#### IN THE UNITED STATES OF AMERICA BEFORE THE FEDERAL TRADE COMMISSION OFFICE OF THE ADMINISTRATIVE LAW JUDGES



In the Matter of	
DANIEL CHAPTER ONE,	DOCKET NO. 9329
a corporation, and	
	PUBLIC DOCUMENT
JAMES FEIJO,	
Individually, and as an officer of )	Hearing: April 21, 2009
Daniel Chapter One.	10:00 a.m.

## RESPONDENTS' OPPOSITION TO COMPLAINT COUNSEL'S MOTION AND MEMORANDUM TO MODIFY COMPLAINT COUNSEL'S FINAL EXHIBIT LIST AND TO INTRODUCE NEW EVIDENCE TO THE COURT ON RESPONDENTS' FOR-PROFIT LEGAL STATUS

Respondents respectfully ask this court to deny Complaint Counsel's Motion and Memorandum to Modify Complaint Counsel's Final Exhibit List and to Introduce New Evidence to the Court on Respondents' For-Profit Legal Status. Complaint Counsel seeks to introduce new evidence from the Corporations Division of the State of Rhode Island Office of the Secretary of State (hereinafter, "Rhode Island Corporations Division") alleged by Complaint Counsel to concern DCO's **prior** for-profit legal status, at the Court's April 21, 2009 hearing on jurisdiction in this matter and at trial. Respondents oppose Complaint Counsel's motion because the material offered is both irrelevant and misleading.

This evidence is not relevant to Respondents' current financial status because as

Complaint Counsel points out the subject information concerns at best a "prior" organizational structure of Daniel Chapter One which Complaint Counsel alleges to relate to DCO's corporate status. Respondents restate, as said in their Pre-Hearing Memorandum on Jurisdiction, that "Daniel Chapter One is a non profit religious organization" and that it operated as an "unincorporated religious association" beginning in 1983.

The documents sought to be introduced by Complaint Counsel are a partial record of Daniel Chapter One's status in the state of Rhode Island. The entire records, which are available online, demonstrate that the corporate status applied for in 1991 received revocation notices on 11/14/1994, 6/12/1997, and 5/26/98, a revocation certificate on 11/01/1998 and filed one annual report in 1997. Virtually the same record exists for World Sports Nutrition. See Exhibits 1 and 2.

In fact, DCO operated as an unincorporated religious association which an advisor tried to register —unsuccessfully— as a corporation in Rhode Island, during a period when James Feijo was critically ill with Multiple Sclerosis and trying to manage DCO activities in China. See Exhibit 3, Declaration of James Feijo. DCO had none of the indicia of a corporation, such as a board of directors, and never operated as an officially recognized entity other than, subsequent to October 30, 2002, as a Corporation Sole.

For the above stated reasons Respondents respectfully ask the court to deny Complaint Counsel's motion.

Dated: April 15, 2009

#### Respectfully Submitted,

Michael McCormack

26828 Maple Valley Hwy, Suite 242

Maple Valley, WA 98038

Phone: 425-785-9446

James S. Turner

Swankin & Turner

1400 16<sup>th</sup> Street NW, Suite 101

Washington, DC 20036 Phone: 202-462-8800 Fax: 202-265-6564

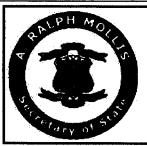
#### Of Counsel:

Herbert W. Titus William J. Olson John S. Miles Jeremiah L. Morgan William J. Olson, P.C. 8180 Greensboro Drive, Suite 1070 McLean, VA 22102-3860

Phone: 703-356-5070 Fax: 703-356-5085

Email: wjo@mindspring.com

# Exhibit 1



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **DANIEL CHAPTER ONE, INC. Summary Screen**

? Help with this form

Request a Certificate

The exact name of the Domestic Profit Corporation: DANIEL CHAPTER ONE, INC.

**Entity Type:** <u>Domestic Profit Corporation</u>

Identification Number: 000062118

Date of Incorporation in Rhode Island: 10/10/1990

Date of Revocation Certificate: 11/10/1998

The location of its principal office:

No. and Street:

**2749 EAST MAIN ROAD** 

City or Town:

PORTSMOUTH

State: RI Z

Zip: 02871

Country: USA

Address Maintained: Y

The mailing address or specified office:

No. and Street:

City or Town:

State:

Zip:

Country:

Name and address of the Registered Agent:

No. and Street:

Agent Resigned: N

171 CHASE ROAD

P.O. BOX 8

City or Town:

Name:

**PORTSMOUTH** 

ERIC P. CHAPPELL

State: RI

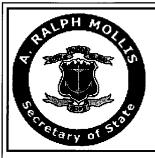
Zip: 02871

The officers and all of the directors of the corporation:

