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**UNITED STATES DISTRICT COURT  
CENTRAL DISTRICT OF CALIFORNIA**

FEDERAL TRADE COMMISSION,  <p style="text-align: center;">Plaintiff,</p> <p style="text-align: center;">vs.</p> ALLIANCE DOCUMENT PREPARATION LLC, <i>et al.</i> ,  <p style="text-align: center;">Defendants, and</p> DIRECT CONSULTING GROUP, LLC; and CAPITAL DOC PREP, INC.,  <p style="text-align: center;">Relief Defendants.</p>	Civ. No. CV 17-7048 SJO (KSx)  <b>(Proposed) PERMANENT          INJUNCTION AND FINAL ORDER          AS TO DEFENDANTS BENJAMIN          NADERI; ALLIANCE DOCUMENT          PREPARATION, LLC; SBS          CAPITAL GROUP, INC.; FIRST          STUDENT AID, LLC; and RELIEF          DEFENDANTS DIRECT          CONSULTING GROUP, LLC; and          CAPITAL DOC PREP, INC.</b>
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Plaintiff, the Federal Trade Commission (“Commission” or “FTC”), filed its Complaint for Permanent Injunction and Other Equitable Relief pursuant to Section 13(b) of the Federal Trade Commission Act (“FTC Act”), 15 U.S.C.

1 § 53(b), and the Telemarketing and Consumer Fraud and Abuse Prevention Act  
2 (“Telemarketing Act”), 15 U.S.C. §§ 6101-6108. The Commission and  
3 Defendants Benjamin Naderi, Alliance Document Preparation, LLC, SBS Capital  
4 Group, Inc., and First Student Aid, LLC (“Stipulating Defendants”), and Relief  
5 Defendants Direct Consulting Group, LLC, and Capital Doc Prep, Inc. (“Relief  
6 Defendants”), stipulate to entry of the Permanent Injunction and Final Order  
7 (“Order”) to resolve all matters in dispute in this action between them.

8 **THEREFORE, IT IS ORDERED** as follows:

9 **FINDINGS**

- 10 1. This Court has jurisdiction over this matter.
- 11 2. The Complaint charges that Stipulating Defendants participated in  
12 deceptive acts or practices in violation of Section 5(a) of the FTC Act, 15 U.S.C.  
13 § 45(a) and the Telemarketing Sales Rule, 16 C.F.R. § 310, in connection with the  
14 advertising, marketing, promotion, offering for sale, or sale of debt relief services.
- 15 3. Stipulating Defendants neither admit nor deny any of the allegations  
16 in the Complaint, except as specifically stated in this Order. Only for purposes of  
17 this action, Stipulating Defendants admit the facts necessary to establish  
18 jurisdiction.
- 19 4. Stipulating Defendants waive any claim that they may have under the  
20 Equal Access to Justice Act, 28 U.S.C. § 2412, concerning the prosecution of this  
21 action through the date of this Order, and agrees to bear his own costs and attorney  
22 fees.
- 23 5. Stipulating Defendants and the Commission waive all rights to appeal  
24 or otherwise challenge or contest the validity of this Order.

25 **DEFINITIONS**

26 A. **“Assisting others”** includes: (1) performing customer service  
27 functions, including receiving or responding to consumer complaints; (2)

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1 formulating or providing, or arranging for the formulation or provision of, any  
2 advertising or marketing material, including any telephone sales script, direct mail  
3 solicitation, or the design, text, or use of images of any Internet website, email, or  
4 other electronic communication; (3) formulating or providing, or arranging for the  
5 formulation or provision of, any marketing support material or service, including  
6 web or Internet Protocol addresses or domain name registration for any Internet  
7 websites, affiliate marketing services, or media placement services; (4) providing  
8 names of, or assisting in the generation of, potential customers; (5) performing  
9 marketing, billing, or payment services of any kind; or (6) acting or serving as an  
10 owner, officer, director, manager, or principal of any entity.

11 **B. “Financial product or service”** means any product, service, plan, or  
12 program represented, expressly or by implication, to:

- 13 1. provide any consumer, arrange for any consumer to receive, or  
14 assist any consumer in receiving, a loan or other extension of credit;
- 15 2. provide any consumer, arrange for any consumer to receive, or  
16 assist any consumer in receiving, credit, debit, or stored value cards;
- 17 3. improve, repair, or arrange to improve or repair, any  
18 consumer’s credit record, credit history, or credit rating; or
- 19 4. provide advice or assistance to improve any consumer’s credit  
20 record, credit history, or credit rating.

