, successors, assigns, and independent contractors, and those persons or entities in active concert or participation with them who receive actual notice of this Order by personal service or otherwise, are hereby permanently restrained and enjoined from selling, renting, leasing, transferring, or disclosing to a company, individual, or entity engaged in invention promotion services the name, address, telephone number, or other identifying information of any person who paid any monies to defendants at any time prior to entry of this Order in

exchange for research, patent, marketing, and/or invention promotion services from defendants.

MONETARY RELIEF

VIII.

IT IS FURTHER ORDERED that the Commission's claims for monetary relief shall be satisfied as follows:

(A) Within five (5) days after the entry of the Order the Commission will provide proper documents from the financial institution(s), wherein NISI assets have been frozen pursuant to the consent order of the Court, releasing from said account(s) to the Federal Trade Commission an amount of \$68,000.

(B) Within five (5) days after the entry of the Order the Commission and defendant Lee, by their attorneys, shall agree upon the equity value of the entire stock portfolio contained in the Quick & Reilly account, as set forth in Schedule "B" of the Financial Statement executed by defendant Lee on July 30, 1997. The equity value of said portfolio shall be determined by the stated closing of each stock contained in said portfolio as of the close of business on the date of entry of this Order. Within ten (10) business days after establishing the equity value of each stock contained in the aforesaid portfolio, defendants, jointly and /or severally, shall transfer to the Federal Trade Commission an amount equal to the total stated equity value of the portfolio. Said amount may be satisfied by properly executed

transfers of stock certificates, a properly issued check from Quick & Reilly, or a certified check from the defendants.

(C) The amount of said portfolio shall be reduced by the amount owed Lee under the provisions of Part IV(C) of the order entered by the Court on September 5, 1997, as of the date this Order is entered.

(D) The transfer of an amount equal to the amount specified in VIII(A) and the total stated value of the portfolio, reduced by VIII(C), shall be made in the following manner: [Amount] payable by wire transfer to the United States in accordance with the wire transfer instructions on Attachment A.

(E) All amounts paid by defendants and collected by the Commission pursuant to VIII(A) & (B) constitute equitable relief solely remedial in nature for purposes of redress and are not a fine, penalty, punitive assessment, or forfeiture. All amounts paid and collected shall be used to establish a consumer redress fund, which, in accordance with a plan submitted by the Commission or its agents and approved by the Court, shall be (i) distributed to consumers of NISI, who purchased NISI's services prior to July 16, 1997 and have not executed a Disclosure Statement pursuant to Part II(B) of the Consent Order issued on August 15, 1997, and used to pay any attendant expenses of administering said fund; and (ii) any funds not so distributed shall, with sole discretion of the Commission or its agents, be paid over to the United States Treasury.

(F) Any monies distributed under the provisions of VIII(D)(i) shall contain on the back of the checks the following general release language:

Release: Consistent with the letter [client, or "I"] received in [date of letter], by my endorsement of this check I affirm that I am the claimant entitled to make a claim under the FTC v. National Invention Services, Inc. ("NISI"), et al. Settlement and I hereby relinquish and forever discharge NISI and John F. Lee individually for any and all claims that I have against NISI, its officers, agents including sales consultants, and employees.

(G) Within five (5) days of compliance with Part VIII(A), the Commission shall execute proper documents releasing the frozen assets of NISI at all financial institutions that it knows about for which NISI's assets were frozen. Within five (5) days of compliance with Part VIII(B)-(D), the Commission shall execute proper documents releasing the frozen assets of John F. Lee at all financial institutions that it knows about for which John F. Lee's assets were frozen.

LIFTING THE ASSET FREEZE

IX.

IT IS FURTHER ORDERED that upon transfer of all the funds as described in Paragraph VIII, the freeze of the assets of defendants NISI and Lee, as ordered in the Consent Order entered by the Court on August 20, 1997 and the Preliminary Injunction entered by the Court on September 5, 1997, respectively, is dissolved.



RIGHT TO REOPEN

X.

