DISTRICT COURT
Co... State of Idaho
OCT - 4 2001
By

ALAN G. LANCE
ATTORNEY GENERAL

MICHAEL LARSEN
Deputy Attorney General
State of Idaho
Department of Finance
P.O. Box 83720
Boise, ID 83720-0031
Telephone: (208) 332-8000
Facsimile: (208) 332-8099
Idaho State Bar #3436

IN THE DISTRICT COURT OF THE FIFTH JUDICIAL DISTRICT

OF THE STATE OF IDAHO, IN AND FOR THE COUNTY OF TWIN FALLS

STATE OF IDAHO, Department of Finance, Plaintiff, vs. PREMIER MARKETING & INVESTMENTS INC., a California corporation, NICHOLAS RICHMOND, an individual, MICHAEL DERRO, an individual, BONNIE CAPPS, an individual, STEVEN W. KEYES an individual, Defendants.	Civil No. CV-01-1639 **DEFAULT JUDGMENT** **PREMIER MARKETING & INVESTMENTS, INC., NICHOLAS RICHMOND, AND MICHAEL DERRO**

In this action, Defendants Premier Marketing & Investments, Inc., Nicholas Richmond, and Michael Derro, having been regularly served with process, and having failed to appear under I.R.C.P. 12(a), to plead or otherwise defend in this action, the legal time for answering having

expired, the Default of the Defendants was duly entered according to law, based upon the Affidavit of A. René Martin, the other pleadings, papers, and records on file herein, and pursuant to the prayer of said Verified Complaint,

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED as follows:

1. Defendants Premier Marketing & Investments, Inc., Nicholas Richmond, and Michael Derro, have violated the Idaho Securities Act and Rules thereunder as alleged in the Verified Complaint.

2. Defendants Premier Marketing & Investments, Inc., Nicholas Richmond, and Michael Derro are permanently enjoined from engaging in any acts, practices or omissions which would constitute violations of the Idaho Securities Act, Title 30, Chapter 14, Idaho Code, and in particular, are permanently enjoined from:

   A. Selling or offering for sale nonexempt securities in any form in the state of Idaho until such time as such securities have been registered with the Idaho Department of Finance, in accordance with Title 30, Chapter 14, Idaho Code;

   B. Selling or offering for sale nonexempt securities in any form in the state of Idaho until such time as said Defendants are registered as broker-dealers or salesmen for a broker-dealer or issuer with the Idaho Department of Finance, in accordance with Title 30, Chapter 14, Idaho Code;

   C. While engaged in or in connection with the offer, sale, or purchase of any security:

(1) Employing any device, scheme or artifice to defraud any investors in the securities;

(2) Making any untrue statement of material fact, or omitting to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they are made, not misleading; and

(3) Engaging in any act, practice or course of business which operates or would operate as a fraud or deceit upon any person.

D. Aiding, abetting, counseling, inducing or causing any other person to engage in any of the types of conduct described in paragraphs A, B, or C, above.

3. Defendants Premier Marketing & Investments, Inc., Nicholas Richmond, and Michael Derro are prohibited from claiming the availability of, using, or offering or selling securities under any exemptions under the Idaho Securities Act without receiving the prior written consent of the Director.

4. Defendants Premier Marketing & Investments, Inc., Nicholas Richmond, and Michael Derro shall restore to each person in interest any consideration which may have been acquired or transferred in violation of the Idaho Securities Act. In particular, and without limiting the foregoing, a money judgment of $25,000.00 is hereby adjudged against Premier Marketing & Investments, Inc., Nicholas Richmond, and Michael Derro, jointly and severally, as consumer restitution.

5. There is hereby adjudged, as a joint and several obligation, against Defendants Premier Marketing & Investments, Inc., Nicholas Richmond, and Michael Derro, a civil penalty in favor of the Idaho Department of Finance in the amount of ten thousand dollars ($10,000.00) for violations of the Idaho Securities Act.

6. Defendants Premier Marketing & Investments, Inc., Nicholas Richmond, and Michael Derro, shall pay costs incurred in the preparation and the prosecution of this action, including attorney fees and reimbursement for investigative efforts, in the amount of five thousand dollars ($5,000.00).

7. Based on the foregoing, the total money judgment hereby entered against Defendants Premier Marketing & Investments, Inc., Nicholas Richmond, and Michael Derro, jointly and severally, is forty thousand dollars ($40,000.00) with interest accruing thereon from the date of entry of this judgment at the lawful rate of interest on money judgments.

DATED this 4 day of Oct, 2001.

John C. Hohnhorst

Honorable Daniel B. Meehl
District Judge

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on this 4 day of ~~September~~ Oct, 2001, I caused a true and correct copy of the foregoing DEFAULT JUDGMENT to be served on the following by the designated means:

Premier Marketing & Investments, Inc. 3580 Wilshire Blvd., Ste 2030 Los Angeles, CA 90010	[✓] U.S. mail, postage prepaid
Nicholas Richmond 449 S. Kingsley Dr., #327 Los Angeles, CA 90020	[✓] U.S. mail, postage prepaid
Nicholas Richmond 7985 Santa Monica Blvd., #170 West Hollywood, CA 90046	[✓] U.S. mail, postage prepaid
Michael Derro 449 S. Kingsley Dr., #327 Los Angeles, CA 90020	[✓] U.S. mail, postage prepaid

S/ [illegible]
Deputy Clerk