21 **C. “Secured or unsecured debt relief product or service”** means:

- 22 1. With respect to any mortgage, loan, debt, or obligation between  
23 a person and one or more secured or unsecured creditors or debt  
24 collectors, any product, service, plan, or program represented,  
25 expressly or by implication, to:

- 26 a. stop, prevent, or postpone any mortgage or deed of  
27 foreclosure sale for a person’s dwelling, any other sale of

1 collateral, any repossession of a person's dwelling or other  
2 collateral, or otherwise save a person's dwelling or other  
3 collateral from foreclosure or repossession;  
4 b. negotiate, obtain, or arrange a modification, or  
5 renegotiate, settle, or in any way alter any terms of the  
6 mortgage, loan, debt, or obligation, including a reduction in the  
7 amount of interest, principal balance, monthly payments, or  
8 fees owed by a person to a secured or unsecured creditor or debt  
9 collector;  
10 c. obtain any forbearance or modification in the timing of  
11 payments from any secured or unsecured holder or servicer of  
12 any mortgage, loan, debt, or obligation;  
13 d. negotiate, obtain, or arrange any extension of the period  
14 of time within which a person may (i) cure his or her default on  
15 the mortgage, loan, debt, or obligation, (ii) reinstate his or her  
16 mortgage, loan, debt, or obligation, (iii) redeem a dwelling or  
17 other collateral, or (iv) exercise any right to reinstate the  
18 mortgage, loan, debt, or obligation or redeem a dwelling or  
19 other collateral;  
20 e. obtain any waiver of an acceleration clause or balloon  
21 payment contained in any promissory note or contract secured  
22 by any dwelling or other collateral; or  
23 f. negotiate, obtain, or arrange (i) a short sale of a dwelling  
24 or other collateral, (ii) a deed-in-lieu of foreclosure, or (iii) any  
25 other disposition of a mortgage, loan, debt, or obligation other  
26 than a sale to a third party that is not the secured or unsecured  
27 loan holder.

1 The foregoing shall include any manner of claimed assistance, including  
2 auditing or examining a person’s application for the mortgage, loan, debt, or  
3 obligation.

4 2. With respect to any loan, debt, or obligation between a person  
5 and one or more unsecured creditors or debt collectors, any product,  
6 service, plan, or program represented, expressly or by implication, to:

7 a. repay one or more unsecured loans, debts, or obligations;

8 or

9 b. combine unsecured loans, debts, or obligations into one  
10 or more new loans, debts, or obligations.

11 D. “**Receivership Defendants**” means Alliance Document Preparation,  
12 LLC, SBS Capital Group, Inc., First Student Aid, LLC, Direct Consulting Group,  
13 LLC, and Capital Doc Prep, Inc.

14 E. “**Relief Defendants**” means Direct Consulting Group, LLC, and  
15 Capital Doc Prep, Inc.

16 F. “**Stipulating Defendants**” means Benjamin Naderi, and any other  
17 names by which he might be known, Alliance Document Preparation, LLC, SBS  
18 Capital Group, Inc., and First Student Aid, LLC, individually, collectively, or in  
19 any combination.

20 **I. BAN ON SECURED AND UNSECURED DEBT RELIEF**  
21 **PRODUCTS AND SERVICES**

22 **IT IS ORDERED** that Stipulating Defendants are permanently restrained  
23 and enjoined from advertising, marketing, promoting, offering for sale, or selling,  
24 or assisting others in the advertising, marketing, promoting, offering for sale, or  
25 selling, of any secured or unsecured debt relief product or service.

