

UNITED STATES OF AMERICA
BEFORE THE FEDERAL TRADE COMMISSION

COMMISSIONERS: Edith Ramirez, Chairwoman
Julie Brill
Maureen K. Ohlhausen
Joshua D. Wright
Terrell McSweeney

<hr/>	
In the Matter of)
)
H.I.G. Bayside Debt & LBO Fund II, L.P.,)
a partnership,)
)
and)
)
Crestview Partners, L.P.,)
a partnership.)
<hr/>	

Docket No. C-4494

ORDER TO HOLD SEPARATE AND MAINTAIN ASSETS

The Federal Trade Commission (“Commission”), having initiated an investigation of the proposed acquisition by Surgery Center Holdings, Inc., a subsidiary of H.I.G. Bayside Debt & LBO Fund II, L.P. (“H.I.G.”), of Symbion Holdings Corporation, a subsidiary of Crestview Partners, L.P. (“Crestview”), hereinafter referred to as “Respondents,” and Respondents having been furnished thereafter with a copy of a draft of Complaint that the Bureau of Competition proposed to present to the Commission for its consideration and which, if issued by the Commission, would charge Respondents with violations of Section 7 of the Clayton Act, as amended, 15 U.S.C. § 18, and Section 5 of the Federal Trade Commission Act, as amended, 15 U.S.C. § 45; and

Respondents, their attorneys, and counsel for the Commission having thereafter executed an Agreement Containing Consent Orders (“Consent Agreement”), containing an admission by Respondents of all the jurisdictional facts set forth in the aforesaid draft of Complaint, a statement that the signing of said Consent Agreement is for settlement purposes only and does not constitute an admission by Respondents that the law has been violated as alleged in such Complaint, or that the facts as alleged in such Complaint, other than jurisdictional facts, are true, and waivers and other provisions as required by the Commission’s Rules; and

The Commission having thereafter considered the matter and having determined that it had reason to believe that Respondents have violated the said Acts and that a Complaint should issue stating its charges in that respect, and having determined to accept the executed Consent Agreement and to place such Consent Agreement containing the Decision and Order on the public record for a period of thirty (30) days for the receipt and consideration of public comments, now in further conformity with the procedure described in Commission Rule 2.34, 16 C.F.R. § 2.34, the Commission hereby issues its Complaint, makes the following jurisdictional findings, and issues the following Order to Hold Separate and Maintain Assets (“Hold Separate Order”):

1. Respondent H.I.G. Bayside Debt & LBO Fund II, L.P., is a limited partnership organized, existing, and doing business under and by virtue of the laws of the State of Delaware, with its offices and principal place of business located at 1450 Brickell Avenue, 31st Floor, Miami, Florida 33131. Surgery Center Holdings, Inc., is a subsidiary of Respondent H.I.G. Bayside Debt & LBO Fund II, LP.
2. Respondent Crestview Partners, L.P., is a limited partnership organized, existing, and doing business under and by virtue of the laws of the State of Delaware, with its offices and principal place of business located at 667 Madison Avenue, 10th Floor, New York, New York 10065. Symbion Holdings Corporation, is a subsidiary of Crestview Partners, L.P.
3. The Federal Trade Commission has jurisdiction over the subject matter of this proceeding and of Respondents, and this proceeding is in the public interest.

ORDER

I.

IT IS ORDERED that, as used in this Hold Separate Order, the following definitions, and all other definitions used in the Consent Agreement and the Decision and Order, shall apply:

- A. “Acquisition Date” means the date the Acquisition is completed.
- B. “Decision and Order” means:
 1. the Proposed Decision and Order contained in the Consent Agreement in this matter until issuance and service of a final Decision and Order by the Commission; and
 2. the Final Decision and Order issued by the Commission following issuance and service of a final Decision and Order by the Commission.

