

1 COURTNEY A. ESTEP (*pro hac vice*)  
2 cestep@ftc.gov; (202) 326-2788  
3 SHIRA D. MODELL (*pro hac vice*)  
4 smodell@ftc.gov; (202) 725-2162  
5 Federal Trade Commission  
6 600 Pennsylvania Ave., NW  
7 Washington, DC 20580  
8 Fax: (202) 326-3259

9 Aaron Schue (Local Counsel) (Bar No. 338760)  
10 aschue@ftc.gov; (310) 824-4380  
11 Federal Trade Commission  
12 10990 Wilshire Blvd., Suite 400  
13 Los Angeles, CA 90024  
14 Fax: (310) 824-4380  
15 ATTORNEYS FOR PLAINTIFF

16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

**UNITED STATES DISTRICT COURT  
FOR THE CENTRAL DISTRICT OF CALIFORNIA**

FEDERAL TRADE COMMISSION,

Plaintiff,

v.

REJUVICA LLC, a California limited liability company, also d/b/a Rejuvica Health;

KYLE ARMSTRONG, individually and as an owner, officer, or member of REJUVICA LLC; and

KYLE DILGER, individually and as an owner, officer, or member of REJUVICA LLC,

Defendants.

Case No. 8:23-cv-1286

**STIPULATION AS TO ENTRY OF ORDER FOR PERMANENT INJUNCTION, MONETARY RELIEF, AND OTHER RELIEF**

1 Plaintiff, the Federal Trade Commission (“Commission” or “FTC”), filed its  
2 Complaint For Permanent Injunction, Monetary Judgment, and Other Relief  
3 (“Complaint”), for a permanent injunction, monetary relief, and other relief in this  
4 matter, pursuant to Sections 5(a)(1), 12, 13(b), and 19 of the Federal Trade  
5 Commission Act (“FTC Act”), 15 U.S.C. §§ 45(a)(1), 52, 53(b), and 57b, and  
6 Section 8023 of the Opioid Addiction Recovery Fraud Prevention Act of 2018, 15  
7 U.S.C. § 45d (“OARFPA”). The Commission and Defendants stipulate to the entry  
8 of this Stipulated Order for Permanent Injunction, Monetary Relief, and Other  
9 Relief (“Order”) to resolve all matters in dispute in this action between them.

10 THEREFORE, IT IS ORDERED as follows:

11  
12 **FINDINGS**

- 13 1. This Court has jurisdiction over this matter.
- 14 2. The Complaint charges that Defendants participated in deceptive acts  
15 or practices in violation of Sections 5 and 12 of the FTC Act, 15 U.S.C. §§ 45, 52,  
16 in the advertising, marketing, and sale of Sobrenix, and in the advertising and  
17 marketing of other Rejuvica products. The Complaint also charges that the  
18 Defendants’ deceptive acts or practices in the advertising, marketing, and sale of  
19 Sobrenix violated Section 8023 of OARFPA.
- 20 3. Defendants neither admit nor deny any of the allegations in the  
21 Complaint, except as specifically stated in this Order. Only for purposes of this  
22 action, Defendants admit the facts necessary to establish jurisdiction.
- 23 4. Defendants waive any claim that they may have under the Equal  
24 Access to Justice Act, 28 U.S.C. § 2412, concerning the prosecution of this action  
25 through the date of this Order, and agree to bear their own costs and attorney fees.
- 26 5. Defendants and the Commission waive all rights to appeal or  
27 otherwise challenge or contest the validity of this Order.
- 28

**DEFINITIONS**

For the purpose of this Order, the following definitions apply:

A. “Covered Product” means any Dietary Supplement, Food, or Drug.

B. “Dietary Supplement” means: (1) any product labeled as a dietary supplement or otherwise represented as a dietary supplement; or (2) any pill, tablet, capsule, powder, softgel, gelcap, liquid, or other similar form containing one or more ingredients that are a vitamin, mineral, herb or other botanical, amino acid, probiotic, or other dietary substance for use by humans to supplement the diet by increasing the total dietary intake, or a concentrate, metabolite, constituent, extract, or combination of any ingredient described above, that is intended to be ingested, and is not represented to be used as a conventional food or as a sole item of a meal or the diet.

C. “Drug” means: (1) articles recognized in the official United States Pharmacopeia, official Homoeopathic Pharmacopoeia of the United States, or official National Formulary, or any supplement to any of them; (2) articles intended for use in the diagnosis, cure, mitigation, treatment, or prevention of disease in humans or other animals; (3) articles (other than food) intended to affect the structure or any function of the body of humans or other animals; and (4) articles intended for use as a component of any article specified in (1), (2), or (3); but does not include devices or their components, parts, or accessories.

D. “Essentially Equivalent Product” means a product that contains the identical ingredients, except for inactive ingredients (e.g., binders, colors, fillers, excipients) in the same form and dosage, and with the same route of administration (e.g., orally, sublingually), as the Covered Product; provided that the Covered Product may contain additional ingredients if reliable scientific evidence generally accepted by experts in the field indicates that the amount and combination of additional ingredients is unlikely to impede or inhibit the effectiveness of the ingredients in the Essentially Equivalent Product.

1 E. “Food” means: (1) any article used for food or drink for humans or  
2 other animals; (2) chewing gum; and (3) any article used for components of any  
3 such article.

4 F. “Defendants” means all of the Individual Defendants and the  
5 Corporate Defendant, individually, collectively, or in any combination.

6 1. “Corporate Defendant” means Rejuvica LLC, also d/b/a  
7 Rejuvica Health, and its successors and assigns.

8 2. “Individual Defendants” means Kyle Armstrong and Kyle  
9 Dilger.

## 10 ORDER

### 11 I. PROHIBITED REPRESENTATIONS: REGARDING HEALTH- 12 RELATED CLAIMS REQUIRING HUMAN CLINICAL TESTING 13 FOR SUBSTANTIATION

14 IT IS ORDERED that Defendants, Defendants’ officers, agents, employees,  
15 and attorneys, and all other persons in active concert or participation with any of  
16 them, who receive actual notice of this Order, whether acting directly or indirectly,  
17 in connection with the manufacturing, labeling, advertising, promotion, offering  
18 for sale, sale, or distribution of any Covered Product are permanently restrained  
19 and enjoined from making, expressly or by implication, including through the use  
20 of a product or program name, endorsement, depiction, or illustration, any  
21 representation that such product or service:

- 22 A. Reduces or eliminates cravings for alcohol;
- 23 B. Enables users to reduce or eliminate their consumption of alcohol;
- 24 C. Assists users to regain control of their problematic drinking;
- 25 D. Cures, mitigates, or treats any substance use disorder or symptom of a  
26 substance use disorder; or
- 27 E. Cures, mitigates, or treats any disease;
- 28

1 unless the representation is non-misleading, and, at the time of making such  
2 representation, they possess and rely upon competent and reliable scientific  
3 evidence substantiating that the representation is true. For purposes of this  
4 Section, competent and reliable scientific evidence must consist of human clinical  
5 testing of the Covered Product, or of an Essentially Equivalent Product, that is  
6 sufficient in quality and quantity based on standards generally accepted by experts  
7 in the relevant disease, condition, or function to which the representation relates,  
8 when considered in light of the entire body of relevant and reliable scientific  
9 evidence, to substantiate that the representation is true. Such testing must be: (1)  
10 randomized, double-blind, and placebo-controlled; and (2) conducted by  
11 researchers qualified by training and experience to conduct such testing. In  
12 addition, all underlying or supporting data and documents generally accepted by  
13 experts in the field as relevant to an assessment of such testing as described in the  
14 Section entitled Preservation of Records Relating to Competent and Reliable  
15 Human Clinical Tests or Studies must be available for inspection and production to  
16 the Commission. Persons covered by this Section have the burden of proving that  
17 a product satisfies the definition of Essentially Equivalent Product.

