FILED
SUPERIOR COURT OF CALIFORNIA
COUNTY OF ORANGE
CENTRAL JUSTICE CENTER
JUL 11 2006
Clerk of the Court
BY M. WHITE

PRESTON DuFAUCHARD
California Corporations Commissioner
WAYNE STRUMPFER
Deputy Commissioner
ALAN S. WEINGER
Supervising Attorney
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Attorneys for the People of the State of California

SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF ORANGE

THE PEOPLE OF THE STATE OF CALIFORNIA, by and through the CALIFORNIA CORPORATIONS COMMISSIONER, Plaintiff, vs. STEVEN ARTHUR SCOTT, an individual, and doing business as BENCHMARK FINANCIAL SERVICES, Defendants.	Case No.: 06CC07158 STIPULATION TO ENTRY OF AN ORDER ISSUING A PRELIMINARY INJUNCTION BETWEEN PLAINTIFF AND DEFENDANTS, STEVEN ARTHUR SCOTT, AN INDIVIDUAL, AND DOING BUSINESS AS BENCHMARK FINANCIAL SERVICES Judge: Gail A. Andler Dept: C4 Hearing Date: Hearing Time: Date Action Filed: Trial Date:

A. The Defendants, STEVEN ARTHUR SCOTT, an individual, and doing business as BENCHMARK FINANCIAL SERVICES ("Defendants"), hereby stipulate as follows:

1. Defendants stipulate to entry of an Order issuing a Preliminary Injunction enjoining STEVEN ARTHUR SCOTT, an individual, and doing business as BENCHMARK FINANCIAL SERVICES and their officers, directors, successors in interest, agents, employees, attorneys in fact, and all persons acting in concert or participating with them, or any of them, from directly or indirectly:

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a. Violating California Corporations Code section 25230 by conducting business as an investment adviser without first securing a certificate from the California Corporations Commissioner, or substantially assisting violations thereof, in the State of California.

b. Violating California Corporations Code section 25235 subdivision (d) by engaging in fraudulent, deceptive, or manipulative practices, including but not limited to distributing advertisements containing client testimonials, within the meaning of the California Code of Regulations, title 10, section 260.235 subdivision (a)(1).

c. Violating California Corporations Code section 25235 subdivision (d) by engaging in fraudulent, deceptive, or manipulative practices, including but not limited to distributing advertisements containing misrepresentations of material fact, within the meaning of the California Code of Regulations, title 10, section 260.235 subdivision (a)(5).

d. Violating California Corporations Code section 25235 subdivision (d) by engaging in fraudulent, deceptive, or manipulative practices, including but not limited to failing to disclose a self-regulatory organization's disciplinary proceeding, within the meaning of the California Code of Regulations, title 10, section 260.235.4 subdivision (a)(3).

e. Removing, destroying, mutilating, concealing, altering, transferring, or otherwise disposing of, in any manner, any books, records, documents, correspondence, brochures, manuals, or other documents of any kind in the possession, custody or control of the Defendants, including but not limited to those pertaining to the above referenced acts.

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State of California - Department of Corporations

2. In light of this Stipulation, Defendants waive their right to an Order to Show Cause hearing as provided for in Code of Civil Procedure section 527(d)(1).

Dated: 6-29-06

Defendants STEVEN ARTHUR SCOTT, an individual, and doing business as BENCHMARK FINANCIAL SERVICES

By _____
STEVEN ARTHUR SCOTT

Dated: 6-29-06

Attorney for Defendants STEVEN ARTHUR SCOTT, an individual, and doing business as BENCHMARK FINANCIAL SERVICES

By _____
EUGENE V. ZECH

Dated: 7-5/06

Plaintiff THE PEOPLE OF THE STATE OF CALIFORNIA, by and through PRESTON DuFRAUCHARD, California Corporations Commissioner

By _____
ALEXANDER M. CALERO

IT IS SO ORDERED:

GAIL A. ANDLER
Judge of the Superior Court

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