- C. “Hold Separate Business” means the ASC Business of the Blue Springs Surgery Center.
- D. “Hold Separate Employees” means all full-time employees, part-time, employees, contract employees, independent contractors, and agents of Respondents whose duties, at any time during the ninety (90) days preceding the Acquisition Date or any time after the Acquisition Date related or relates primarily to the Hold Separate Business, a complete list of whom has been submitted to and approved by the Hold Separate Monitor, in consultation with the Commission staff, no later than three (3) days after the Acquisition Date; Hold Separate Employees do not include Support Services Employees.
- E. “Hold Separate Order” means this Order to Hold Separate and Maintain Assets.
- F. “Hold Separate Period” means the period during which the Hold Separate Order is in effect, which shall begin on the date the Agreement Containing Consent Orders is executed by Respondents and terminate pursuant to Paragraph X. of this Hold Separate Order.
- G. “Hold Separate Monitor” means the Person appointed pursuant to Paragraph III. of this Hold Separate Order.
- H. “Key Employee” means each employee listed on Confidential Appendix B.
- I. “Manager” means the Person appointed pursuant to Paragraph IV. of this Hold Separate Order.
- J. “Orders” means the Decision and Order and this Hold Separate Order.
- K. “Person” means any individual, partnership, firm, corporation, association, trust, unincorporated organization, or other entity or governmental body.
- L. “Support Services” means assistance with respect to the management of the, Blue Springs Surgery Center and the ASC Business of the Blue Springs Surgery Center, including, but not limited to, (i) finance and accounting services; (ii) legal and risk management services; (iii) clinical consulting support; (iv) compliance support; and (v) information technology services.
- M. “Support Services Employees” means the persons listed on Confidential Appendix C of this Hold Separate Order; at any time during the Hold Separate Period, Respondents may, in consultation with the Hold Separate Monitor and Commission staff, modify the list of Support Services Employees on Confidential Appendix C.
- N. “Transition Services Employees” means the persons listed on Confidential Appendix A of this Hold Separate Order; at any time during the Hold Separate

Period, Respondents may, in consultation with the Hold Separate Monitor and Commission staff, modify the list of Transition Services Employees on Confidential Appendix A.

II.

IT IS FURTHER ORDERED that until the Closing Date:

- A. With respect to the Symbion Membership Interest, the Blue Springs Surgery Center, and the ASC Business of the Blue Springs Surgery Center, Respondents shall:
1. Ensure that the ASC Business of the Blue Springs Surgery Center is managed separate, apart, and independent of Respondents' other businesses and assets as required by the Orders and shall vest the Blue Springs Surgery Center with all rights, powers, and authority necessary to conduct its business;
 2. Take no actions that interfere with existing relationships with third parties, including Payors, providers, suppliers, and others having business relations with the Blue Springs Surgery Center;
 3. Not exercise direction or control over, or influence directly or indirectly, the ASC Business of the Blue Springs Surgery Center or any of its operations, except to the extent that Respondents must exercise direction and control over the business as is necessary to assure compliance with the Hold Separate Order, the Consent Agreement, the Decision and Order, and all applicable laws;
 4. Take all actions necessary to maintain the marketability of the Symbion Membership Interest and the economic viability and competitiveness of the Blue Springs Surgery Center and the ASC Business of the Blue Springs Surgery Center; to minimize any risk of loss of competitive potential for the Blue Springs Surgery Center or the ASC Business of the Blue Springs Surgery Center; and to prevent the destruction, removal, wasting, deterioration, or impairment of the Blue Springs Surgery Center or the ASC Business of the Blue Springs Surgery Center, except for ordinary wear and tear; and
 5. Not sell, transfer, encumber, or otherwise impair the Symbion Membership Interest (except as required by the Decision and Order) and take no action that lessens the marketability of the Symbion Membership Interest or the full economic viability or competitiveness of the Blue Springs Surgery Center or the ASC Business of the Blue Springs Surgery Center.