IT IS FURTHER ORDERED that, within five days of receiving notice that this Order has been entered, defendant Lee shall submit to the Commission a truthful sworn statement, in the form shown on Appendix A, that shall reaffirm and attest to the truth, accuracy, and completeness of his personal financial statement, which statement shall have been previously submitted to the Commission on July 30, 1997. In addition, defendants shall submit to the Commission a truthful sworn statement, in the form shown on Appendix B, that shall reaffirm and attest to the truth, accuracy, and completeness of the financial statement of defendants which statements shall have been previously submitted to the Commission on July 29, 1997, and July 30, 1997. The Commission's agreement to this Order is expressly premised upon the truthfulness, accuracy, and completeness of defendants' financial condition as represented in the financial statements referenced above, which contain material information upon which the Commission relied in negotiating and agreeing to this Order. If, upon motion by the Commission, the Court finds that any of the above-referenced financial statements failed to disclose any material asset, materially misrepresented the value of any asset, or made any other material misrepresentation or omission of fact, the Commission may request that the Order herein be reopened to allow the Commission to modify the monetary liability of any defendant. 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 any other proceedings that the Commission may institute to enforce the Order. Solely for the purposes of this Paragraph, defendants waive any right to contest any of the allegations in the Complaint filed in this matter.

RETENTION OF JURISDICTION

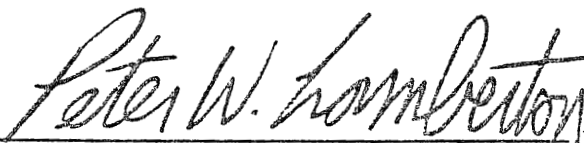
XI.

IT IS FURTHER ORDERED that the Court retains jurisdiction of this matter for all purposes including the construction, modification, and enforcement of this Order.

STIPULATED AND AGREED TO BY:

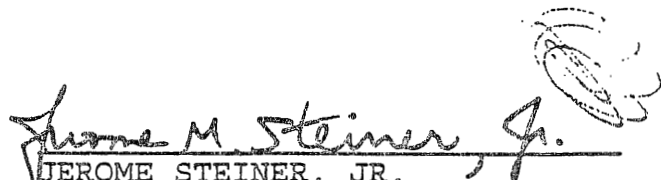
FOR THE PLAINTIFF:

DATED: 7/7/98




PETER W. LAMBERTON  
DAVID C. FIX  
MICHELLE CHUA  
Federal Trade Commission  
6th St. & Penn. Ave., N.W.  
Washington, D.C. 20580  
(202) 326-3274 (voice)  
(202) 326-3392 (facsimile)

DATED: 7/1/98

  
JEROME STEINER, JR.  
Federal Trade Commission  
901 Market Street, Suite 570  
San Francisco, CA 94103  
(415) 356-5282 (voice)  
(415) 356-5284 (facsimile)

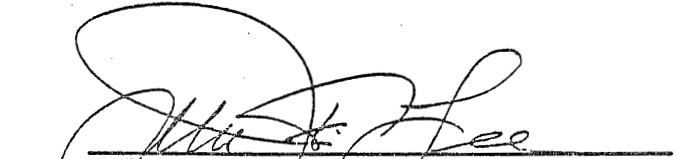
DATED: \_\_\_\_\_

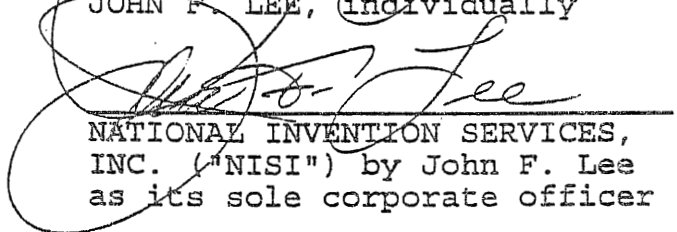
  
KIMBERLEY GUADAGNO  
United States Attorney's Ofc.  
970 Broad St., 7th Floor  
Newark, NJ 07102  
(973) 645-2771 (voice)  
(973) 297-2010 (facsimile)

Attorneys for Plaintiff

FOR THE DEFENDANTS:

