ZACHARY T. CARLYLE 1 CarlyleZ@sec.gov SECURITIES AND EXCHANGE COMMISSION Byron G. Rogers Federal Building 1961 Stout Street, Suite 1700 Denver, Colorado 80294-1961 3 Telephone: (303) 844-1000 Facsimile: (303) 297-3529 4 5 LOCAL COUNSEL: David J. VanHavermaat, Cal. Bar No. 175761 6 VanHavermaatD@sec.gov SECURITIES AND EXCHANGE COMMISSION 7 444 S. Flower Street, Suite 900 Los Angeles, California 90071 Telephone: (323) 965-3213 Facsimile: (213) 443-1904 8 9 10 Attorneys for Plaintiff Securities and Exchange Commission 11 UNITED STATES DISTRICT COURT 12 CENTRAL DISTRICT OF CALIFORNIA 13 14 15 Case No. 5:15-cv-02387-SVW-KK SECURITIES AND EXCHANGE 16 COMMISSION, 17 CONSENT OF RELIEF DEFENDANT Plaintiff, SUNCOR CARE, INC. 18 VS. 19 ROBERT YANG, 20 CLAUDIA KANO, SUNCOR FONTANA, LLC, 21 SUNCOR HESPERIA, LLC, AND SUNCOR CARE LYNWOOD, LLC 22 Defendants, 23 AND 24 YANROB'S MEDICAL, INC., 25 HEALTHPRO CAPITAL PARTNERS, LLC, 26 AND SUNCOR CARE, INC. 27 Relief Defendants. 28

## CONSENT OF RELIEF DEFENDANT SUNCOR CARE, INC.

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- 1. Relief Defendant Suncor Care, Inc. ("Relief Defendant") acknowledges having been served with the Amended Complaint in this action and having entered a general appearance, and admits the Court's jurisdiction over Relief Defendant and over the subject matter of this action.
- Without admitting or denying the allegations of the Amended Complaint (except as provided as to personal and subject matter jurisdiction, which Relief Defendant admits), Relief Defendant hereby consents to the entry of the Judgment in the form attached hereto (the "Judgment") and incorporated by reference herein, which, among other things: Orders that the Relief Defendant shall pay disgorgement of ill-gotten gains and prejudgment interest thereon; that the amount of the disgorgement shall be determined by the Court upon motion of the Commission; and that prejudgment interest shall be calculated from December 10, 2012, based on the rate of interest used by the Internal Revenue Service for the underpayment of federal income tax as set forth in 26 U.S.C. § 6621(a)(2). Relief Defendant further agrees that in connection with the Commission's motion for disgorgement and/or civil penalties, and at any hearing held on such a motion: (a) Relief Defendant will be precluded from arguing that the Defendants did not violate the federal securities laws as alleged in the Amended Complaint; (b) Relief Defendant may not challenge the validity of this Consent or the Judgment; (c) solely for the purposes of such motion, the allegations of the Amended Complaint shall be accepted as and deemed true by the Court; and (d) the Court may determine the issues raised in the motion on the basis of affidavits, declarations, excerpts of sworn deposition or investigative testimony, and documentary evidence, without regard to the standards for summary judgment contained in Rule 56(c) of the Federal Rules of Civil Procedure. In connection with the Commission's motion for disgorgement and/or civil penalties, the parties may take discovery, including discovery from appropriate non-parties.

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- 3. Relief Defendant waives the entry of findings of fact and conclusions of law pursuant to Rule 52 of the Federal Rules of Civil Procedure.
- 4. Relief Defendant waives the right, if any, to a jury trial and to appeal from the entry of the Judgment.
- 5. Relief Defendant enters into this Consent voluntarily and represents that no threats, offers, promises, or inducements of any kind have been made by the Commission or any member, officer, employee, agent, or representative of the Commission to induce Relief Defendant to enter into this Consent.
- 6. Relief Defendant agrees that this Consent shall be incorporated into the Judgment with the same force and effect as if fully set forth therein.
- 7. Relief Defendant will not oppose the enforcement of the Judgment on the ground, if any exists, that it fails to comply with Rule 65(d) of the Federal Rules of Civil Procedure, and hereby waives any objection based thereon.
- 8. Relief Defendant waives service of the Judgment and agrees that entry of the Judgment by the Court and filing with the Clerk of the Court will constitute notice to Relief Defendant of its terms and conditions. Relief Defendant further agrees to provide counsel for the Commission, within thirty days after the Judgment is filed with the Clerk of the Court, with an affidavit or declaration stating that Relief Defendant has received and read a copy of the Judgment.
- 9. Consistent with 17 C.F.R. 202.5(f), this Consent resolves only certain claims asserted against Relief Defendant in this civil proceeding. Relief Defendant acknowledges that no promise or representation has been made by the Commission or any member, officer, employee, agent, or representative of the Commission with regard to any criminal liability that may have arisen or may arise from the facts underlying this action or immunity from any such criminal liability. Relief Defendant waives any claim of Double Jeopardy based upon the settlement of this proceeding, including the imposition of any remedy or civil penalty herein.

