

**UNITED STATES OF AMERICA
FEDERAL TRADE COMMISSION
OFFICE OF ADMINISTRATIVE LAW JUDGES**

In the Matter of)	
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)	
DYNAMIC HEALTH OF FLORIDA, LLC,)	
CHHABRA GROUP, LLC,)	DOCKET NO. 9317
DBS LABORATORIES, LLC,)	
VINEET K. CHHABRA, a/k/a VINCENT K. CHHABRA, and)	PUBLIC DOCUMENT
JONATHAN BARASH,)	
Respondents.)	

To: The Honorable Stephen J. McGuire
Chief Administrative Law Judge

SIXTH JOINT STATUS REPORT

The parties hereby file their Sixth Joint Status Report relating to the status of Mr. Chhabra's sentencing date in his criminal matter and of settlement negotiations in this case.

Complaint Counsel's Statement

Since the filing of the last Joint Status Report, there have been new developments in Mr. Chhabra's criminal case. On June 3, 2005, a hearing was held on the government's motion to declare Mr. Chhabra in breach of his plea agreement. According to the United States attorneys in the case, the judge found that Mr. Chhabra had not substantially complied with the terms of his plea agreement. Accordingly, Judge Brinkhema ordered that Mr. Chhabra be taken into custody and held without bond. The next hearing in the criminal matter is scheduled for July 25, 2005.

In the instant case, settlement discussions appear to have ground to a halt since the filing of the last joint report. After sending our revised settlement proposal to Respondents on

May 17, 2005, Complaint Counsel has tried, unsuccessfully, to obtain a response from Respondents. Respondents' failure to respond has stymied Complaint Counsel's efforts to move forward on a negotiated settlement. Moreover, in the last Joint Status Report, Respondents' Counsel, Max Kravitz, indicated that he will be out of the country from June 8, 2005 until June 24, 2005. Upon Mr. Kravitz' return, we will continue to press Respondents to focus on this matter and reach a settlement as quickly as possible. However, if a settlement cannot be reached and Mr. Chhabra is sentenced in his criminal case on July 25, we will seek an order lifting the stay in this matter.

Statement of Counsel for Respondents

Respondents are very amenable to resolving this case. However the proposals of the FTC do not materially differ from the original proposals that were demanded of Respondents. The incarceration of Mr. Chhabra will greatly complicate the negotiations, however Respondents will continue the dialogue with the FTC in order to resolve the good faith differences between the parties. In Respondents' counsel's opinion, the FTC's settlement proposals are onerous in the extreme and do not take into account Mr. Chhabra's good faith efforts to bring Fabulously Feminine and Pedia Loss to market in a professional manner and do not take into account Mr. Chhabra's good faith reliance on others, including an expert, concerning these products.

The next hearing in the ED Va is at the end of July. Hopefully, Respondents' counsel will have an opportunity to discuss this matter again with Mr. Chhabra before the next status report. However this is by no means a certainty. Respondents' counsel has not heard from Mr. Chhabra since his bond was revoked and is unsure where Mr. Chhabra is being held. Once Respondents' counsel returns from his teaching responsibilities in Germany, he will attempt to consult with Mr. Chhabra concerning settlement of this case.

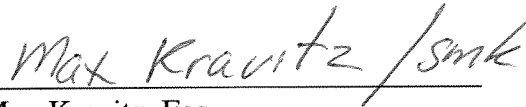
Conclusion

The next status report in this matter is due on or before July 1, 2005.

Respectfully submitted,



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Dated: _____

6/8/05

CERTIFICATE OF SERVICE

I hereby certify that I have this 8th day of June, 2005 filed and served the attached **SIXTH JOINT STATUS REPORT** upon the following as set forth below:

- (1) the original and one (1) paper copy filed by hand delivery and one (1) electronic copy via email to:

Donald S. Clark, Secretary
Federal Trade Commission
600 Pennsylvania Ave., N.W., Room H-159
Washington, D.C. 20580
E-mail: secretary@ftc.gov

- (2) two (2) paper copies served by hand delivery to:

The Honorable Stephen J. McGuire
Chief Administrative Law Judge
600 Pennsylvania Ave., N.W. Room H-112
Washington, D.C. 20580

I further certify that the electronic copy sent to the Secretary of the Commission is a true and correct copy of the paper original, and that a paper copy with an original signature is being filed with the Secretary of the Commission on the same day by other means.



Sydney Knight