1       **II.       PROHIBITION AGAINST MISREPRESENTATIONS RELATING**  
2                                   **TO FINANCIAL PRODUCTS AND SERVICES**

3               **IT IS FURTHER ORDERED** that Stipulating Defendants, and their  
4 officers, agents, employees, and attorneys, and all other persons or entities in  
5 active concert or participation with them, who receive actual notice of this Order,  
6 whether acting directly or indirectly, in connection with the advertising, marketing,  
7 promoting, offering for sale, or selling of any financial product or service, are  
8 permanently restrained and enjoined from misrepresenting, or assisting others in  
9 misrepresenting, expressly or by implication:

10            A.       The terms or rates that are available for any loan or other extension of  
11 credit, including:

- 12                   1.       closing costs or other fees;
  - 13                   2.       the payment schedule, monthly payment amount(s), any balloon  
14                   payment, or other payment terms;
  - 15                   3.       the interest rate(s), annual percentage rate(s), or finance  
16                   charge(s), or whether they are fixed or adjustable;
  - 17                   4.       the loan amount, credit amount, draw amount, or outstanding  
18                   balance; the loan term, draw period, or maturity; or any other term of  
19                   credit;
  - 20                   5.       the amount of cash to be disbursed to the borrower out of the  
21                   proceeds, or the amount of cash to be disbursed on behalf of the  
22                   borrower to any third parties;
  - 23                   6.       whether any specified minimum payment amount covers both  
24                   interest and principal, or whether the credit has or can result in  
25                   negative amortization;
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1           7.     that the credit does not have a prepayment penalty or whether  
2           subsequent refinancing may trigger a prepayment penalty and/or other  
3           fees; or

4           B.     The ability to improve or otherwise affect a consumer's credit record,  
5           credit history, credit rating, or ability to obtain credit, including that a consumer's  
6           credit record, credit history, credit rating, or ability to obtain credit can be  
7           improved by permanently removing current, accurate negative information from  
8           the consumer's credit record or history.

9           C.     That a consumer will receive legal representation.

10          D.     Any other fact material to consumers concerning any financial  
11          product or service, such as: the total costs; any material restrictions, limitations, or  
12          conditions; or any material aspect of its performance, efficacy, nature, or central  
13          characteristics.

14           **III.    PROHIBITION AGAINST MISREPRESENTATIONS RELATING**  
15   **TO ANY PRODUCTS OR SERVICES**

16           **IT IS FURTHER ORDERED** that Stipulating Defendants, and their  
17          officers, agents, employees, and attorneys, and all other persons in active concert  
18          or participation with them, who receive actual notice of this Order, whether acting  
19          directly or indirectly, in connection with the advertising, marketing, promoting,  
20          offering for sale, or selling of any product, service, plan, or program, are  
21          permanently restrained and enjoined from misrepresenting, or assisting others in  
22          misrepresenting, expressly or by implication:

23          A.     Any material aspect of the nature or terms of any refund, cancellation,  
24          exchange, or repurchase policy, including the likelihood of a consumer obtaining a  
25          full or partial refund, or the circumstances in which a full or partial refund will be  
26          granted to the consumer;

1 B. That any person is affiliated with, endorsed, approved by, accredited  
2 by, or otherwise connected to any other person; government entity; public, non-  
3 profit, or other non-commercial program; or any other program;

4 C. The nature, expertise, position, or job title of any person who provides  
5 any product, service, plan, or program;

6 D. The cost or likelihood of qualifying for or receiving any product,  
7 service, plan, or program;

8 E. That any person providing a testimonial has purchased, received, or  
9 used the product, service, plan, or program;

10 F. That the experience represented in a testimonial of the product,  
11 service, plan, or program represents the person's actual experience resulting from  
12 the use of the product, service, plan, or program under the circumstances depicted  
13 in the advertisement; or

14 G. Any other fact material to consumers concerning any good or service,  
15 such as: the total costs; any material restrictions, limitations, or conditions; or any  
16 material aspect of its performance, efficacy, nature, or central characteristics.

17 **IV. MONETARY EQUITABLE RELIEF AND PARTIAL SUSPENSION**

18 **IT IS FURTHER ORDERED** that:

19 A. Judgment in the amount of \$10,200,000.00 is entered in favor of the  
20 Commission against Stipulating Defendants, jointly and severally, as equitable  
21 monetary relief.

22 B. Stipulating Defendants waive and release any rights and claims to the  
23 funds in the following accounts and within seven (7) days of entry of this Order:

24 1. Bank of America, N.A., shall transfer, in accordance with  
25 instructions provided by a representative of the Commission, all funds in account  
26 ending 0647 to the FTC.