## 18 **II. PROHIBITED REPRESENTATIONS: OTHER HEALTH-RELATED** 19 **CLAIMS**

20 IT IS FURTHER ORDERED that Defendants, Defendants' officers, agents,  
21 employees, and attorneys, and all other persons in active concert or participation  
22 with any of them, who receive actual notice of this Order, whether acting directly  
23 or indirectly, in connection with the manufacturing, labeling, advertising,  
24 promotion, offering for sale, sale, or distribution of any Covered Product, are  
25 permanently restrained and enjoined from making, expressly or by implication,  
26 including through the use of a product or program name, endorsement, depiction,  
27 or illustration, any representation, other than representations covered under the  
28

1 Section of this Order entitled Prohibited Representations: Regarding Health-  
2 Related Claims Requiring Human Clinical Testing For Substantiation, about the  
3 health benefits, performance, efficacy, safety, or side effects of any Covered  
4 Product, unless the representation is non-misleading, and, at the time of making  
5 such representation, they possess and rely upon competent and reliable scientific  
6 evidence that is sufficient in quality and quantity based on standards generally  
7 accepted by experts in the relevant disease, condition, or function to which the  
8 representation relates, when considered in light of the entire body of relevant and  
9 reliable scientific evidence, to substantiate that the representation is true.

10 For purposes of this Section, competent and reliable scientific evidence  
11 means tests, analyses, research, or studies: (1) that have been conducted and  
12 evaluated in an objective manner by experts in the relevant disease, condition, or  
13 function to which the representation relates; (2) that are generally accepted by such  
14 experts to yield accurate and reliable results; and (3) that are randomized, double-  
15 blind, and placebo-controlled human clinical testing of the Covered Product, or of  
16 an Essentially Equivalent Product, when such experts would generally require such  
17 human clinical testing to substantiate that the representation is true. In addition,  
18 when such tests or studies are human clinical tests or studies, all underlying or  
19 supporting data and documents generally accepted by experts in the field as  
20 relevant to an assessment of such testing as set forth in the Section entitled  
21 Preservation of Records Relating to Competent and Reliable Human Clinical Tests  
22 or Studies must be available for inspection and production to the Commission.  
23 Persons covered by this Section have the burden of proving that a product satisfies  
24 the definition of Essentially Equivalent Product.

25 **III. PRESERVATION OF RECORDS RELATING TO COMPETENT**  
26 **AND RELIABLE HUMAN CLINICAL TESTS OR STUDIES**

27 IT IS FURTHER ORDERED that, with regard to any human clinical test or  
28

1 study (“test”) upon which Defendants rely to substantiate any claim covered by  
2 this Order, Defendants must secure and preserve all underlying or supporting data  
3 and documents generally accepted by experts in the field as relevant to an  
4 assessment of the test, including:

- 5 A. All protocols and protocol amendments, reports, articles, write-ups, or  
6 other accounts of the results of the test, and drafts of such documents  
7 reviewed by the test sponsor or any other person not employed by the  
8 research entity;
- 9 B. All documents referring or relating to recruitment; randomization;  
10 instructions, including oral instructions, to participants; and  
11 participant compliance;
- 12 C. Documents sufficient to identify all test participants, including any  
13 participants who did not complete the test, and all communications  
14 with any participants relating to the test; all raw data collected from  
15 participants enrolled in the test, including any participants who did not  
16 complete the test; source documents for such data; any data  
17 dictionaries; and any case report forms;
- 18 D. All documents referring or relating to any statistical analysis of any  
19 test data, including any pretest analysis, intent-to-treat analysis, or  
20 between-group analysis performed on any test data; and
- 21 E. All documents referring or relating to the sponsorship of the test,  
22 including all communications and contracts between any sponsor and  
23 the test’s researchers.

24 *Provided, however,* the preceding preservation requirement does not apply to a  
25 reliably reported test, unless the test was conducted, controlled, or sponsored, in  
26 whole or in part by: (1) any Defendant; (2) any Defendant’s officers, agents,  
27 representatives, or employees; (3) any other person or entity in active concert or  
28 participation with any Defendant; (4) any person or entity affiliated with or acting

1 on behalf of any Defendant; (5) any supplier of any ingredient contained in the  
2 product at issue to any of the foregoing or to the product's manufacturer; or (6) the  
3 supplier or manufacturer of such product.

4 For purposes of this Section, "reliably reported test" means a report of the  
5 test has been published in a peer-reviewed journal, and such published report  
6 provides sufficient information about the test for experts in the relevant field to  
7 assess the reliability of the results.

8 For any test conducted, controlled, or sponsored, in whole or in part, by  
9 Defendants, Defendants must establish and maintain reasonable procedures to  
10 protect the confidentiality, security, and integrity of any personal information  
11 collected from or about participants. These procedures must be documented in  
12 writing and must contain administrative, technical, and physical safeguards  
13 appropriate to Corporate Defendants' size and complexity, the nature and scope of  
14 Defendants' activities, and the sensitivity of the personal information collected  
15 from or about the participants.

16  
17 **IV. PROHIBITED REPRESENTATIONS: TESTS, STUDIES, OR OTHER**  
18 **RESEARCH**

19 IT IS FURTHER ORDERED that Defendants, Defendants' officers, agents,  
20 employees, and attorneys, and all other persons in active concert or participation  
21 with any of them, who receive actual notice of this Order, whether acting directly  
22 or indirectly, in connection with the manufacturing, labeling, advertising,  
23 promotion, offering for sale, sale, or distribution of any Covered Product, are  
24 permanently restrained and enjoined from misrepresenting, expressly or by  
25 implication, including through the use of a product or program name, endorsement,  
26 depiction, or illustration:

- 27 A. That the product is clinically proven to reduce or eliminate alcohol  
28 cravings or alcohol consumption;



- 1 B. That the performance or benefits of the product are scientifically or
- 2 clinically proven or otherwise established; or
- 3 C. The existence, contents, validity, results, conclusions, or
- 4 interpretations of any test, study, or other research.