- B. With respect to the SP Membership Interest, the Orange City Surgery Center, and the ASC Business of the Orange City Surgery Center, Respondents shall:
1. Maintain the management of the Orange City Surgery Center in the regular and ordinary course of business and in accordance with past practice and as may be necessary to preserve the marketability of the SP Membership Interest and the viability and competitiveness of the Orange City Surgery Center and the ASC Business of the Orange City Surgery Center; to minimize any risk of loss of competitive potential of the Orange City Surgery Center and the ASC Business of the Orange City Surgery Center; and to prevent the destruction, removal, wasting, deterioration, or impairment of the Orange City Surgery Center or the ASC Business of the Orange City Surgery Center, except for ordinary wear and tear;
 2. Use their best efforts, in a manner consistent with past practices, to preserve the existing relationships with third parties, including Payors, providers, suppliers, and others having business relations with the Orange City Surgery Center;
 3. Take all actions necessary to maintain the marketability of the SP Membership Interest and the economic viability and competitiveness the Orange City Surgery Center and the ASC Business of the Orange City Surgery Center; to minimize any risk of loss of competitive potential for the Orange City Surgery Center or the ASC Business of the Orange City Surgery Center; and to prevent the destruction, removal, wasting, deterioration, or impairment of the Orange City Surgery Center or the ASC Business of the Orange City Surgery Center, except for ordinary wear and tear; and
 4. Not sell, transfer, encumber, or otherwise impair the SP Membership Interest (except as required by the Decision and Order) and take no action that lessens the marketability of the SP Membership Interest or the full economic viability or competitiveness of the Orange City Surgery Center or the ASC Business of the Orange City Surgery Center.
- C. The purpose of this Hold Separate Order is to (1) maintain and preserve the Hold Separate Business as a viable, competitive, and ongoing business managed independently of Respondents until the divestiture required by the Decision and Order is achieved; (2) maintain and preserve the marketability of the Symbion Membership Interest; (3) maintain and preserve the Orange City Surgery Center and the ASC Business of the Orange City Surgery Center, and minimize any risk to the competitive potential of the Orange City Surgery Center and the ASC Business of the Orange City Surgery Center until the

divestiture required by the Decision and Order is achieved; (4) maintain and preserve the marketability of the SP Membership Interest; (5) assure that no Confidential Business Information is exchanged between Respondents and the Hold Separate Business, except in accordance with the provisions of this Hold Separate Order; and (6) prevent interim harm to competition pending the divestiture and other relief.

III.

IT IS FURTHER ORDERED that:

- A. At any time after Respondents sign the Consent Agreement, the Commission may appoint Richard Shermer as Hold Separate Monitor to monitor and supervise the management of the Hold Separate Business and the ASC Business of the Orange City Surgery Center and ensure that Respondents comply with their obligations under the Orders and the Divestiture Agreement.
- B. Respondents shall enter into an agreement with the Hold Separate Monitor that shall become effective no later than one (1) day after the Acquisition Date, and that, subject to the prior approval of the Commission, transfers to and confers upon the Hold Separate Monitor all rights, powers, and authority necessary to permit the Hold Separate Monitor to perform his/her duties and responsibilities pursuant to this Hold Separate Order in a manner consistent with the purposes of the Orders and in consultation with Commission staff:
 1. The Hold Separate Monitor shall have the responsibility for monitoring the organization of the Hold Separate Business; supervising the management of the Hold Separate Business by the Manager; maintaining the independence of the Hold Separate Business; and monitoring Respondents' compliance with their obligations pursuant to the Orders and the Divestiture Agreement.
 2. The Hold Separate Monitor shall act in a fiduciary capacity for the benefit of the Commission.
 3. Subject to all applicable laws and regulations, the Hold Separate Monitor shall have full and complete access to all personnel, books, records, documents, and facilities of the Hold Separate Business, and to any other relevant information as the Hold Separate Monitor may reasonably request including, but not limited to, all documents and records kept by Respondents in the ordinary course of business that relate to the Hold Separate Business. The Hold Separate Monitor shall have access to relevant information of the Orange City Surgery Center as is necessary to monitor Respondents' compliance with their obligations pursuant to this Hold Separate Order. Respondents shall

develop such financial or other information as the Hold Separate Monitor may reasonably request.