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1           2.     Wells Fargo, N.A., shall transfer, in accordance with  
2 instructions provided by a representative of the Commission, all funds in account  
3 ending 9943 to the FTC.

4           3.     Merrill Lynch shall liquidate and transfer in accordance with  
5 instructions provided by a representative of the Commission, the balance of the  
6 funds remaining after liquidation in account 29X-59A21 to the FTC. All taxes,  
7 fees, and any commissions associated with or resulting from the sale of the stocks  
8 shall be paid from the proceeds of the sale.

9           C.     Stipulating Defendants waive and release any rights and claims to  
10 funds of Alliance Document Preparation, LLC, and Relief Defendants waive and  
11 release any rights and claims to funds of Direct Consulting Group, LLC, and  
12 Capital Doc Prep, Inc., remaining after payment of the fees authorized by the Court  
13 to the court-appointed receiver, Tom McNamara. Payment of such funds to the  
14 FTC, if any, shall be made by the holder of the funds by electronic fund transfer in  
15 accordance with instructions provided to the holder of the funds by a representative  
16 of the Commission.

17           D.     Upon payment of the amounts required by Sections IV.B through  
18 IV.C, above, the remainder of the judgment is suspended, subject to the  
19 Subsections below.

20           E.     The Commission's agreement to the suspension of part of the  
21 judgment is expressly premised upon the truthfulness, accuracy, and completeness  
22 of Stipulating Defendants' sworn financial statements dated October 15, 2017, and  
23 related documents (collectively, "financial representations") submitted to the  
24 Commission.

25           F.     The suspension of the judgment will be lifted as to any Stipulating  
26 Defendant if, upon motion by the Commission, the Court finds that the Stipulating  
27 Defendant failed to disclose any material asset, materially misstated the value of

1 any asset, or made any other material misstatement or omission in the financial  
2 representations identified above.

3 G. If the suspension of the judgment is lifted, the judgment becomes  
4 immediately due as to that Stipulating Defendant in the amount specified in  
5 Subsection A. above (which the parties stipulate only for purposes of this Section)  
6 represents the consumer injury caused by Stipulating Defendants, less any payment  
7 previously made pursuant to this Section, plus interest computed from the date of  
8 entry of this Order.

9 **V. OTHER MONETARY PROVISIONS**

10 **IT IS FURTHER ORDERED** that:

11 A. Stipulating Defendants relinquish dominion and all legal and equitable  
12 right, title, and interest in all assets transferred pursuant to this Order and may not  
13 seek the return of any assets.

14 B. The facts alleged in the Complaint will be taken as true, without  
15 further proof, in any subsequent civil litigation by or on behalf of the Commission,  
16 including in a proceeding to enforce its rights to any payment or money judgment  
17 pursuant to this Order, such as a non-dischargeability complaint in any bankruptcy  
18 case.

19 C. The facts alleged in the Complaint establish all elements necessary to  
20 sustain an action by the Commission pursuant to Section 523(a)(2)(A) of the  
21 Bankruptcy Code, 11 U.S.C. § 523(a)(2)(A), and this Order will have collateral  
22 estoppel effect for such purposes.

23 D. Stipulating Defendants acknowledges that the Social Security and  
24 Taxpayer Identification Numbers, which Stipulating Defendants previously  
25 submitted to the Commission, may be used for collecting and reporting on any  
26 delinquent amount arising out of this Order, in accordance with 31 U.S.C. § 7701.  
27

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1 E. All money paid to the Commission pursuant to this Order may be  
2 deposited into a fund administered by the Commission or its designee to be used  
3 for equitable relief, including consumer redress and any attendant expenses for the  
4 administration of any redress fund. If a representative of the Commission decides  
5 that direct redress to consumers is wholly or partially impracticable or money  
6 remains after redress is completed, the Commission may apply any remaining  
7 money for such other equitable relief (including consumer information remedies)  
8 as it determines to be reasonably related to Stipulating Defendants' practices  
9 alleged in the Complaint. Any money not used for such equitable relief is to be  
10 deposited to the U.S. Treasury as disgorgement. Stipulating Defendants have no  
11 right to challenge any actions the Commission or its representative may take  
12 pursuant to this Subsection.