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- Relief Defendant understands and agrees to comply with the terms of 17 10. C.F.R. § 202.5(e), which provides in part that it is the Commission's policy "not to 2 permit a defendant or respondent to consent to a judgment or order that imposes a 3 sanction while denying the allegations in the complaint or order for proceedings," and 4 "a refusal to admit the allegations is equivalent to a denial, unless the defendant or 5 respondent states that he neither admits nor denies the allegations." As part of Relief 6 Defendant's agreement to comply with the terms of Section 202.5(e), Relief 7 Defendant: (i) will not take any action or make or permit to be made any public 8 statement denying, directly or indirectly, any allegation in the Amended Complaint or 9 creating the impression that the Amended Complaint is without factual basis; (ii) will 10 not make or permit to be made any public statement to the effect that Relief 11 Defendant does not admit the allegations of the Amended Complaint, or that this 12 Consent contains no admission of the allegations, without also stating that Relief 13 Defendant does not deny the allegations; (iii) upon the filing of this Consent, Relief 14 Defendant hereby withdraws any papers filed in this action to the extent that they 15 deny any allegation in the Amended Complaint. If Relief Defendant breaches this 16 agreement, the Commission may petition the Court to vacate the Judgment and 17 restore this action to its active docket. Nothing in this paragraph affects Relief 18 Defendant's: (i) testimonial obligations; or (ii) right to take legal or factual positions 19 in litigation or other legal proceedings in which the Commission is not a party. 20 Relief Defendant hereby waives any rights under the Equal Access to 11. 21
  - Justice Act, the Small Business Regulatory Enforcement Fairness Act of 1996, or any other provision of law to seek from the United States, or any agency, or any official of the United States acting in his or her official capacity, directly or indirectly, reimbursement of attorney's fees or other fees, expenses, or costs expended by Defendant to defend against this action. For these purposes, Relief Defendant agrees that Relief Defendant is not the prevailing party in this action since the parties have reached a good faith settlement.

- In connection with this action and any related judicial or administrative 12. 1 proceeding or investigation commenced by the Commission or to which the 2 Commission is a party, Relief Defendant (i) agrees to appear and be interviewed by 3 Commission staff at such times and places as the staff requests upon reasonable 4 notice; (ii) will accept service by mail or facsimile transmission of notices or 5 subpoenas issued by the Commission for documents or testimony at depositions, 6 hearings, or trials, or in connection with any related investigation by Commission 7 staff; (iii) appoints Relief Defendant's undersigned attorney as agent to receive 8 service of such notices and subpoenas; (iv) with respect to such notices and 9 subpoenas, waives the territorial limits on service contained in Rule 45 of the Federal 10 Rules of Civil Procedure and any applicable local rules, provided that the party 11 requesting the testimony reimburses Relief Defendant's travel, lodging, and subsistence 12 expenses at the then-prevailing U.S. Government per diem rates; and (v) consents to 13 personal jurisdiction over Relief Defendant in any United States District Court for 14 purposes of enforcing any such subpoena. 15 13. 16
  - 13. Relief Defendant agrees that the Commission may present the Judgment to the Court for signature and entry without further notice.
  - 14. Relief Defendant agrees that this Court shall retain jurisdiction over this matter for the purpose of enforcing the terms of the Judgment.