4. The Hold Separate Monitor shall have the authority to employ, at the cost and expense of Respondents, such consultants, accountants, attorneys, and other representatives and assistants as are reasonably necessary to carry out the Hold Separate Monitor's duties and responsibilities.
5. The Commission may require the Hold Separate Monitor and each of the Hold Separate Monitor's consultants, accountants, attorneys, and other representatives and assistants to sign an appropriate confidentiality agreement relating to materials and information received from the Commission in connection with performance of the Hold Separate Monitor's duties.
6. Respondents may require the Hold Separate Monitor and each of the Hold Separate Monitor's consultants, accountants, attorneys, and other representatives and assistants to sign an appropriate confidentiality agreement; *provided, however*, that such agreement shall not restrict the Hold Separate Monitor from providing any information or documents to the Commission.
7. The Hold Separate Monitor shall serve, without bond or other security, at the cost and expense of Respondents, on reasonable and customary terms commensurate with the person's experience and responsibilities.
8. Respondents shall indemnify the Hold Separate Monitor and hold him/her harmless against any losses, claims, damages, liabilities, or expenses arising out of, or in connection with, the performance of the Hold Separate Monitor's duties, including all reasonable fees of counsel and other expenses incurred in connection with the preparation for, or defense of, any claim, whether or not resulting in any liability, except to the extent that such losses, claims, damages, liabilities, or expenses result from the Hold Separate Monitor's gross negligence or willful misconduct.
9. Thirty (30) days after the Acquisition Date, and every thirty (30) days thereafter until this Hold Separate Order terminates, the Hold Separate Monitor shall report in writing to the Commission concerning the efforts to accomplish the purposes of this Hold Separate Order and Respondents' compliance with their obligations under the Orders. Included within each report shall be the assessment of the Hold Separate Monitor, consistent with his or her responsibilities and obligations in this Hold Separate Order, of the extent to which the Hold Separate Business and the Orange City Surgery Center are

meeting (or exceeding) their projected goals as are reflected in operating plans, budgets, projections, or any other regularly prepared financial statements.

- C. If the Hold Separate Monitor ceases to act or fails to act diligently and consistently with the purposes of this Hold Separate Order, the Commission may appoint a substitute Hold Separate Monitor, subject to the consent of Respondents, which consent shall not be unreasonably withheld, as follows:
1. If Respondents have not opposed in writing, including the reasons for opposing, the selection of the proposed substitute Hold Separate Monitor within five (5) business days after notice by the staff of the Commission to Respondents of the identity of the proposed substitute Hold Separate Monitor, then Respondents shall be deemed to have consented to the selection of the proposed substitute Hold Separate Monitor.
 2. Respondents shall, no later than five (5) days after the Commission appoints a substitute Hold Separate Monitor, enter into an agreement with the substitute Hold Separate Monitor that, subject to the approval of the Commission, confers on the substitute Hold Separate Monitor all the rights, powers, and authority necessary to permit the substitute Hold Separate Monitor to perform his or her duties and responsibilities on the same terms and conditions as provided in Paragraph III. of this Hold Separate Order.
- D. The Hold Separate Monitor shall serve through the Hold Separate Period; *provided, however*, that the Commission may extend or modify this period as may be necessary or appropriate to accomplish the purposes of the Orders.
- E. The Commission may on its own initiative or at the request of the Hold Separate Monitor issue such additional orders or directions as may be necessary or appropriate to assure compliance with the requirements of this Hold Separate Order.

IV.

IT IS FURTHER ORDERED that:

- A. No later than three (3) days after the Acquisition Date, Respondents shall appoint Michealena Granguth as Manager of the Hold Separate Business to manage the Hold Separate Business in the regular and ordinary course of business in accordance with past practice, but consistent with the requirements of the Orders.

- B. Respondents shall enter into a management agreement with the Manager that shall become effective no later than three (3) days after the Acquisition Date, and that, subject to the approval of the Hold Separate Monitor, in consultation with the Commission staff, transfers all rights, powers, and authority necessary to permit that Manager to perform his/her duties and responsibilities pursuant to this Hold Separate Order:
1. The Manager shall be responsible for managing the operations of the Hold Separate Business and shall report directly and exclusively to the Hold Separate Monitor and shall manage the Hold Separate Business independently of the management of Respondents and their other businesses.
 2. The Manager shall make no material changes in the ongoing operations of the Hold Separate Business, except with the approval of the Hold Separate Monitor, in consultation with the Commission staff.
 3. The Manager, in consultation with the Hold Separate Monitor, shall have the authority to employ such Persons as are reasonably necessary to assist the Manager in managing the Hold Separate Business, including consultants, accountants, attorneys, and other representatives and assistants. Nothing contained herein shall preclude the Manager from contacting or communicating directly with the staff of the Commission either at the request of the staff of the Commission or in the discretion of the Manager.
 4. Respondents shall provide the Manager with reasonable financial incentives to undertake this position. Such incentives shall include a continuation of all employee benefits, including regularly scheduled raises, bonuses, vesting of pension benefits (as permitted by law), and additional incentives as may be necessary to assure the continuation, and prevent any diminution, of the Hold Separate Business' viability, marketability, and competitiveness, and as may otherwise be necessary to achieve the purposes of this Hold Separate Order.
 5. The Manager shall serve, without bond or other security, at the cost and expense of Respondents, on reasonable and customary terms commensurate with the person's experience and responsibilities.
 6. Respondents shall indemnify the Manager and hold him or her harmless against any losses, claims, damages, liabilities, or expenses arising out of, or in connection with, the performance of the Manager's duties, including all reasonable fees of counsel and other expenses incurred in connection with the preparation for, or defense, of any claim, whether or not resulting in any liability, except to the extent that