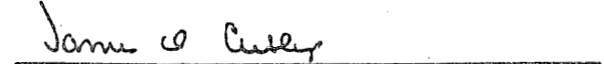
DATED: 3/16/98

  
JOHN F. LEE, individually

  
NATIONAL INVENTION SERVICES,  
INC. ("NISI") by John F. Lee  
as its sole corporate officer

DATED: 3/16/98


DATED: March 11, 1998

  
JAMES D. CUTLIP, Esq.  
Cutlip & Associates, P.C.  
170 Ridgewood Ave.  
Glen Ridge, NJ 07028  
(973) 748-1384 (voice)  
(973) 898-2025 (voice)  
(973) 429-0229 (voice)  
(973) 898-2891 (facsimile)

Attorney for the defendants

IT IS SO ORDERED.

Dated: July 13, 1998

  
THE HONORABLE MARYANNE T. BARRY  
United States District Judge

Appendix A

PETER W. LAMBERTON 0914  
DAVID C. FIX 7448  
MICHELLE CHUA 2194  
Federal Trade Commission  
6th St. & Pennsylvania Ave., N.W.  
Washington, D.C. 20580  
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(973) 297-2010 (facsimile)

Attorneys for the Plaintiff

UNITED STATES DISTRICT COURT  
DISTRICT OF NEW JERSEY

FEDERAL TRADE COMMISSION,  
Plaintiff,  
v.  
NATIONAL INVENTION SERVICES, INC.,  
a corporation ("NISI")  
and  
JOHN F. LEE,  
individually,  
Defendants

CIVIL ACTION NO.  
97-3459 (MTB)

DECLARATION OF JOHN F. LEE

1. My name is John F. Lee. I am a citizen of the United States and am over the age of 18. I reside in ~~Bawley's Island~~, MURRELLS INLET,

SC. I have knowledge of the matters discussed in this declaration.

2. I am a defendant in FTC v. National Invention Services, Inc., et. al., CIVIL ACTION NO. 97-3459 (MTB).

3. I have received a copy of the Final Order entered by the Court in the above-captioned action.

4. The information contained in the financial statements executed by me on July 29, 1997, and July 30, 1997, and previously provided to the Federal Trade Commission, was true, accurate, and complete when executed.

I hereby declare under penalty of perjury that the foregoing is true and correct.

Dated: 8/14/98

  
\_\_\_\_\_  
John F. Lee

Appendix B

PETER W. LAMBERTON 0914  
DAVID C. FIX 7448  
MICHELLE CHUA 2194  
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(973) 297-2010 (facsimile)

Attorneys for the Plaintiff

UNITED STATES DISTRICT COURT  
DISTRICT OF NEW JERSEY

FEDERAL TRADE COMMISSION,	)	CIVIL ACTION NO.
	)	97-3459 (MTB)
Plaintiff,	)	
	)	
v.	)	
	)	
NATIONAL INVENTION SERVICES, INC.,	)	
a corporation ("NISI")	)	
	)	
and	)	
	)	
JOHN F. LEE,	)	
individually,	)	
	)	
Defendants	)	

DECLARATION OF NISI

1. My name is John F. Lee. I am a citizen of the United States and am over the age of 18. I reside in ~~Fawley's Island~~, <sup>MURRELLS INLET,</sup> SC. I have knowledge of the matters discussed in this

declaration. I am the sole corporate officer and sole shareholder of National Invention Services, Inc. ("NISI"), a New Jersey corporation.

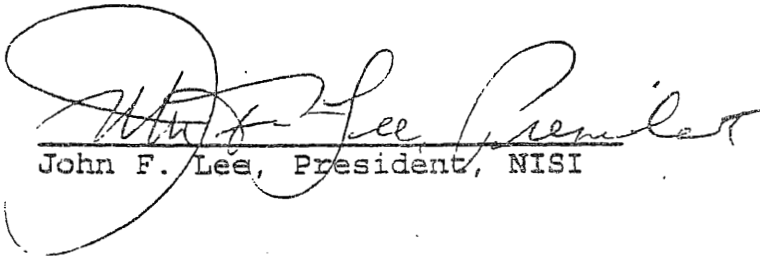
2. NISI is a defendant in FTC v. National Invention Services, Inc., et. al., CIVIL ACTION NO. 97-3459 (MTB).