5

6 **V. FDA-APPROVED CLAIMS**

7 IT IS FURTHER ORDERED that nothing in this Order prohibits

8 Defendants, Defendants’ officers, agents, employees, and attorneys, or all other

9 persons in active concert or participation with any of them from:

- 10 A. For any Drug product, making a representation that is approved for
- 11 inclusion in labeling for such Drug product under a new drug
- 12 application or biologics license application approved by the Food and
- 13 Drug Administration, or, for any nonprescription Drug product
- 14 authorized by Section 505G of the Food, Drug, and Cosmetics Act, 21
- 15 U.S.C. § 355h, (“FDCA”) to be marketed without an approved new
- 16 drug application, making a representation that is permitted or required
- 17 to appear in its labeling in accordance with Section 505G(a)(1)-(3) of
- 18 the FDCA, 21 U.S.C. § 355h(a)(1)-(3), or a final administrative order
- 19 under Section 505G(b) of the FDCA, 21 U.S.C. § 355h(b); and
- 20 B. For any product, making a representation that is specifically
- 21 authorized for use in labeling for such product by regulations
- 22 promulgated by the Food and Drug Administration pursuant to the
- 23 Nutrition Labeling and Education Act of 1990 or permitted under
- 24 Sections 303-304 of the Food and Drug Administration Modernization
- 25 Act of 1997.
- 26
- 27
- 28

1                   **VI. PROHIBITED MISREPRESENTATIONS: DECEPTIVELY**  
2   **FORMATTED ADVERTISING**

3                   IT IS FURTHER ORDERED that Defendants, Defendants’ officers, agents,  
4 employees, and attorneys, and all other persons in active concert or participation  
5 with any of them, who receive actual notice of this Order, whether acting directly  
6 or indirectly, in connection with the manufacturing, labeling, advertising,  
7 promotion, offering for sale, sale, or distribution of any product or service are  
8 permanently restrained and enjoined from misrepresenting, expressly or by  
9 implication:

- 10                   A. That statements made by paid spokespersons are independent opinions  
11   by impartial experts; or  
12                   B. That paid commercial advertising is an independent opinion of an  
13   objective source.

14                   **VII. PROHIBITED MISREPRESENTATIONS: ENDORSEMENTS**

15                   IT IS FURTHER ORDERED that Defendants, Defendants’ officers, agents,  
16 employees, and attorneys, and all other persons in active concert or participation  
17 with any of them, who receive actual notice of this Order, whether acting directly  
18 or indirectly, in connection with the manufacturing, labeling, advertising,  
19 promotion, offering for sale, sale, or distribution of any product or service are  
20 permanently restrained and enjoined from misrepresenting, expressly or by  
21 implication:

- 22                   A. That any reviewing entity is an independent organization or provides  
23   objective information about such product;  
24                   B. That any review of such product reflects the opinion of an expert; or  
25                   C. That such product is endorsed by an independent party.  
26  
27  
28

1 **VIII. JUDGMENT FOR MONETARY RELIEF**

2 IT IS FURTHER ORDERED that:

3 A. Judgment in the amount of Three Million, Two Hundred Forty-Seven  
4 Thousand, Seven Hundred and Thirty-Seven Dollars (\$3,247,737) is entered in  
5 favor of the Commission against Individual Defendants and Corporate Defendant,  
6 jointly and severally, as monetary relief.

7 B. Defendants are ordered to pay to the Commission Six Hundred Fifty  
8 Thousand Dollars (\$650,000). Such payment must be made within 7 days of entry  
9 of this Order by electronic fund transfer in accordance with instructions previously  
10 provided by a representative of the Commission. Upon such payment, the  
11 remainder of the judgment is suspended, subject to the Subsections below.

12 C. In the event Defendants fail to pay Six Hundred Fifty Thousand  
13 Dollars (\$650,000) within seven (7) days of entry of this Order, Defendants shall  
14 be in default and the full amount of the judgment in Subsection A shall  
15 immediately become due, plus interest from the date of entry of this judgment  
16 pursuant to 28 U.S.C. § 1961, less any payment already made. *Provided, however,*  
17 that in the event of default, the judgment amount set forth in Subsection A above  
18 shall not become due if the Defendants cure such default within fourteen (14)  
19 calendar days.

20 D. The Commission's agreement to the suspension of part of the  
21 judgment is expressly premised upon the truthfulness, accuracy, and completeness  
22 of Defendants' sworn financial statements and related documents (collectively,  
23 "financial representations") submitted to the Commission, namely:

- 24 1. the Financial Statements of Individual Defendant Kyle  
25 Armstrong signed on August 30, 2022, October 31, 2022, and  
26 January 4, 2023, including the attachments;
- 27 2. the Financial Statement of Individual Defendant Kyle Dilger  
28 signed on August 30, 2022, including the attachments;

- 1 3. the Financial Statement of Corporate Defendant Rejuvica LLC
- 2 signed by Kyle Dilger, Chief Operating Officer, on August 31,
- 3 2022, including the attachments;
- 4 4. the additional documentation submitted by Defendants' counsel
- 5 to Commission counsel on September 13, 2022;
- 6 5. the additional documentation submitted by Defendants' counsel
- 7 John Villafranco to Commission counsel Shira Modell and
- 8 Courtney Estep on November 3, 2022; and
- 9 6. the additional documentation submitted by Defendants' counsel
- 10 John Villafranco to Commission counsel Shira Modell and
- 11 Courtney Estep on December 19, 2022.

12 E. The suspension of the judgment will be lifted as to any Defendant if,  
13 upon motion by the Commission, the Court finds that Defendant failed to disclose  
14 any material asset, materially misstated the value of any asset, or made any other  
15 material misstatement or omission in the financial representations identified above.

16 F. If the suspension of the judgment is lifted pursuant to Subsection E  
17 above, the judgment becomes immediately due as to that Defendant in the amount  
18 specified in Subsection A above (which the parties stipulate only for purposes of  
19 this Section VIII of this Order represents the consumer injury alleged in the  
20 Complaint), less any payment previously made pursuant to this Section, plus  
21 interest computed from the date of entry of this Order.

## 22 **IX. ADDITIONAL MONETARY PROVISIONS**

23 **IT IS FURTHER ORDERED that:**

24 A. Defendants relinquish dominion and all legal and equitable right, title,  
25 and interest in all assets transferred pursuant to this Order and may not seek the  
26 return of any assets.  
27

1 B. The facts alleged in the Complaint will be taken as true, without  
2 further proof, in any subsequent civil litigation by or on behalf of the Commission,  
3 including in a proceeding to enforce its rights to any payment or monetary  
4 judgment pursuant to this Order, such as a nondischargeability complaint in any  
5 bankruptcy case.

6 C. The facts alleged in the Complaint establish all elements necessary to  
7 sustain an action by the Commission pursuant to Section 523(a)(2)(A) of the  
8 Bankruptcy Code, 11 U.S.C. § 523(a)(2)(A), and this Order will have collateral  
9 estoppel effect for such purposes.

10 D. Defendants acknowledge that their Taxpayer Identification Numbers  
11 (Social Security Numbers or Employer Identification Numbers), which Defendants  
12 previously submitted to the Commission, may be used for collecting and reporting  
13 on any delinquent amount arising out of this Order, in accordance with 31 U.S.C.  
14 §7701.

15 E. All money received by the Commission pursuant to this Order may be  
16 deposited into a fund administered by the Commission or its designee to be used  
17 for consumer relief, such as redress and any attendant expenses for the  
18 administration of any redress fund. If a representative of the Commission decides  
19 that direct redress to consumers is wholly or partially impracticable or money  
20 remains after such redress is completed, the Commission may apply any remaining  
21 money for such related relief (including consumer information remedies) as it  
22 determines to be reasonably related to Defendants' practices alleged in the  
23 Complaint. Any money not used for relief is to be deposited to the U.S. Treasury.  
24 Defendants have no right to challenge any actions the Commission or its  
25 representatives may take pursuant to this Subsection.