such losses, claims, damages, liabilities, or expenses result from the Manager's gross negligence or willful misconduct.

- C. The Manager shall have the authority, in consultation with the Hold Separate Monitor, to staff the Hold Separate Business with sufficient employees to maintain the viability and competitiveness of the Hold Separate Business, including:
1. Replacing any departing or departed employee with a person who has similar experience and expertise or determine not to replace such departing or departed employees;
 2. Removing Hold Separate Employees or Transition Services Employees who cease to act or fail to act diligently and consistently with the purposes of this Hold Separate Order, and replacing such employees with another person of similar experience or skills;
 3. Ensuring that no Hold Separate Employees or Transition Services Employees shall (i) be involved in any way in the operations of Respondents' other businesses, and (ii) receive or have access to, or use or continue to use, any Confidential Business Information pertaining to Respondents' other businesses;
 4. Providing each Hold Separate Employee and Transition Services Employee with reasonable financial incentives, including continuation of all employee benefits and regularly scheduled raises and bonuses, to continue in his or her position pending divestiture of the Symbion Membership Interest (or the SP Membership Interest, if required to be divested).
- D. The Manager may be removed for cause by the Hold Separate Monitor, in consultation with the Commission staff. If the Manager is removed, resigns, or otherwise ceases to act as Manager, Respondents shall, within three (3) days of such action, subject to the approval of the Hold Separate Monitor and in consultation with Commission staff, on the same terms and conditions as provided in this Hold Separate Order, (i) appoint a substitute Manager, and (ii) enter into an agreement with the substitute Manager.

V.

IT IS FURTHER ORDERED that:

- A. Respondents shall cooperate with, and take no action to interfere with or impede the ability of: (i) the Hold Separate Monitor, (ii) the Manager, (iii) any Hold Separate Employee, (iv) any Support Services Employee, or (v) any

Transition Services Employee, to perform his or her duties and responsibilities consistent with the terms of the Orders.

- B. Respondents shall provide Transition Services pursuant to the Transition Services Agreement;
- C. Respondents shall continue to provide, or offer to provide, Support Services to the Hold Separate Business consistent with those that are being provided to the Hold Separate Business by Respondents as of the date the Consent Agreement is signed by Respondents:
 - 1. For Support Services that Respondents provided to the Hold Separate Business as of the date the Consent Agreement is signed by Respondents, Respondents may charge no more than the same price, if any, charged by Respondents for such Support Services as of the date the Consent Agreement is signed by Respondents;
 - 2. For any other Support Services that Respondents may provide to the Hold Separate Business, Respondents may charge no more than Respondents' Direct Cost for the same or similar Support Services;
 - 3. Notwithstanding the above, the Hold Separate Business shall have, at the option of the Manager and in consultation with the Hold Separate Monitor and Commission staff, the ability to acquire Support Services from third parties.
- D. Respondents shall not permit:
 - 1. Any of its employees, officers, agents, or directors, other than (i) the Manager, (ii) any Hold Separate Employees, (iii) Support Services Employees, and (iv) any Transition Services Employees, to be involved in the management of the Hold Separate Business, except to the extent otherwise provided in this Hold Separate Order.
 - 2. The Manager or any Hold Separate Employee to be involved, in any way, in the operations of Respondents' businesses other than the Hold Separate Business.
- E. Respondents shall provide the Hold Separate Business and the ASC Business of the Orange City Surgery Center with sufficient financial and other resources as are appropriate in the judgment of the Hold Separate Monitor, consistent with his or her obligations and responsibilities in this Hold Separate Order, to:
 - 1. Ensure that the Hold Separate Business and the ASC Business of the Orange City Surgery Center are managed at least as they are currently

managed (including efforts to generate new business) consistent with the practices of the Hold Separate Business and the ASC Business of the Orange City Surgery Center in place prior to the Acquisition Date and consistent with the Transition Services Agreement;

