

At an All Purpose Term of the Supreme Court of the State of New York, held in and for the County of Albany, at the County Court House, Albany, New York on the 30th day of September 1996.

P R E S E N T :

HON. JOSEPH C. TERESI
JUSTICE OF THE SUPREME COURT

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THE PEOPLE OF THE STATE OF NEW YORK, by :
ROBERT ABRAMS, Attorney General of the :
State of New York, :

Plaintiffs, :

-against-

: CONSENT ORDER AND
JUDGMENT

CONSUMERS' BUYLINE, INC., KEITH : Index No. 2336-93
RANIERE, PAMELA CAFRITZ and : RJI No. 0193035859
KAREN UNTERREINER, :

Defendants. :
-----X

Plaintiffs having commenced the above-entitled action pursuant to General Business Law ("GBL") §§ 349, 353 and 353-a, and Executive Law § 63(12) for an Order and Judgment, inter alia, enjoining defendants from engaging in the fraudulent, deceptive and illegal acts alleged in the Verified Complaint; and

The parties having entered into the annexed Stipulation consenting to the entry of this Consent Order and Judgment;

Now, on motion of Dennis C. Vacco, Attorney General of the State of New York, Thomas G. Conway, Assistant Attorney General of Counsel, attorneys for plaintiffs, it is hereby

1. ORDERED and ADJUDGED that defendants Consumers' Buyline, Inc., Keith Ranieri, Pamela Cafritz and Karen

Unterreiner are permanently enjoined from promoting, offering or granting participation in a chain distributor scheme in the State of New York in violation of GBL § 359-fff; and it is further

2. ORDERED and ADJUDGED that defendants Consumers' Buyline, Inc. and Keith Raniere shall pay to the Attorney General the total sum of forty thousand dollars (\$40,000.00) as the costs of this action; and it is further --

3. ORDERED and ADJUDGED that defendants Consumers' Buyline, Inc. and Keith Raniere shall pay the \$40,000.00 costs by making total payments of \$500.00 per month commencing on October 1, 1996 until the \$40,000.00 is paid in full. Payments shall be made by cashier's or attorney's escrow check and shall be received by the Attorney General no later than the first day of each month; and it is further --

4. ORDERED and ADJUDGED, that upon defendants Consumers Buyline, Inc.'s or Keith Raniere's failure to make any payment required by this Consent Judgment and Order, the Attorney General may apply to this Court, without notice to defendants, for entry of a final judgment against defendants Consumers' Buyline, Inc. and Keith Raniere, jointly and severally, for the full amount of the remaining unpaid balance; and it is further

5. ORDERED and ADJUDGED, that nothing in this Consent Order and Judgment shall be construed to deprive any person of any private right of action against defendants; and it is further

6. ORDERED and ADJUDGED that this Consent Order and Judgment does not constitute a finding that defendants have committed any fraudulent, illegal or deceptive acts.

Dated: Albany, New York
~~August~~ 1996

September 3, 1996

E N T E R

Joseph C. Teresi
JUSTICE OF THE SUPREME COURT
HON. JOSEPH C. TERESI, J.S.C.

SUPREME COURT OF THE STATE OF NEW YORK
COUNTY OF ALBANY

-----X

PEOPLE OF THE STATE OF NEW YORK, by :
ROBERT ABRAMS, Attorney General of the :
State of New York, :

Plaintiffs, : STIPULATION

-against- : Index No. 2336-93
RJI No. 0193035859

CONSUMERS' BUYLINE, INC., KEITH RANTERE, :
PAMELA CAFRITZ and KAREN UNTERREINER, :

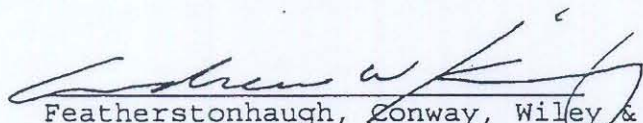
Defendants. :

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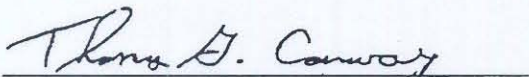
It is hereby stipulated and agreed to by and between the undersigned as follows:

1. All parties to this action consent to entry of the annexed Consent Order and Judgment.
2. Defendants deny that they have committed any fraudulent, illegal or deceptive acts and the settlement of this action does not constitute a finding that defendants have committed any such acts.

Dated: Albany, New York
August 28, 1996



Featherstonhaugh, Conway, Wiley & Clyne
Attorneys for Defendants Consumers' Buyline, Inc.,
Keith Ranieri, Karen Unterreiner and Pamela Cafritz



Thomas G. Conway
Assistant Attorney General
Attorney for Plaintiffs

Keith Ranieri, As President
Consumers' Buyline, Inc.

Keith Ranieri

Keith Ranieri

Karen Unterreiner

Karen Unterreiner

Pamela Cafritz

Pamela Cafritz