26 **X. CUSTOMER INFORMATION**

27 IT IS FURTHER ORDERED that Defendants, Defendants' officers, agents,  
28

1 employees, and attorneys, and all other persons in active concert or participation  
2 with any of them, who receive actual notice of this Order, are permanently  
3 restrained and enjoined from directly or indirectly:

4 A. failing to provide sufficient customer information to enable the  
5 Commission to efficiently administer consumer redress. If a representative of the  
6 Commission requests in writing any information related to redress, Defendants  
7 must provide the requested information they possess or control, in the form  
8 prescribed by the Commission, within 14 days.

9 B. disclosing customer information, including the name, address,  
10 telephone number, email address, social security number, other identifying  
11 information, or any data that enables access to a customer's account (including a  
12 credit card, bank account, or other financial account), that any Defendant obtained  
13 prior to entry of this Order in connection with sale of Sobrenix.

14 Provided, however, that customer information need not be disposed of, and  
15 may be disclosed, to the extent requested by a government agency or required by  
16 law, regulation, or court order.

## 17 18 **XI. NOTICE TO PURCHASERS**

19 IT IS FURTHER ORDERED that within 30 days of entry of this Order,  
20 Defendants shall send by first class mail an exact copy of the notice attached as  
21 Attachment A, showing the date of mailing, to any consumer for whom Defendants  
22 have provided information to the Commission pursuant to Section X of this Order.

## 23 24 **XII. ORDER ACKNOWLEDGMENTS**

25 IT IS FURTHER ORDERED that Defendants obtain acknowledgments of  
26 receipt of this Order:



1 addresses; (c) describe the activities of each business, including the goods  
2 and services offered, the means of advertising, marketing, and sales, and the  
3 involvement of any other Defendant (which Individual Defendants must  
4 describe if they know or should know due to their own involvement); (d)  
5 describe in detail whether and how that Defendant is in compliance with  
6 each Section of this Order; and (e) provide a copy of each Order  
7 Acknowledgment obtained pursuant to this Order, unless previously  
8 submitted to the Commission.

9 2. Additionally, each Individual Defendant must: (a) identify all  
10 telephone numbers and all physical, postal, email and Internet addresses,  
11 including all residences; (b) identify all business activities, including any  
12 business for which such Defendant performs services whether as an  
13 employee or otherwise and any entity in which such Defendant has any  
14 ownership interest; and (c) describe in detail such Defendant's involvement  
15 in each such business, including title, role, responsibilities, participation,  
16 authority, control, and any ownership.

17 B. For 20 years after entry of this Order, each Defendant must submit a  
18 compliance notice, sworn under penalty of perjury, within 14 days of any change  
19 in the following:

20 1. Each Defendant must report any change in: (a) any designated  
21 point of contact; or (b) the structure of any Corporate Defendant or any  
22 entity that Defendant has any ownership interest in or controls directly or  
23 indirectly that may affect compliance obligations arising under this Order,  
24 including: creation, merger, sale, or dissolution of the entity or any  
25 subsidiary, parent, or affiliate that engages in any acts or practices subject to  
26 this Order.

27 2. Additionally, each Individual Defendant must report any  
28 change in: (a) name, including aliases or fictitious name, or residence



1 address; or (b) title or role in any business activity, including any business  
2 for which such Defendant performs services whether as an employee or  
3 otherwise and any entity in which such Defendant has any ownership  
4 interest, and identify the name, physical address, and any Internet address of  
5 the business or entity.

6 C. Each Defendant must submit to the Commission notice of the filing of  
7 any bankruptcy petition, insolvency proceeding, or similar proceeding by or  
8 against such Defendant within 14 days of its filing.

9 D. Any submission to the Commission required by this Order to be  
10 sworn under penalty of perjury must be true and accurate and comply with 28  
11 U.S.C. § 1746, such as by concluding: “I declare under penalty of perjury under  
12 the laws of the United States of America that the foregoing is true and correct.  
13 Executed on: \_\_\_\_\_” and supplying the date, signatory’s full name, title (if  
14 applicable), and signature.

15 E. Unless otherwise directed by a Commission representative in writing,  
16 all submissions to the Commission pursuant to this Order must be emailed to  
17 [DEbrief@ftc.gov](mailto:DEbrief@ftc.gov) or sent by overnight courier (not the U.S. Postal Service) to:  
18 Associate Director for Enforcement, Bureau of Consumer Protection, Federal  
19 Trade Commission, 600 Pennsylvania Avenue NW, Washington, DC 20580. The  
20 subject line must begin: FTC v. Rejuvica LLC.

#### 21 **XIV. RECORDKEEPING**

22 IT IS FURTHER ORDERED that Defendants must create certain records for  
23 20 years after entry of the Order, and retain each such record for 5 years.  
24 Specifically, Corporate Defendant in connection with the advertising or promotion  
25 of any Covered Product and each Individual Defendant for any business that such  
26 Defendant, individually or collectively with any other Defendants, is a majority  
27 owner of or controls directly or indirectly, must create and retain the following  
28

1 records:

2 A. accounting records showing the revenues from all goods or services  
3 sold;

4 B. personnel records showing, for each person providing services,  
5 whether as an employee or otherwise, that person's: name; addresses; telephone  
6 numbers; job title or position; dates of service; and (if applicable) the reason for  
7 termination;

8 C. all records necessary to demonstrate full compliance with each  
9 provision of this Order, including all submissions to the Commission; and

10 D. a copy of each unique advertisement or other marketing material.  
11

## 12 **XV. COMPLIANCE MONITORING**

13 IT IS FURTHER ORDERED that, for the purpose of monitoring  
14 Defendants' compliance with this Order, including the financial representations  
15 upon which part of the judgment was suspended and any failure to transfer any  
16 assets as required by this Order:

17 A. Within 14 days of receipt of a written request from a representative of  
18 the Commission, each Defendant must: submit additional compliance reports or  
19 other requested information, which must be sworn under penalty of perjury; appear  
20 for depositions; and produce documents for inspection and copying. The  
21 Commission is also authorized to obtain discovery, without further leave of court,  
22 using any of the procedures prescribed by Federal Rules of Civil Procedure 29, 30  
23 (including telephonic depositions), 31, 33, 34, 36, 45, and 69.

24 B. For matters concerning this Order, the Commission is authorized to  
25 communicate directly with each Defendant. Defendant must permit  
26 representatives of the Commission to interview any employee or other person  
27 affiliated with any Defendant who has agreed to such an interview. The person  
28 interviewed may have counsel present.

1 C. The Commission may use all other lawful means, including posing,  
2 through its representatives as consumers, suppliers, or other individuals or entities,  
3 to Defendants or any individual or entity affiliated with Defendants, without the  
4 necessity of identification or prior notice. Nothing in this Order limits the  
5 Commission's lawful use of compulsory process, pursuant to Sections 9 and 20 of  
6 the FTC Act, 15 U.S.C. §§ 49, 57b-1.

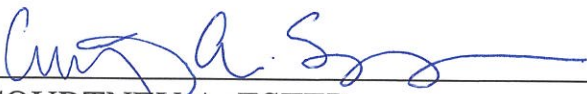
7 D. Upon written request from a representative of the Commission, any  
8 consumer reporting agency must furnish consumer reports concerning Individual  
9 Defendants, pursuant to Section 604(1) of the Fair Credit Reporting Act, 15 U.S.C.  
10 §1681b(a)(1).