13 F. Upon completion of the payments and other transfers identified in  
14 Section IV.B, above, the freeze on the personal assets of Benjamin Naderi is lifted.  
15 The freeze on the assets of the Receivership Defendants shall remain in effect until  
16 the Receiver receives payment of all Court-approved fees and expenses of the  
17 Receiver and the Receiver is discharged. A financial institution shall be entitled to  
18 rely upon a letter from a representative of the Commission stating that the freeze  
19 on a Stipulating Defendant's assets has been lifted.

## 20 VI. CUSTOMER INFORMATION

21 **IT IS FURTHER ORDERED** that Stipulating Defendants, their officers,  
22 agents, employees, attorneys, and all other persons who are in active concert or  
23 participation with them, who receive actual notice of this Order, are permanently  
24 restrained and enjoined from directly or indirectly:

25 A. Failing to provide sufficient customer information to enable the  
26 Commission to efficiently administer consumer redress. Stipulating Defendants  
27 represent that they have provided this redress information to the Commission. If a

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1 representative of the Commission requests in writing information related to  
2 redress, Stipulating Defendants must provide it, in the form prescribed by the  
3 Commission, within fourteen (14) days.

4 B. Disclosing, using, or benefitting from customer information, including  
5 the name, address, telephone number, email address, other identifying information,  
6 or any data that enables access to a customer's account, (including a credit card,  
7 bank account, or other financial account), that Stipulating Defendants obtained  
8 prior to entry of this Order in connection with the sale of debt relief; and

9 C. Failing to destroy such customer information in all forms in their  
10 possession, custody, or control within thirty (30) days after entry of this Order.

11 *Provided, however,* that customer information need not be disposed of, and  
12 may be disclosed, to the extent requested by a government agency or required by  
13 law, regulation, or court order.

#### 14 **VII. COOPERATION WITH FTC**

15 **IT IS FURTHER ORDERED** that Stipulating Defendants must fully  
16 cooperate with representatives of the Commission in this case and in any  
17 investigation related to or associated with the transactions or the occurrences that  
18 are the subject of the Complaint. Stipulating Defendants must provide truthful and  
19 complete information, evidence, and testimony. Stipulating Defendants must  
20 appear and must cause officers, employees, representatives, or agents to appear for  
21 interviews, discovery, hearings, trials, and any other proceedings that a  
22 Commission representative may designate, without the service of a subpoena.

#### 23 **VIII. COOPERATION WITH RECEIVER**

24 **IT IS FURTHER ORDERED** that Stipulating Defendants shall not  
25 interfere with the Receiver's performance of his duties and shall cooperate fully  
26 with the Receiver to complete his duties, including, but not limited to, cooperation  
27 as to the Receiver's pursuit of any claims against other persons or entities and the

1 Receiver's pursuit of any funds or assets of a Receivership Defendant. Stipulating  
2 Defendants shall execute any documents requested by the Receiver necessary to  
3 transfer assets or ownership interests to the Receiver. If it becomes necessary to  
4 execute additional documents to transfer or liquidate assets of a Receivership  
5 Defendant or any other assets that are surrendered under this order or to wind up  
6 the Receivership Defendants, Defendants must execute all documents requested by  
7 the Receiver within five (5) days of receipt from the Receiver

8 **IX. RECEIVERSHIP WRAP UP AND TERMINATION**

9 **IT IS FURTHER ORDERED** that the Receiver shall endeavor to complete  
10 all duties of the Receiver and file a Final Report and Final Fee Application within  
11 180 days after entry of this Order, but any party or the Receiver may request an  
12 extension or shortening of the Receiver's term for good cause. Upon the ruling of  
13 the Court on all pending motions by the Receiver for the approval of fees and  
14 expenses of the Receiver and his professionals, the Receiver may withdraw all  
15 approved amounts for receivership expenses from the receivership account and  
16 transfer the balance to the account of the Commission.

17 **X. ORDER ACKNOWLEDGMENTS**

18 **IT IS FURTHER ORDERED** that Stipulating Defendants obtain  
19 acknowledgments of receipt of this Order:

20 A. Stipulating Defendants, within seven (7) days of entry of this Order,  
21 must submit to the Commission an acknowledgment of receipt of this Order sworn  
22 under penalty of perjury.