Title	Individual Name First, Middle, Last, Suffix	Address Address, City or Town, State, Zip Code, Country
PRESIDENT	JAMES J FEIJO	2749 EAST MAIN RD PORTSMOUTH, RI 02871 USA

The total number of shares and par value, if any, of each class of stock which the business entity is authorized to issue:

Class of Stock	Series of Stock	Par Value Per Share		Total Issued and
			Total Authorized Shares Num of Shares	Outstanding Num of Shares
CNP		\$0.00	1,200.00	0.00
		Purpose		
		•		
TITLE 7-1.1-51				
		- · · · · · · · · · · · · · · · · · · ·		
Select a type of filing from	n below t	o view this business e	ntity filings:	
ALL FILINGS				
Annual Report				
Annual Report - Amended Application for Reservation of Entity Name				
Articles of Amendment				
Click Here to access 2006 and 2007 annual reports filed and imaged prior to July 25, 2007. Identification Number is Required				
View Filings New Search				
© 2007 - 2009 State of Rhode Island and Providence Plantations All Rights Reserved  Help				



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

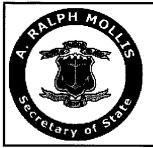
3

#### Public Browse and Search - Filing Results

Help with this form

Entity Name:	DANIEL CHAPTER ONE, INC.

Request a Certified Copy Select All		Year			
	Type of Filing	Filed	Filed Date	FilingNum	File(s)
	Revocation Certificate		11/10/1998		Index Number = (0 pages)
	Revocation Notice		5/26/1998		Index Number = (0 pages)
	Annual Report	1997	6/23/1997		Index Number = (0 pages)
	Revocation Notice		6/12/1997		Index Number = (0 pages)
	Revocation Notice	•	11/14/1994		Index Number = (0 pages)
	Statement of Change of Registered/Resident Agent		9/28/1992		Index Number = (0 pages)



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing: Statement of Change of Registered/Resident Agent

CID: NM6RR5

Fiche Index:

**Submit Date:** 9/28/1992

**Effective Date:** 9/28/1992

**Approval Date:** 

Clerk Name: <u>ebaute</u>

Comments:

Payment Information not available.



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing:

**Revocation Notice** 

CID:

NM6RR5

Fiche Index:

**Submit Date:** 

11/14/1994

**Effective Date:** 

11/14/1994

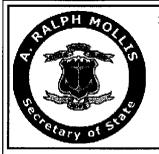
**Approval Date:** 

**Clerk Name:** 

ebaute

Comments:

Payment Information not available.



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing: Revocation Notice

CID: NM6RR5

Fiche Index:

**Submit Date:** 6/12/1997

**Effective Date:** <u>6/12/1997</u>

**Approval Date:** 

Clerk Name: <u>ebaute</u>

Comments:

Payment Information not available.



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing:

**Annual Report** 

CID:

NM6RR5

Year Filed:

1997

Fiche Index:

**Submit Date:** 

6/23/1997

**Effective Date:** 

6/23/1997

**Approval Date:** 

Clerk Name:

Comments:

Payment Information not available.



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing: Revocation Notice

CID: NM6RR5

Fiche Index:

**Submit Date:** <u>5/26/1998</u>

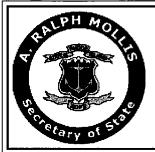
**Effective Date:** <u>5/26/1998</u>

**Approval Date:** 

Clerk Name: ebaute

Comments:

Payment Information not available.



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing: Revocation Certificate

CID: NM6RR5

Fiche Index:

**Submit Date:** <u>11/10/1998</u>

**Effective Date:** <u>11/10/1998</u>

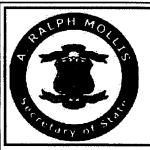
**Approval Date:** 

Clerk Name: <u>ebaute</u>

Comments:

Payment Information not available.

## Exhibit 2



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

World Sports Nutrition, Inc. Summary Screen

Help with this form

Request a Certificate

The exact name of the Domestic Profit Corporation: World Sports Nutrition, Inc.

Entity Type: Domestic Profit Corporation

Identification Number: 000065655

Date of Incorporation in Rhode Island: 08/28/1991 Effective Date: Aug 28 1991

Date of Revocation Certificate: 11/10/1998

The location of its principal office:

No. and Street:

**2749 EAST MAIN ROAD** 

City or Town:

**PORTSMOUTH** 

State: RI

Zip: <u>02871</u>

Country: USA

The mailing address or specified office:

No. and Street:

City or Town:

Agent Resigned: N

State:

Zip:

Country:

Name and address of the Registered Agent:

No. and Street:

171 CHASE ROAD

P.O. BOX 8

City or Town:

Name:

PORTSMOUTH

ERIC P. CHAPPELL, ESQ.