11 **XVI. RETENTION OF JURISDICTION**

12 IT IS FURTHER ORDERED that this Court retains jurisdiction of this  
13 matter for purposes of construction, modification, and enforcement of this Order.  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

1 **SO STIPULATED AND AGREED:**

2  
3 **FOR PLAINTIFF:**  
4 **FEDERAL TRADE COMMISSION**

5 

Date: 7/17/23

6 COURTNEY A. ESTEP  
7 SHIRA D. MODELL  
8 Federal Trade Commission  
9 600 Pennsylvania Ave., N.W.  
10 Mailstop CC-6316  
11 Washington, D.C. 20580  
12 Telephone: (202) 326-2788  
13 Fax: (202) 326-3259  
14 cestep@ftc.gov

15 Aaron Schue (Local Counsel)  
16 aschue@ftc.gov; (310) 824-4306  
17 Federal Trade Commission  
18 10990 Wilshire Blvd., Suite 400  
19 Los Angeles, CA 90024  
20 Fax: (310) 824-4380  
21  
22  
23  
24  
25  
26  
27  
28

**FOR DEFENDANTS:**

*J.E. Villafranco*

Date: 6/1/23

JOHN E. VILLAFRANCO  
Kelley Drye & Warren, L.L.P.  
Washington Harbour,  
3050 K Street, N.W.  
Washington D.C. 20007  
(202) 342-8423  
(202) 342-8451 (fax)  
jvillafranco@kelleydrye.com

**DEFENDANTS:**

*Kyle Armstrong*

Date: 5/30/23

REJUVICA LLC  
BY KYLE ARMSTRONG, CEO

*Kyle Armstrong*

Date: 5/30/23

KYLE ARMSTRONG, INDIVIDUALLY  
AND AS AN OFFICER OF REJUVICA LLC

*Kyle Dilger*

Date: 5/30/23

KYLE DILGER, INDIVIDUALLY  
AND AS AN OFFICER OF REJUVICA LLC

**ATTACHMENT A**

[On Rejuvica Letterhead]

[on envelope]

**IMPORTANT NOTICE ABOUT COURT SETTLEMENT  
REGARDING SOBRENIX**

[content of letter, 16-point font]

Dear [Recipient]:

The Federal Trade Commission (FTC), the nation's consumer protection agency, has sued us for deceptive advertising. The FTC says that we:

1. Made misleading claims that Sobrenix reduces or eliminates cravings for alcohol;
2. Made misleading claims that Sobrenix enables users to reduce or even eliminate their consumption of alcohol; and
3. Made misleading claims that Sobrenix helps users control their drinking.

The FTC says there's no reliable scientific evidence to back up our claims. We stopped making the claims and have agreed not to make them in the future.

You can find out more about the FTC's lawsuit at [URL].

Sincerely,  
[Rejuvica]

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

**UNITED STATES DISTRICT COURT  
FOR THE CENTRAL DISTRICT OF CALIFORNIA**

FEDERAL TRADE COMMISSION,  
  
Plaintiff,  
  
v.  
  
REJUVICA LLC, a California limited liability company, also d/b/a Rejuvica Health;  
  
KYLE ARMSTRONG, individually and as an owner, officer, or member of REJUVICA LLC; and  
  
KYLE DILGER, individually and as an owner, officer, or member of REJUVICA LLC,  
  
Defendants.

Case No. 8:23-cv-1286

**[PROPOSED] STIPULATED  
ORDER FOR PERMANENT  
INJUNCTION, MONETARY  
RELIEF, AND OTHER  
RELIEF**

Plaintiff, the Federal Trade Commission (“Commission” or “FTC”), filed its Complaint For Permanent Injunction, Monetary Judgment, and Other Relief

1 (“Complaint”), for a permanent injunction, monetary relief, and other relief in this  
2 matter, pursuant to Sections 5(a)(1), 12, 13(b), and 19 of the Federal Trade  
3 Commission Act (“FTC Act”), 15 U.S.C. §§ 45(a)(1), 52, 53(b), and 57b, and  
4 Section 8023 of the Opioid Addiction Recovery Fraud Prevention Act of 2018, 15  
5 U.S.C. § 45d (“OARFPA”). The Commission and Defendants stipulate to the entry  
6 of this Stipulated Order for Permanent Injunction, Monetary Relief, and Other  
7 Relief (“Order”) to resolve all matters in dispute in this action between them.

8 THEREFORE, IT IS ORDERED as follows:  
9

### 10 FINDINGS

- 11 1. This Court has jurisdiction over this matter.
- 12 2. The Complaint charges that Defendants participated in deceptive acts  
13 or practices in violation of Sections 5 and 12 of the FTC Act, 15 U.S.C. §§ 45, 52,  
14 in the advertising, marketing, and sale of Sobrenix, and in the advertising and  
15 marketing of other Rejuvica products. The Complaint also charges that the  
16 Defendants’ deceptive acts or practices in the advertising, marketing, and sale of  
17 Sobrenix violated Section 8023 of OARFPA.
- 18 3. Defendants neither admit nor deny any of the allegations in the  
19 Complaint, except as specifically stated in this Order. Only for purposes of this  
20 action, Defendants admit the facts necessary to establish jurisdiction.
- 21 4. Defendants waive any claim that they may have under the Equal  
22 Access to Justice Act, 28 U.S.C. § 2412, concerning the prosecution of this action  
23 through the date of this Order, and agree to bear their own costs and attorney fees.
- 24 5. Defendants and the Commission waive all rights to appeal or  
25 otherwise challenge or contest the validity of this Order.

### 26 DEFINITIONS

27 For the purpose of this Order, the following definitions apply:  
28



1 A. “Covered Product” means any Dietary Supplement, Food, or Drug.

2 B. “Dietary Supplement” means: (1) any product labeled as a dietary  
3 supplement or otherwise represented as a dietary supplement; or (2) any pill, tablet,  
4 capsule, powder, softgel, gelcap, liquid, or other similar form containing one or  
5 more ingredients that are a vitamin, mineral, herb or other botanical, amino acid,  
6 probiotic, or other dietary substance for use by humans to supplement the diet by  
7 increasing the total dietary intake, or a concentrate, metabolite, constituent, extract,  
8 or combination of any ingredient described above, that is intended to be ingested,  
9 and is not represented to be used as a conventional food or as a sole item of a meal  
10 or the diet.

11 C. “Drug” means: (1) articles recognized in the official United States  
12 Pharmacopeia, official Homoeopathic Pharmacopoeia of the United States, or  
13 official National Formulary, or any supplement to any of them; (2) articles  
14 intended for use in the diagnosis, cure, mitigation, treatment, or prevention of  
15 disease in humans or other animals; (3) articles (other than food) intended to affect  
16 the structure or any function of the body of humans or other animals; and (4)  
17 articles intended for use as a component of any article specified in (1), (2), or (3);  
18 but does not include devices or their components, parts, or accessories.

19 D. “Essentially Equivalent Product” means a product that contains the  
20 identical ingredients, except for inactive ingredients (e.g., binders, colors, fillers,  
21 excipients) in the same form and dosage, and with the same route of administration  
22 (e.g., orally, sublingually), as the Covered Product; provided that the Covered  
23 Product may contain additional ingredients if reliable scientific evidence generally  
24 accepted by experts in the field indicates that the amount and combination of  
25 additional ingredients is unlikely to impede or inhibit the effectiveness of the  
26 ingredients in the Essentially Equivalent Product.  
27  
28

1 E. “Food” means: (1) any article used for food or drink for humans or  
2 other animals; (2) chewing gum; and (3) any article used for components of any  
3 such article.