2. Perform all maintenance required by the Hold Separate Business and the ASC Business of the Orange City Surgery Center in the ordinary course of business and in accordance with past practice and with current plans;
3. Carry on such capital projects, physical plant improvements, and business plans as are already under way or planned for which all necessary regulatory and legal approvals have been obtained, including, but not limited to, existing or planned renovation, remodeling, and expansion projects; and
4. Maintain the viability, competitiveness, and marketability of the Hold Separate Business and the ASC Business of the Orange City Surgery Center.

Such financial resources to be provided to the Hold Separate Business and the ASC Business of the Orange City Surgery Center shall include, but shall not be limited to, (i) general funds, (ii) capital, (iii) working capital, and (iv) reimbursement for any operating losses, capital losses, or other losses; *provided, however*, that, consistent with the purposes of the Decision and Order and in consultation with the Hold Separate Monitor, the Manager may reduce in scale or pace any capital or research and development project of the Hold Separate Business, or substitute any capital or research and development project of the Hold Separate Business for another of the same cost.

- F. Respondents shall provide each Hold Separate Employee and each Orange City Employee with reasonable financial incentives to continue in his or her position consistent with past practices and/or as may be necessary to preserve the marketability, viability, and competitiveness of the Hold Separate Business and the ASC Business of the Orange City Surgery Center pending divestiture. Such incentives shall include a continuation of all employee benefits, including funding of regularly scheduled raises and bonuses, vesting of pension benefits (as permitted by law), and additional incentives as may be necessary to assure the continuation, and prevent any diminution, of the viability, marketability, and competitiveness of the Hold Separate Business and the ASC Business of the Orange City Surgery Center until the Closing Date, and as may otherwise be necessary to achieve the purposes of this Hold Separate Order.

- G. Respondents shall provide each Key Employee sufficient incentives to accept employment with the Commission-approved Acquirer, its agent, the Blue Springs Surgery Center (or the Orange City Surgery Center, if the SP Membership Interest is required to be divested), or the Management Company after the Closing Date.
- H. No later than ten (10) days after the Acquisition Date, Respondents shall establish and implement procedures, subject to the approval of the Hold Separate Monitor, covering the management, maintenance, and independence of the Hold Separate Business and the monitoring of the operations of the ASC Business of the Orange City Surgery Center consistent with the provisions of this Hold Separate Order.
- I. No later than ten (10) days after the Acquisition Date, Respondents shall circulate to Hold Separate Employees, Orange City Employees, their supervisors, and to persons who are employed in Respondents' businesses that compete with the Hold Separate Business, and their supervisors, a notice of this Hold Separate Order and the Consent Agreement, in a form approved by the Hold Separate Monitor in consultation with Commission staff.

VI.

IT IS FURTHER ORDERED that:

- A. After the Acquisition Date, Respondents' employees, other than employees of the Hold Separate Business, Support Services Employees, and Transition Services Employees, shall not receive, or have access to, or use or continue to use any Confidential Business Information of the Hold Separate Business, except in the course of:
 - 1. Performing their obligations or as permitted under the Orders;
 - 2. Performing their obligations under the Divestiture Agreement;
 - 3. Negotiating agreements to divest assets pursuant to the Decision and Order and engaging in related due diligence; and
 - 4. Complying with financial reporting requirements, obtaining legal advice, defending legal claims, conducting investigations, or enforcing actions threatened or brought against the Hold Separate Business, or as required by law. Notwithstanding the above, Respondents may receive aggregate financial and operational information relating to the Hold Separate Business only to the extent necessary to allow Respondents to comply with the requirements and obligations of the laws and regulations of the United States and other countries, to prepare consolidated financial reports, tax returns, reports required by

securities laws, and personnel reports, and to comply with this Hold Separate Order or in complying with or as permitted by the Decision and Order. Any such information that is obtained pursuant to this subparagraph A.4. shall be used only for the purposes set forth in this Order.