State: RI

Zip: 02871

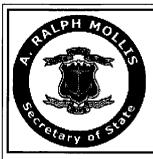
Address Maintained: Y

The officers and all of the directors of the corporation:

Title	Individual Name First, Middle, Last, Suffix	Address Address, City or Town, State, Zip Code, Country
PRESIDENT	JAMES FEIJO	2749 EAST MAIN ROAD PORTSMOUTH, RI 02871 USA

The total number of shares and par value, if any, of each class of stock which the business entity is authorized to issue:

	Class of Stock	Series of Stock	Par Value Per Share	Total Authorized Shares  Num of Shares  1,200.00	Total Issued and Outstanding <i>Num of</i> <i>Shares</i>
	Purpose 7-1.1-51				
Select a type of filing from below to view this business entity filings:  ALL FILINGS  Annual Report  Annual Report - Amended  Application for Reservation of Entity Name  Articles of Amendment  Click Here to access 2006 and 2007 annual reports filed and imaged prior to July 25, 2007. Identification Number is Required					
	View Filings. New Search				
	© 2007 - 2009 State of Rhode Islan All Rights Reserved	d and Provid	ence Plantations		? Help



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

2

#### Public Browse and Search - Filing Results

Help with this form

<b>Entity Name:</b>	World Sports Nutrition, Inc.

Request a Certified Copy Select All		Year	Filed Date	Filia a Nova	File(a)
<u> </u>	Type of Filing	Filed	Filed Date	FilingNum	File(s)
	Revocation Certificate		11/10/1998		Index Number = (0 pages)
	Revocation Notice		5/26/1998		Index Number = (0 pages)
	Annual Report	1997	7/18/1997		Index Number = (0 pages)
<b>.</b>	Revocation Notice		6/12/1997		Index Number = (0 pages)
	Reinstatement		10/6/1994		Index Number = (0 pages)
	Revocation Certificate		6/30/1993		Index Number = (0 pages)
	Revocation Notice		11/2/1992		Index Number = (0 pages)



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing: Revocation Notice

**CID**: <u>9S7ZP0</u>

Fiche Index:

Submit Date: <u>11/2/1992</u>

**Effective Date:** <u>11/2/1992</u>

**Approval Date:** 

Clerk Name: <u>ebaute</u>

Comments:

Payment Information not available.



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing: Revocation Certificate

**CID**: <u>9S7ZP0</u>

Fiche Index:

**Submit Date:** 6/30/1993

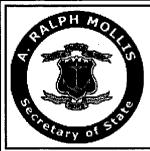
**Effective Date:** 6/30/1993

**Approval Date:** 

Clerk Name: ebaute

Comments:

Payment Information not available.



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing:

Reinstatement

CID:

9S7ZP0

Fiche Index:

**Submit Date:** 

10/6/1994

**Effective Date:** 

10/6/1994

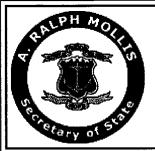
**Approval Date:** 

**Clerk Name:** 

ebaute

Comments:

Payment Information not available.



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing:

**Revocation Notice** 

CID:

<u>9S7ZP0</u>

Fiche Index:

**Submit Date:** 

6/12/1997

**Effective Date:** 

6/12/1997

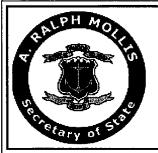
**Approval Date:** 

**Clerk Name:** 

ebaute

Comments:

Payment Information not available.



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing: Annual Report

CID: <u>9S7ZP0</u>

Year Filed:  $\underline{1997}$ 

Fiche Index:

**Submit Date:** <u>7/18/1997</u>

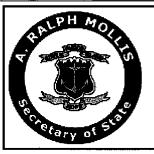
Effective Date:  $\frac{7/18/1997}{}$ 

**Approval Date:** 

Clerk Name:

Comments:

Payment Information not available.



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing: Revocation Notice

CID: 9S7ZP0

Fiche Index:

**Submit Date:** 5/26/1998

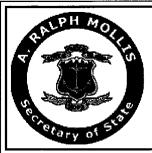
**Effective Date:** 5/26/1998

Approval Date:

Clerk Name: <u>ebaute</u>

Comments:

Payment Information not available.



Corporations Division 148 W. River Street Providence, Rhode Island 02904-2615 Telephone: (401) 222-3040

#### **Detail Record - Display Page**

Type of Filing: Revocation Certificate

CID: 9S7ZP0

Fiche Index:

**Submit Date:** 11/10/1998

**Effective Date:** <u>11/10/1998</u>

**Approval Date:** 

Clerk Name: <u>ebaute</u>

Comments:

Payment Information not available.

