IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF VIRGINIA
ALEXANDRIA DIVISION

)
FEDERAL TRADECOMMISSION,)
)
Plaintiff,)
v.) Case No. 1:97-cv-01114-GBL-TCB
)
INTERNATIONAL PRODUCT DESIGN, INC.; THE)
INNOVATION CENTER, INC.; NATIONAL IDEA)
CENTER; AMERICAN INVENTION ASSOCIATES,)
INC.; INVENTION CONSULTANTS, USA, INC.; NEW)
PRODUCTS OF AMERICA, INC.; AZURE)
COMMUNICATIONS, INC dba LONDON)
COMMUNICATIONS, INC.; INTERNATIONAL)
LICENSING CORPORATION, INC.; ROBERTN.)
WA.XMAN; PETERDORAN; DARRELL MORMANDO;)
JULIAN GUMPEL; AND GREG WILSON,)

Defendants.)
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ORDER FOR MONETARY RELIEF

Plaintiff, the Federal Trade Commission, ("FTC"

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May 3,2007. After carefully considering the evidence, this Court held the Contempt Defendants

in contempt. At the hearing's conclusion, the Court made detailed findings offact and

conclusions of law, which are hereby incorporated into this Order for Monetary Relief, and

which included the following:

1. In 1997, the Commission brought its original complaint against several .

defendants, including Gumpel, Mormando, and Wilson, alleging that they deceptively marketed

invention promotion services in violation of Section 5(a) of the FTC Act, 15 U.S.C. § 45(a).

Gumpel, Wilson, and Mormando consented to the entry of the Stipulated Order in 1998. Fleisher

had notice of and was subject to the Stipulated Order.

2. After entry ofthe Stipulated Order, the Contempt Defendants jointly operated

PTI, an invention promotion business. PTJ was a successor

unaware ofany consumers who had made more money from their inventions than what they had paid PTI.
5. Contempt Defendants' misrepresentations and the information required to be
disclosed in the Affirmative Disclosure would have been material to, and relied upon by, consumers acting reasonably under the circumstances in making decisions to purchase PTI's services.

6. Contempt Defendants joined together to violate the Stipulated Order, and their
joint violations caused an aggregate harm of $61 million to consumers.
7. From this overall liability, certain deductions should be allowed for the expenses
of certain individual defendants. In particular, the Court finds that Wilson had $6,351 in expenses; Mormando had $10,691 in expenses; and Fleisher had $1.3 million in expenses.

THEREFORE, IT IS ORDERED

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unless they have done so already, to furnish to the Commission their taxpayer

identifying numbers (social security numbers and employer identification

numbers) which shall be used for purposes of collecting and reporting on any

delinquent amount arising out of Contempt Defendants' relationship with the

government.

E. All funds paid to the Commission or its agent pursuant to this Order may be

deposited into a fund administered by the Commission or its agent to be used for

equitable relief, including but not limited to

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IT IS FURTHER ORDERED, pursuant to Fed. R. Civ. P. 54(b), that there is no just reason for delay andthe Clerk ofthe Court shall immediately enter this Order as a final order.

IT IS SO ORDERED.

Dated: ~l-'2- 14:"'l

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