For purposes of this Paragraph VI.A., Respondents' employees that provide Support Services or Transition Services or with responsibilities relating to the Hold Separate Business shall be deemed to be performing obligations under this Hold Separate Order.

- B. If access to or disclosure of Confidential Business Information of the Hold Separate Business to Respondents' employees (including Hold Separate Employees, Support Services Employees, and Transition Services Employees) is necessary and permitted under Paragraph VI.A. of this Hold Separate Order, Respondents shall:
1. Implement and maintain a process and procedures, as approved by the Hold Separate Monitor, such approval not to be unreasonably withheld, pursuant to which Confidential Business Information of the Hold Separate Business may be disclosed or used only:
 - a. to or by those employees who require such information;
 - b. to the extent such Confidential Business Information is required; and
 - c. after such employees have signed an appropriate agreement in writing to maintain the confidentiality of such information.
 2. Enforce the terms of this Paragraph VI. as to any of Respondents' employees and take such action as is necessary to cause each such employee to comply with the terms of this Paragraph VI., including training of Respondents' employees and all other actions that Respondents would take to protect their own trade secrets and proprietary information.
- C. Respondents shall implement, and maintain in operation, a system, as approved by the Hold Separate Monitor, of access and data controls to prevent unauthorized access to or dissemination of Confidential Business Information of the Hold Separate Business, including, but not limited to, the opportunity by the Hold Separate Monitor, on terms and conditions agreed to with Respondent, to audit Respondents' networks and systems to verify compliance with this Hold Separate Order.
- D. Neither the Manager nor any Hold Separate Employees shall receive or have access to, or use or continue to use, any Confidential Business Information relating to Respondents' businesses (not subject to the Hold Separate Order),

except such information as is necessary to maintain and operate the Hold Separate Business.

VII.

IT IS FURTHER ORDERED that, within thirty (30) days after this Hold Separate Order becomes final, and every thirty (30) days thereafter until this Hold Separate Order terminates, Respondents shall submit to the Commission a verified written report setting forth in detail the manner and form in which they intend to comply, are complying, and have complied with all provisions of this Hold Separate Order. Respondents shall include in their reports, among other things that are required from time to time, a full description of the efforts being made to comply with this Hold Separate Order.

VIII.

IT IS FURTHER ORDERED that Respondents shall notify the Commission at least thirty (30) days prior to:

- A. Any proposed dissolution of such Respondent;
- B. Any proposed acquisition, merger, or consolidation of such Respondent; and
- C. Any other change in such Respondent including, but not limited to, assignment and the creation or dissolution of subsidiaries, if such change may affect compliance obligations arising out of this Hold Separate Order.

IX.

IT IS FURTHER ORDERED that, for purposes of determining or securing compliance with this Hold Separate Order, and subject to any legally recognized privilege, and upon written request and upon five (5) days notice to the applicable Respondent made to its principal United States offices, registered office of its United States subsidiary, or headquarters address, such Respondent shall, without restraint or interference, permit any duly authorized representative of the Commission:

- A. Access, during business office hours of such Respondent and in the presence of counsel, to all facilities and access to inspect and copy all books, ledgers, accounts, correspondence, memoranda and all other records and documents in the possession or under the control of such Respondent related to compliance with this Hold Separate Order, which copying services shall be provided by such Respondent at the request of the authorized representative(s) of the Commission and at the expense of such Respondent; and

- B. The opportunity to interview officers, directors, or employees of such Respondent, who may have counsel present, related to compliance with this Hold Separate Order.

X.

IT IS FURTHER ORDERED that this Hold Separate Order shall terminate at the earlier of:

- A. Three (3) business days after the Commission withdraws its acceptance of the Consent Agreement pursuant to the provisions of Commission Rule 2.34, 16 C.F.R. § 2.34; or
- B. The day after expiration of the Transition Services Agreement.

By the Commission.

Donald S. Clark
Secretary

ISSUED: October 31, 2014
SEAL:

CONFIDENTIAL APPENDIX A

[Incorporated by Reference, but Redacted from the Public Record Version]

CONFIDENTIAL APPENDIX B

[Incorporated by Reference, but Redacted from the Public Record Version]

CONFIDENTIAL APPENDIX C

[Incorporated by Reference, but Redacted from the Public Record Version]