# Exhibit 3

#### **DECLARATION OF JAMES FEIJO**

- I, James Feijo, make the following declaration:
- 1. In 1991 I was at the height of my battle with Multiple Sclerosis symptoms and we were involved intensely in our activities in China requiring that Daniel Chapter One facilities in Rhode Island be managed by other volunteers. In addition, for a number of years afterwards, I was periodically incapacitated for periods of time. During this time I had someone helping me with management matters and that individual told me that incorporating the ministry with the State of Rhode Island was the proper thing to do. .I believe that papers had already been filed but I do not remember. I was led to believe that to incorporate was the lawful and only way to run the Ministry of Daniel Chapter One. I never knew that there were other options. Still, as I learned what incorporation entailed including that it meant that the work of the Lord was going to funding ungodly support of government programs I determined that it was not appropriate for Daniel Chapter One to be a corporation. In fact, I do not know if it was ever recognized by Rhode Island. To the best of my knowledge we did not have a board of directors or officers - everything belonged to Jesus, we did not keep corporate records. We stopped pursuing this filing and intended to allow it to expire and continue to operate as a Free Church. It appears from the State of Rhode Island records that a report was filed in 1997—the only report filed by Daniel Chapter One. I do not know who filed this report but to the best of my recollection I do not believe I authorized it. At no time did I seek for Daniel Chapter One to operate as a corporation or intend to be incorporated in Rhode Island.
- 2. We have periodically followed the advice of people who we believe have expertise on worldly matters, and in a number of cases we later learned that their advice was not appropriate for our ministry. Eventually I learned about the Corporate Sole form and recognized that it was the proper form for the Daniel Chapter One ministry because it reflected our mission and method of operations. That we seek to own nothing and that everything belongs to God Almighty.

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

Executed on April 14, 2009

James Feijo

#### IN THE UNITED STATES OF AMERICA BEFORE THE FEDERAL TRADE COMMISSION OFFICE OF ADMINISTRATIVE LAW JUDGES

1

2

3

4

5		
6	In the Matter of	) Docket No.: 9329
7	DANIEL CHAPTER ONE, a corporation, and	
8	JAMES FEIJO,	) PUBLIC DOCUMENT
9	individually, and as an officer of Daniel Chapter One	
10		)
11		)
12		Ĺ
ŀ	[PROPOSED] ORDER DENYING COMP	PLAINT COUNSEL'S MOTION TO MODIFY
13	l ji	CHIBIT LIST AND TO INTRODUCE NEW CONDENTS' FOR-PROFIT LEGAL STATUS
14	EVIDENCE TO THE COURT ON RESP	ONDENIS FOR-PROFII LEGAL STATUS
15	On April 13, 2009, Complaint Counsel	filed a motion to modify Complaint Counsel's
16		• •
17	final exhibit list and to introduce newly obtain	ed evidence on the issue of Respondents' for-profit
18	status. Respondents' filed their opposition to t	the motion on April 15, 2009. The Court being
19	fully advised,	
20	IT IS ORDERED that the motion be D	ENIED.
21	SO ORDERED.	
22	SO ORDERED:	
23	this day of April, 2009.	
24	uay or April, 2009.	
25		
26		D. Michael Chappell
27		Administrative Law Judge
28		

#### CERTIFICATE OF SERVICE

I certify that on April 15, 2009, I filed, served or caused to be served or filed, the following documents on the individuals listed below by electronic mail, followed by Federal Express delivery as indicated:

- Respondents' Opposition to Complaint Counsel's Motion and Memorandum to Modify Complaint Counsel's Final Exhibit List and to Introduce New Evidence to the Court on Respondents' For-profit Legal Status
- [Proposed] Order Denying Complaint Counsel's Motion to Modify Complaint Counsel's Final Exhibit List and to Introduce New Evidence to the Court On Respondents' For-profit Legal Status

The original and one paper copy via Federal Express and one electronic copy via email to:

Donald S. Clark
Office of the Secretary
Federal Trade Commission
600 Pennsylvania Avenue, NW, Room H-135
Washington, DC 20580
Email: secretary@ftc.gov

Four paper copies via Federal Express and one electronic copy to each to:

Leonard L. Gordon, Esq. (lgordon@ftc.gov)
Theodore Zang, Jr., Esq. (tzang@ftc.gov)
Carole A. Paynter, Esq. (cpaynter@ftc.gov)
David W. Dulabon, Esq. (ddulabon@ftc.gov)
Federal Trade Commission – Northeast Region
One Bowling Green, Suite 318
New York, NY 10004

One electronic copy to:

Elizabeth Nach, Esq. (enach@ftc.gov)

Two paper copies via Federal Express and one electronic copy to:

Hon. D. Michael Chappell Administrative Law Judge 600 Pennsylvania Avenue, NW, Room H-106 Washington, DC 20580 Email: oalj@ftc.gov

> Martin R. Yerick Swankin & Turner

1400 16<sup>th</sup> Street, NW, Suite 101

Washington, DC 20036