4 F. “Defendants” means all of the Individual Defendants and the  
5 Corporate Defendant, individually, collectively, or in any combination.

6 1. “Corporate Defendant” means Rejuvica LLC, also d/b/a  
7 Rejuvica Health, and its successors and assigns.

8 2. “Individual Defendants” means Kyle Armstrong and Kyle  
9 Dilger.

## 10 ORDER

### 11 I. PROHIBITED REPRESENTATIONS: REGARDING HEALTH- 12 RELATED CLAIMS REQUIRING HUMAN CLINICAL TESTING 13 FOR SUBSTANTIATION

14 IT IS ORDERED that Defendants, Defendants’ officers, agents, employees,  
15 and attorneys, and all other persons in active concert or participation with any of  
16 them, who receive actual notice of this Order, whether acting directly or indirectly,  
17 in connection with the manufacturing, labeling, advertising, promotion, offering  
18 for sale, sale, or distribution of any Covered Product are permanently restrained  
19 and enjoined from making, expressly or by implication, including through the use  
20 of a product or program name, endorsement, depiction, or illustration, any  
21 representation that such product or service:

- 22 A. Reduces or eliminates cravings for alcohol;  
23 B. Enables users to reduce or eliminate their consumption of alcohol;  
24 C. Assists users to regain control of their problematic drinking;  
25 D. Cures, mitigates, or treats any substance use disorder or symptom of a  
26 substance use disorder; or  
27 E. Cures, mitigates, or treats any disease;  
28

1 unless the representation is non-misleading, and, at the time of making such  
2 representation, they possess and rely upon competent and reliable scientific  
3 evidence substantiating that the representation is true. For purposes of this  
4 Section, competent and reliable scientific evidence must consist of human clinical  
5 testing of the Covered Product, or of an Essentially Equivalent Product, that is  
6 sufficient in quality and quantity based on standards generally accepted by experts  
7 in the relevant disease, condition, or function to which the representation relates,  
8 when considered in light of the entire body of relevant and reliable scientific  
9 evidence, to substantiate that the representation is true. Such testing must be: (1)  
10 randomized, double-blind, and placebo-controlled; and (2) conducted by  
11 researchers qualified by training and experience to conduct such testing. In  
12 addition, all underlying or supporting data and documents generally accepted by  
13 experts in the field as relevant to an assessment of such testing as described in the  
14 Section entitled Preservation of Records Relating to Competent and Reliable  
15 Human Clinical Tests or Studies must be available for inspection and production to  
16 the Commission. Persons covered by this Section have the burden of proving that  
17 a product satisfies the definition of Essentially Equivalent Product.

18 **II. PROHIBITED REPRESENTATIONS: OTHER HEALTH-RELATED**  
19 **CLAIMS**

20 IT IS FURTHER ORDERED that Defendants, Defendants' officers, agents,  
21 employees, and attorneys, and all other persons in active concert or participation  
22 with any of them, who receive actual notice of this Order, whether acting directly  
23 or indirectly, in connection with the manufacturing, labeling, advertising,  
24 promotion, offering for sale, sale, or distribution of any Covered Product, are  
25 permanently restrained and enjoined from making, expressly or by implication,  
26 including through the use of a product or program name, endorsement, depiction,  
27 or illustration, any representation, other than representations covered under the  
28

1 Section of this Order entitled Prohibited Representations: Regarding Health-  
2 Related Claims Requiring Human Clinical Testing For Substantiation, about the  
3 health benefits, performance, efficacy, safety, or side effects of any Covered  
4 Product, unless the representation is non-misleading, and, at the time of making  
5 such representation, they possess and rely upon competent and reliable scientific  
6 evidence that is sufficient in quality and quantity based on standards generally  
7 accepted by experts in the relevant disease, condition, or function to which the  
8 representation relates, when considered in light of the entire body of relevant and  
9 reliable scientific evidence, to substantiate that the representation is true.

10 For purposes of this Section, competent and reliable scientific evidence  
11 means tests, analyses, research, or studies: (1) that have been conducted and  
12 evaluated in an objective manner by experts in the relevant disease, condition, or  
13 function to which the representation relates; (2) that are generally accepted by such  
14 experts to yield accurate and reliable results; and (3) that are randomized, double-  
15 blind, and placebo-controlled human clinical testing of the Covered Product, or of  
16 an Essentially Equivalent Product, when such experts would generally require such  
17 human clinical testing to substantiate that the representation is true. In addition,  
18 when such tests or studies are human clinical tests or studies, all underlying or  
19 supporting data and documents generally accepted by experts in the field as  
20 relevant to an assessment of such testing as set forth in the Section entitled  
21 Preservation of Records Relating to Competent and Reliable Human Clinical Tests  
22 or Studies must be available for inspection and production to the Commission.  
23 Persons covered by this Section have the burden of proving that a product satisfies  
24 the definition of Essentially Equivalent Product.

25 **III. PRESERVATION OF RECORDS RELATING TO COMPETENT**  
26 **AND RELIABLE HUMAN CLINICAL TESTS OR STUDIES**

27 IT IS FURTHER ORDERED that, with regard to any human clinical test or  
28

1 study (“test”) upon which Defendants rely to substantiate any claim covered by  
2 this Order, Defendants must secure and preserve all underlying or supporting data  
3 and documents generally accepted by experts in the field as relevant to an  
4 assessment of the test, including:

- 5 A. All protocols and protocol amendments, reports, articles, write-ups, or  
6 other accounts of the results of the test, and drafts of such documents  
7 reviewed by the test sponsor or any other person not employed by the  
8 research entity;
- 9 B. All documents referring or relating to recruitment; randomization;  
10 instructions, including oral instructions, to participants; and  
11 participant compliance;
- 12 C. Documents sufficient to identify all test participants, including any  
13 participants who did not complete the test, and all communications  
14 with any participants relating to the test; all raw data collected from  
15 participants enrolled in the test, including any participants who did not  
16 complete the test; source documents for such data; any data  
17 dictionaries; and any case report forms;
- 18 D. All documents referring or relating to any statistical analysis of any  
19 test data, including any pretest analysis, intent-to-treat analysis, or  
20 between-group analysis performed on any test data; and
- 21 E. All documents referring or relating to the sponsorship of the test,  
22 including all communications and contracts between any sponsor and  
23 the test’s researchers.

24 *Provided, however,* the preceding preservation requirement does not apply to a  
25 reliably reported test, unless the test was conducted, controlled, or sponsored, in  
26 whole or in part by: (1) any Defendant; (2) any Defendant’s officers, agents,  
27 representatives, or employees; (3) any other person or entity in active concert or  
28 participation with any Defendant; (4) any person or entity affiliated with or acting

1 on behalf of any Defendant; (5) any supplier of any ingredient contained in the  
2 product at issue to any of the foregoing or to the product's manufacturer; or (6) the  
3 supplier or manufacturer of such product.

4 For purposes of this Section, "reliably reported test" means a report of the  
5 test has been published in a peer-reviewed journal, and such published report  
6 provides sufficient information about the test for experts in the relevant field to  
7 assess the reliability of the results.

8 For any test conducted, controlled, or sponsored, in whole or in part, by  
9 Defendants, Defendants must establish and maintain reasonable procedures to  
10 protect the confidentiality, security, and integrity of any personal information  
11 collected from or about participants. These procedures must be documented in  
12 writing and must contain administrative, technical, and physical safeguards  
13 appropriate to Corporate Defendants' size and complexity, the nature and scope of  
14 Defendants' activities, and the sensitivity of the personal information collected  
15 from or about the participants.