23 B. For five (5) years after entry of this Order, Benjamin Naderi for any  
24 business that he is the majority owner or controls directly or indirectly, must  
25 deliver a copy of this Order to: (1) all principals, officers, directors, and LLC  
26 managers and members; (2) all employees, agents, and representatives having  
27 managerial responsibilities for conduct related to the subject matter of the Order;

1 and (3) any business entity resulting from any change in structure as set forth in  
2 the Section titled Compliance Reporting. Delivery must occur within 7 days of  
3 entry of this Order for current personnel. For all others, delivery must occur before  
4 they assume their responsibilities.

5 C. From each individual or entity to which a Stipulating Defendant  
6 delivered a copy of this Order, that Stipulating Defendant must obtain, within 30  
7 days, a signed and dated acknowledgment of receipt of this Order.

## 8 **XI. COMPLIANCE REPORTING**

9 **IT IS FURTHER ORDERED** that Stipulating Defendants make timely  
10 submissions to the Commission:

11 A. One year after entry of this Order, Stipulating Defendants must submit  
12 a compliance report, sworn under penalty of perjury.

13 1. Each Stipulating Defendant must: (a) identify the primary  
14 physical, postal, and email address and telephone number, as designated  
15 points of contact, which representatives of the Commission may use to  
16 communicate with Stipulating Defendant; (b) identify all of that Stipulating  
17 Defendant's businesses by all of their names, telephone numbers, and  
18 physical, postal, email, and Internet addresses; (c) describe the activities of  
19 each business including the goods and services offered, the means of  
20 advertising, marketing, and sales, and the involvement of any other  
21 Defendant (which Stipulating Defendant Benjamin Naderi must describe if  
22 he knows or should know due to his own involvement); (d) describe in detail  
23 whether and how that Stipulating Defendant is in compliance with each  
24 Section of this Order; and (e) provide a copy of each Order  
25 Acknowledgment obtained pursuant to this Order, unless previously  
26 submitted to the Commission.

1           2.     Additionally, Stipulating Defendant Benjamin Naderi must: (a)  
2 identify all telephone numbers and all physical, postal, email and Internet  
3 addresses, including all residences; (b) identify all business activities,  
4 including any business for which he performs services whether as an  
5 employee or otherwise and any entity in which he has any ownership  
6 interest; and (c) describe in detail his involvement in each such business,  
7 including title, role, responsibilities, participation, authority, control, and any  
8 ownership.

9           B.     For ten (10) years after entry of this Order, each Stipulating Defendant  
10 must submit a compliance notice, sworn under penalty of perjury, within fourteen  
11 (14) days of any change in the following:

12           1.     Each Stipulating Defendant must report any change in: (a) any  
13 designated point of contact; or (b) the structure of Alliance Document  
14 Preparation, LLC, SBS Capital Group, Inc., and First Student Aid, LLC, and  
15 their successors and assigns, or any entity that Stipulating Defendant  
16 Benjamin Naderi has any ownership interest in or controls directly or  
17 indirectly that may affect compliance obligations arising under this Order,  
18 including: creation, merger, sale, or dissolution of the entity or any  
19 subsidiary, parent, or affiliate that engages in any acts or practices subject to  
20 this Order.

21           2.     Additionally, Stipulating Defendant Benjamin Naderi must  
22 report any change in: (a) name, including aliases or fictitious name, or  
23 residence address; or (b) title or role in any business activity, including any  
24 business for which he performs services whether as an employee or  
25 otherwise and any entity in which he has any ownership interest, and  
26 identify the name, physical address, and any Internet address of the business  
27 or entity.

1 C. Stipulating Defendants must submit to the Commission notice of the  
2 filing of any bankruptcy petition, insolvency proceeding, or similar proceeding by  
3 or against Stipulating Defendants within fourteen (14) days of its filing.

4 D. Any submission to the Commission required by this Order to be  
5 sworn under penalty of perjury must be true and accurate and comply with 28  
6 U.S.C. § 1746, such as by concluding: “I declare under penalty of perjury under  
7 the laws of the United States of America that the foregoing is true and correct.  
8 Executed on: \_\_\_\_\_” and supplying the date, signatory’s full name, title (if  
9 applicable), and signature.