3. NISI has received a copy of the Final Order entered by the Court in the above-captioned action.

4. The information contained in the financial statements executed by NISI on July 29, 1997, and July 30, 1997, and previously provided to the Federal Trade Commission, was true, accurate, and complete when executed.

I hereby declare under penalty of perjury that the foregoing is true and correct.

Dated: 8/14/98

  
John F. Lee, President, NISI

Appendix C

AFFIRMATIVE DISCLOSURE STATEMENT

You should be aware that since its inception in January, 1994, National Invention Services, Inc. ("NISI"), has selected and recommended for further invention promotion services the vast majority of all invention ideas submitted to it for a preliminary assessment.

NISI does not, at any stage, perform any evaluation or assessment of the market potential, patentability, technical feasibility, or merit of the ideas submitted to it.

As of 12/1/97,

1087 NISI clients have signed representation agreements with NISI.

0 NISI clients have made more money from their invention as a result of using NISI's services than they paid NISI for its services.

Dated: \_\_\_\_\_

\_\_\_\_\_  
Customer signature

\_\_\_\_\_  
Print Customer's name

Dated: \_\_\_\_\_

\_\_\_\_\_  
Salesperson's signature

\_\_\_\_\_  
Print Salesperson's name



# NISI



## AFFIRMATIVE DISCLOSURE STATEMENT

You should be aware that since its inception in January 1994, National Invention Services, Inc. (NISI), has selected and recommended for further invention promotion services the vast majority of all invention ideas submitted to it for a preliminary assessment.

NISI ~~does not~~ at any stage, perform any evaluation or assessment of the market potential, patentability, technical feasibility, or merit of ideas submitted to it.

As of 12/1/97,

1087 NISI clients have signed representation agreements with NISI.

0 NISI clients have made more money from their invention as a result of using NISI's representation service than they paid NISI for this service.

Dated: \_\_\_\_\_

\_\_\_\_\_  
Client Signature

\_\_\_\_\_  
Print Client Name

\_\_\_\_\_  
Salesperson Signature

\_\_\_\_\_  
Print Salesperson Name

ATTACHMENT A

FEDWIRE Electronic Funds Transfer  
To The  
U. S. Department of Justice

To: Responsible Party

In order for you to transfer funds electronically to the Federal Reserve/U. S. Treasury Department in New York City for credit to the U. S. Department of Justice, the following information must be provided to the bank from which the funds are to be transferred. This information will enable the sending bank to complete those fields associated with the beneficiary bank of a "Fedwire Structured Third Party Format" electronic funds transfer.

ITEM	DESCRIPTION	CODING INFORMATION FOR FEDWIRE FORMAT
2	Receiving Bank ABA Code	021030004
3	Message Type Code	1000
7	Wire Amount	\$
9 10 11	Receiving Beneficiary Bank, Name & Account No.	TREAS NYC/CTR/BNF=DEPT OF JUSTICE/AC-15030001
12	Required Beneficiary Information: *Collection Office Identifier *Debtor Name *Collection Office Claim#	United States Attorney District of New Jersey 97 03183 FTC v. National INVENTION Service Inc.

**ATTENTION COLLECTION OFFICES:** Each of the above blank spaces "MUST" be completed before providing this form to the debtor/debtor's attorney. Once completed, the debtor/debtor's attorney must provide this form to the bank from which the funds are to be transferred to ensure that the electronic transfer of funds is accomplished and properly credited to the U. S. Department of Justice/Debt Accounting Operations Group.

**AUTHORITY:** The above information requirements are in accordance with the U. S. Treasury Department "Treasury Requirements Manual/Part 6 - Chapter 8000"; Appendix E of the "Federal Reserve Bank Funds Transfer Systems Manual"; and, 31 CFR Part 206 (Federal Register - Vol. 59, No. 20).

Questions regarding this Fedwire EFT should be directed to the responsible Collection Office:

POINT OF CONTACT: Kathleen Connor  
TELEPHONE NUMBER: 973 645-2700