16  
17 **IV. PROHIBITED REPRESENTATIONS: TESTS, STUDIES, OR OTHER**  
18 **RESEARCH**

19 IT IS FURTHER ORDERED that Defendants, Defendants' officers, agents,  
20 employees, and attorneys, and all other persons in active concert or participation  
21 with any of them, who receive actual notice of this Order, whether acting directly  
22 or indirectly, in connection with the manufacturing, labeling, advertising,  
23 promotion, offering for sale, sale, or distribution of any Covered Product, are  
24 permanently restrained and enjoined from misrepresenting, expressly or by  
25 implication, including through the use of a product or program name, endorsement,  
26 depiction, or illustration:

- 27 A. That the product is clinically proven to reduce or eliminate alcohol  
28 cravings or alcohol consumption;

- 1 B. That the performance or benefits of the product are scientifically or
- 2 clinically proven or otherwise established; or
- 3 C. The existence, contents, validity, results, conclusions, or
- 4 interpretations of any test, study, or other research.

5

6 **V. FDA-APPROVED CLAIMS**

7 IT IS FURTHER ORDERED that nothing in this Order prohibits

8 Defendants, Defendants’ officers, agents, employees, and attorneys, or all other

9 persons in active concert or participation with any of them from:

- 10 A. For any Drug product, making a representation that is approved for
- 11 inclusion in labeling for such Drug product under a new drug
- 12 application or biologics license application approved by the Food and
- 13 Drug Administration, or, for any nonprescription Drug product
- 14 authorized by Section 505G of the Food, Drug, and Cosmetics Act, 21
- 15 U.S.C. § 355h, (“FDCA”) to be marketed without an approved new
- 16 drug application, making a representation that is permitted or required
- 17 to appear in its labeling in accordance with Section 505G(a)(1)-(3) of
- 18 the FDCA, 21 U.S.C. § 355h(a)(1)-(3), or a final administrative order
- 19 under Section 505G(b) of the FDCA, 21 U.S.C. § 355h(b); and
- 20 B. For any product, making a representation that is specifically
- 21 authorized for use in labeling for such product by regulations
- 22 promulgated by the Food and Drug Administration pursuant to the
- 23 Nutrition Labeling and Education Act of 1990 or permitted under
- 24 Sections 303-304 of the Food and Drug Administration Modernization
- 25 Act of 1997.
- 26
- 27
- 28

1                   **VI. PROHIBITED MISREPRESENTATIONS: DECEPTIVELY**  
2   **FORMATTED ADVERTISING**

3                   IT IS FURTHER ORDERED that Defendants, Defendants’ officers, agents,  
4 employees, and attorneys, and all other persons in active concert or participation  
5 with any of them, who receive actual notice of this Order, whether acting directly  
6 or indirectly, in connection with the manufacturing, labeling, advertising,  
7 promotion, offering for sale, sale, or distribution of any product or service are  
8 permanently restrained and enjoined from misrepresenting, expressly or by  
9 implication:

- 10                   A. That statements made by paid spokespersons are independent opinions  
11 by impartial experts; or  
12                   B. That paid commercial advertising is an independent opinion of an  
13 objective source.

14                   **VII. PROHIBITED MISREPRESENTATIONS: ENDORSEMENTS**

15                   IT IS FURTHER ORDERED that Defendants, Defendants’ officers, agents,  
16 employees, and attorneys, and all other persons in active concert or participation  
17 with any of them, who receive actual notice of this Order, whether acting directly  
18 or indirectly, in connection with the manufacturing, labeling, advertising,  
19 promotion, offering for sale, sale, or distribution of any product or service are  
20 permanently restrained and enjoined from misrepresenting, expressly or by  
21 implication:

- 22                   A. That any reviewing entity is an independent organization or provides  
23 objective information about such product;  
24                   B. That any review of such product reflects the opinion of an expert; or  
25                   C. That such product is endorsed by an independent party.  
26  
27  
28



**VIII. JUDGMENT FOR MONETARY RELIEF**

IT IS FURTHER ORDERED that:

A. Judgment in the amount of Three Million, Two Hundred Forty-Seven Thousand, Seven Hundred and Thirty-Seven Dollars (\$3,247,737) is entered in favor of the Commission against Individual Defendants and Corporate Defendant, jointly and severally, as monetary relief.

B. Defendants are ordered to pay to the Commission Six Hundred Fifty Thousand Dollars (\$650,000). Such payment must be made within 7 days of entry of this Order by electronic fund transfer in accordance with instructions previously provided by a representative of the Commission. Upon such payment, the remainder of the judgment is suspended, subject to the Subsections below.

C. In the event Defendants fail to pay Six Hundred Fifty Thousand Dollars (\$650,000) within seven (7) days of entry of this Order, Defendants shall be in default and the full amount of the judgment in Subsection A shall immediately become due, plus interest from the date of entry of this judgment pursuant to 28 U.S.C. § 1961, less any payment already made. *Provided, however,* that in the event of default, the judgment amount set forth in Subsection A above shall not become due if the Defendants cure such default within fourteen (14) calendar days.

D. The Commission’s agreement to the suspension of part of the judgment is expressly premised upon the truthfulness, accuracy, and completeness of Defendants’ sworn financial statements and related documents (collectively, “financial representations”) submitted to the Commission, namely:

1. the Financial Statements of Individual Defendant Kyle Armstrong signed on August 30, 2022, October 31, 2022, and January 4, 2023, including the attachments;
2. the Financial Statement of Individual Defendant Kyle Dilger signed on August 30, 2022, including the attachments;

- 1           3.     the Financial Statement of Corporate Defendant Rejuvica LLC
- 2                 signed by Kyle Dilger, Chief Operating Officer, on August 31,
- 3                 2022, including the attachments;
- 4           4.     the additional documentation submitted by Defendants' counsel
- 5                 to Commission counsel on September 13, 2022;
- 6           5.     the additional documentation submitted by Defendants' counsel
- 7                 John Villafranco to Commission counsel Shira Modell and
- 8                 Courtney Estep on November 3, 2022; and
- 9           6.     the additional documentation submitted by Defendants' counsel
- 10                John Villafranco to Commission counsel Shira Modell and
- 11                Courtney Estep on December 19, 2022.

12           E.     The suspension of the judgment will be lifted as to any Defendant if,

13 upon motion by the Commission, the Court finds that Defendant failed to disclose

14 any material asset, materially misstated the value of any asset, or made any other

15 material misstatement or omission in the financial representations identified above.

16           F.     If the suspension of the judgment is lifted pursuant to Subsection E

17 above, the judgment becomes immediately due as to that Defendant in the amount

18 specified in Subsection A above (which the parties stipulate only for purposes of

19 this Section VIII of this Order represents the consumer injury alleged in the

20 Complaint), less any payment previously made pursuant to this Section, plus

21 interest computed from the date of entry of this Order.

## 22                           **IX.    ADDITIONAL MONETARY PROVISIONS**

23                           IT IS FURTHER ORDERED that:

24           A.     Defendants relinquish dominion and all legal and equitable right, title,

25 and interest in all assets transferred pursuant to this Order and may not seek the

26 return of any assets.