10 E. Unless otherwise directed by a Commission representative in writing,  
11 all submissions to the Commission pursuant to this Order must be emailed to  
12 DEbrief@ftc.gov or sent by overnight courier (not the U.S. Postal Service) to:  
13 Associate Director for Enforcement, Bureau of Consumer Protection, Federal  
14 Trade Commission, 600 Pennsylvania Avenue NW, Washington, DC 20580. The  
15 subject line must begin: FTC v. Alliance Document Preparation, LLC, et al.,  
16 X170054.

## 17 XII. RECORDKEEPING

18 **IT IS FURTHER ORDERED** that Stipulating Defendants must create  
19 certain records for ten (10) years after entry of the Order, and retain each such  
20 record for five (5) years. Specifically, Stipulating Defendants Alliance Document  
21 Preparation, LLC, SBS Capital Group, Inc., First Student Aid, LLC, and their  
22 successors and assigns, and Stipulating Defendant Benjamin Naderi for any  
23 business that he is a majority owner or controls directly or indirectly, and that is  
24 engaged in conduct that affects compliance with this Order, must create and retain  
25 the following records: (a) accounting records showing the revenues from all goods  
26 or services sold; (b) personnel records showing, for each person providing services,  
27 whether as an employee or otherwise, that person’s: name; addresses; telephone



1 numbers; job title or position; dates of service; and (if applicable) the reason for  
2 termination; (c) records of all consumer complaints and refund requests, whether  
3 received directly or indirectly, such as through a third party, and any response; (d)  
4 all records necessary to demonstrate full compliance with each provision of this  
5 Order, including all submissions to the Commission; and (e) a copy of each unique  
6 advertisement or other marketing material.

### 7 **XIII. COMPLIANCE MONITORING**

8 **IT IS FURTHER ORDERED** that, for the purpose of monitoring  
9 Stipulating Defendants' compliance with this Order, including the financial  
10 attestations upon which all or part of the judgment was suspended and any failure  
11 to transfer any assets as required by this Order:

12 A. Within fourteen (14) days of receipt of a written request from a  
13 representative of the Commission, Stipulating Defendants must: submit additional  
14 compliance reports or other requested information, which must be sworn under  
15 penalty of perjury; appear for depositions; and produce documents for inspection  
16 and copying. The Commission is also authorized to obtain discovery, without  
17 further leave of court, using any of the procedures prescribed by Federal Rules of  
18 Civil Procedure 29, 30 (including telephonic depositions), 31, 33, 34, 36, 45, and  
19 69.

20 B. For matters concerning this Order, the Commission is authorized to  
21 communicate directly with Stipulating Defendants. Stipulating Defendants must  
22 permit representatives of the Commission to interview any employee or other  
23 person affiliated with Stipulating Defendants who has agreed to such an interview.  
24 The person interviewed may have counsel present.

25 C. The Commission may use all other lawful means, including posing,  
26 through its representatives as consumers, suppliers, or other individuals or entities,  
27 to Stipulating Defendants or any individual or entity affiliated with Stipulating

1 Defendants, without the necessity of identification or prior notice. Nothing in this  
2 Order limits the Commission's lawful use of compulsory process, pursuant to  
3 Sections 9 and 20 of the FTC Act, 15 U.S.C. §§ 49, 57b-1.

4 D. Upon written request from a representative of the Commission, any  
5 consumer reporting agency must furnish consumer reports concerning Benjamin  
6 Naderi, pursuant to Section 604(1) of the Fair Credit Reporting Act, 15 U.S.C.  
7 §1681b(a)(1).

8 **XIV. ENTRY OF FINAL ORDER**

9 **IT IS FURTHER ORDERED** that there is no just reason for delay of entry  
10 of this final order, and that, pursuant to Federal Rule of Civil Procedure 54(b), the  
11 Clerk immediately shall enter this Order as a final order as to Stipulating  
12 Defendants.

13  
14 **XV. RETENTION OF JURISDICTION**

15 **IT IS FURTHER ORDERED** that this Court shall retain jurisdiction of  
16 this matter for all purposes.

17 **SO ORDERED**, this \_\_\_\_\_ day of \_\_\_\_\_, 2018, at \_\_\_\_ a.m./p.m.

18  
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20 \_\_\_\_\_  
21 THE HONORABLE S. JAMES OTERO  
22 UNITED STATES DISTRICT JUDGE  
23  
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