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| 1  | 15. Relief Defendant agrees that the Preliminary Injunction, Order   |  |  |
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| 2  | Appointing Receiver, Freezing Assets, and Providing for Other Ancillary Relief                                 |  |  |
| 3  | entered by the Court on December 12, 2015 shall remain in full force and effect as to                          |  |  |
| 4  | Relief Defendant following entry of the Judgment.  |  |  |
| 5  | Company Comp. Imp.   |  |  |
| 6  | Suncor Care, Inc.  |  |  |
| 7  | Dru (  |  |  |
| 8  | By: NAME: CLAUDIA KANO   |  |  |
| 9  |  |  |  |
| 10 | TITLE: SUP<br>ADDRESS: 406 E. VANDERBILT WAY<br>SAN BERNARDINU, CA 92408.                                      |  |  |
| 11 | SAN BERNARDING, CA 92408.  |  |  |
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| 16 | On June 8, 2016, CLAUDIA KANO, a person  |  |  |
| 17 | known to me, personally appeared before me and acknowledged executing the                                      |  |  |
| 18 | foregoing Consent with full authority to do so on behalf of Suncor Care, Inc.                                  |  |  |
| 19 | ASHA MASSEY & Notary Public  |  |  |
| 20 | ASHA MASSEY COMM. # 2127830 Notary Public Notary Public Commission expires:  Notary Public Commission expires: |  |  |
| 21 | MY COMM. EXP. OCT. 22, 2019  |  |  |
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| 23 | Approved as to form:   |  |  |
| 24 |  |  |  |
| 25 | Mark Hiraide, Esq. Mitchell Silberberg & Knupp LLP   |  |  |
| 26 | Mitchell Silberberg & Knupp LLP<br>11377 W. Olympic Blvd.<br>Los Angeles, CA 90064                             |  |  |
| 27 | Los Angeles, CA 90064<br>Attorney for Relief Defendant   |  |  |
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| 1   | ZACHARY T. CARLYLE   |  |  |  |
|-----|--|--|--|--|
| 2   | LESLIE J. HUGHES Admitted pro hac vice CarlyleZ@sec.gov HughesLJ@sec.gov SECURITIES AND EXCHANGE COMMISSION Byron G. Rogers Federal Building 1961 Stout Street, Suite 1700 Denver, Colorado 80294-1961 Telephone: (202) 844-1000 |  |  |  |
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| 7   | LOCAL COUNSEL: David J. VanHavermaat, Cal. Bar No. 175761 VanhavermaatD@sec.gov  |  |  |  |
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| 9   | SECURITIES AND EXCHANGE COMMISSION 444 S. Flower Street, Suite 900   |  |  |  |
| 10  | Los Angeles, California 90071<br>Telephone: (323) 965-3213   |  |  |  |
| 11  | Facsimile: (213) 443-1904  |  |  |  |
| 12  | UNITED STATES DISTRICT COURT   |  |  |  |
| 13  | CENTRAL DISTRICT OF CALIFORNIA   |  |  |  |
| 14  | SECURITIES AND EXCHANGE  | Case No. 5:15-cv-02387-SVW (KKx)                     |  |  |
| 15  | COMMISSION,<br>Plaintiff,  |  |  |  |
| 16  | vs.  | JUDGMENT AS TO RELIEF<br>DEFENDANT SUNCOR CARE, INC. |  |  |
| 17  | ROBERT YANG,   |  |  |  |
| 18  | CLAUDIA KANO,  |  |  |  |
| 19  | SUNCOR FONTANA, LLC,<br>SUNCOR HESPERIA, LLC, AND  |  |  |  |
| 20  | SUNCOR CARE LYNWOOD, LLC   |  |  |  |
| 21  | Defendants,  |  |  |  |
| 22  | AND  |  |  |  |
| 23  | YANROB'S MEDICAL, INC.,  |  |  |  |
| 24  | HEALTHPRO CAPITAL PARTNERS, LLC,   |  |  |  |
| 25  | And Suncor Care, Inc. Relief Defendants.   |  |  |  |
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The Securities and Exchange Commission having filed a Complaint and Relief Defendant Suncor Care, Inc., having entered a general appearance; consented to the Court's jurisdiction over Relief Defendant and the subject matter of this action; consented to entry of this Judgment without admitting or denying the allegations of the Amended Complaint (except as to jurisdiction, which is admitted); waived findings of fact and conclusions of law; and waived any right to appeal from this Judgment:

T.

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Relief Defendant shall pay disgorgement of ill-gotten gains and prejudgment interest thereon; that the amounts of the disgorgement shall be determined by the Court upon motion of the Commission; and that prejudgment interest shall be calculated from December 10, 2012, based on the rate of interest used by the Internal Revenue Service for the underpayment of federal income tax as set forth in 26 U.S.C. § 6621(a)(2). In connection with the Commission's motion for disgorgement and/or civil penalties, and at any hearing held on such a motion: (a) Relief Defendant will be precluded from arguing that the Defendants did not violate the federal securities laws as alleged in the Amended Complaint; (b) Relief Defendant may not challenge the validity of the Consent or this Judgment; (c) solely for the purposes of such motion, the allegations of the Amended Complaint shall be accepted as and deemed true by the Court; and (d) the Court may determine the issues raised in the motion on the basis of affidavits, declarations, excerpts of sworn deposition or investigative testimony, and documentary evidence, without regard to the standards for summary judgment contained in Rule 56(c) of the Federal Rules of Civil Procedure. In connection with the Commission's motion for disgorgement and/or civil penalties, the parties may take discovery, including discovery from appropriate non-parties.

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| IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that this Court                             |  |  |  |
| shall retain jurisdiction of this matter for the purposes of enforcing the terms of this |  |  |  |
| Judgment.  |  |  |  |
| III.   |  |  |  |
| IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the                                    |  |  |  |
| Preliminary Injunction, Order Appointing Receiver, Freezing Assets, and Providing for    |  |  |  |
| Other Ancillary Relief entered by the Court on December 12, 2015 shall remain in full    |  |  |  |
| force and effect as to Relief Defendant following entry of the Judgment.                 |  |  |  |
| IV.  |  |  |  |
| There being no just reason for delay, pursuant to Rule 54(b) of the Federal Rules        |  |  |  |
| of Civil Procedure, the Clerk is ordered to enter this Judgment forthwith and without    |  |  |  |
| further notice.  |  |  |  |
| Dated:   |  |  |  |
| Dated  |  |  |  |
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| UNITED STATES DISTRICT JUDGE   |  |  |  |
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