27

28

1 B. The facts alleged in the Complaint will be taken as true, without  
2 further proof, in any subsequent civil litigation by or on behalf of the Commission,  
3 including in a proceeding to enforce its rights to any payment or monetary  
4 judgment pursuant to this Order, such as a nondischargeability complaint in any  
5 bankruptcy case.

6 C. The facts alleged in the Complaint establish all elements necessary to  
7 sustain an action by the Commission pursuant to Section 523(a)(2)(A) of the  
8 Bankruptcy Code, 11 U.S.C. § 523(a)(2)(A), and this Order will have collateral  
9 estoppel effect for such purposes.

10 D. Defendants acknowledge that their Taxpayer Identification Numbers  
11 (Social Security Numbers or Employer Identification Numbers), which Defendants  
12 previously submitted to the Commission, may be used for collecting and reporting  
13 on any delinquent amount arising out of this Order, in accordance with 31 U.S.C.  
14 §7701.

15 E. All money received by the Commission pursuant to this Order may be  
16 deposited into a fund administered by the Commission or its designee to be used  
17 for consumer relief, such as redress and any attendant expenses for the  
18 administration of any redress fund. If a representative of the Commission decides  
19 that direct redress to consumers is wholly or partially impracticable or money  
20 remains after such redress is completed, the Commission may apply any remaining  
21 money for such related relief (including consumer information remedies) as it  
22 determines to be reasonably related to Defendants' practices alleged in the  
23 Complaint. Any money not used for relief is to be deposited to the U.S. Treasury.  
24 Defendants have no right to challenge any actions the Commission or its  
25 representatives may take pursuant to this Subsection.

26 **X. CUSTOMER INFORMATION**

27 IT IS FURTHER ORDERED that Defendants, Defendants' officers, agents,  
28

1 employees, and attorneys, and all other persons in active concert or participation  
2 with any of them, who receive actual notice of this Order, are permanently  
3 restrained and enjoined from directly or indirectly:

4       A. failing to provide sufficient customer information to enable the  
5 Commission to efficiently administer consumer redress. If a representative of the  
6 Commission requests in writing any information related to redress, Defendants  
7 must provide the requested information they possess or control, in the form  
8 prescribed by the Commission, within 14 days.

9       B. disclosing customer information, including the name, address,  
10 telephone number, email address, social security number, other identifying  
11 information, or any data that enables access to a customer's account (including a  
12 credit card, bank account, or other financial account), that any Defendant obtained  
13 prior to entry of this Order in connection with sale of Sobrenix.

14       Provided, however, that customer information need not be disposed of, and  
15 may be disclosed, to the extent requested by a government agency or required by  
16 law, regulation, or court order.

17  
18                   **XI. NOTICE TO PURCHASERS**

19       IT IS FURTHER ORDERED that within 30 days of entry of this Order,  
20 Defendants shall send by first class mail an exact copy of the notice attached as  
21 Attachment A, showing the date of mailing, to any consumer for whom Defendants  
22 have provided information to the Commission pursuant to Section X of this Order.

23  
24                   **XII. ORDER ACKNOWLEDGMENTS**

25       IT IS FURTHER ORDERED that Defendants obtain acknowledgments of  
26 receipt of this Order:  
27  
28



1 addresses; (c) describe the activities of each business, including the goods  
2 and services offered, the means of advertising, marketing, and sales, and the  
3 involvement of any other Defendant (which Individual Defendants must  
4 describe if they know or should know due to their own involvement); (d)  
5 describe in detail whether and how that Defendant is in compliance with  
6 each Section of this Order; and (e) provide a copy of each Order  
7 Acknowledgment obtained pursuant to this Order, unless previously  
8 submitted to the Commission.

9 2. Additionally, each Individual Defendant must: (a) identify all  
10 telephone numbers and all physical, postal, email and Internet addresses,  
11 including all residences; (b) identify all business activities, including any  
12 business for which such Defendant performs services whether as an  
13 employee or otherwise and any entity in which such Defendant has any  
14 ownership interest; and (c) describe in detail such Defendant's involvement  
15 in each such business, including title, role, responsibilities, participation,  
16 authority, control, and any ownership.

17 B. For 20 years after entry of this Order, each Defendant must submit a  
18 compliance notice, sworn under penalty of perjury, within 14 days of any change  
19 in the following:

20 1. Each Defendant must report any change in: (a) any designated  
21 point of contact; or (b) the structure of any Corporate Defendant or any  
22 entity that Defendant has any ownership interest in or controls directly or  
23 indirectly that may affect compliance obligations arising under this Order,  
24 including: creation, merger, sale, or dissolution of the entity or any  
25 subsidiary, parent, or affiliate that engages in any acts or practices subject to  
26 this Order.

27 2. Additionally, each Individual Defendant must report any  
28 change in: (a) name, including aliases or fictitious name, or residence

1 address; or (b) title or role in any business activity, including any business  
2 for which such Defendant performs services whether as an employee or  
3 otherwise and any entity in which such Defendant has any ownership  
4 interest, and identify the name, physical address, and any Internet address of  
5 the business or entity.

6 C. Each Defendant must submit to the Commission notice of the filing of  
7 any bankruptcy petition, insolvency proceeding, or similar proceeding by or  
8 against such Defendant within 14 days of its filing.

9 D. Any submission to the Commission required by this Order to be  
10 sworn under penalty of perjury must be true and accurate and comply with 28  
11 U.S.C. § 1746, such as by concluding: “I declare under penalty of perjury under  
12 the laws of the United States of America that the foregoing is true and correct.  
13 Executed on: \_\_\_\_\_” and supplying the date, signatory’s full name, title (if  
14 applicable), and signature.

15 E. Unless otherwise directed by a Commission representative in writing,  
16 all submissions to the Commission pursuant to this Order must be emailed to  
17 [DEbrief@ftc.gov](mailto:DEbrief@ftc.gov) or sent by overnight courier (not the U.S. Postal Service) to:  
18 Associate Director for Enforcement, Bureau of Consumer Protection, Federal  
19 Trade Commission, 600 Pennsylvania Avenue NW, Washington, DC 20580. The  
20 subject line must begin: FTC v. Rejuvica LLC.

#### 21 **XIV. RECORDKEEPING**

22 IT IS FURTHER ORDERED that Defendants must create certain records for  
23 20 years after entry of the Order, and retain each such record for 5 years.  
24 Specifically, Corporate Defendant in connection with the advertising or promotion  
25 of any Covered Product and each Individual Defendant for any business that such  
26 Defendant, individually or collectively with any other Defendants, is a majority  
27 owner of or controls directly or indirectly, must create and retain the following  
28

1 records:

2 A. accounting records showing the revenues from all goods or services  
3 sold;

4 B. personnel records showing, for each person providing services,  
5 whether as an employee or otherwise, that person's: name; addresses; telephone  
6 numbers; job title or position; dates of service; and (if applicable) the reason for  
7 termination;

8 C. all records necessary to demonstrate full compliance with each  
9 provision of this Order, including all submissions to the Commission; and

10 D. a copy of each unique advertisement or other marketing material.  
11

## 12 **XV. COMPLIANCE MONITORING**

13 IT IS FURTHER ORDERED that, for the purpose of monitoring  
14 Defendants' compliance with this Order, including the financial representations  
15 upon which part of the judgment was suspended and any failure to transfer any  
16 assets as required by this Order:

17 A. Within 14 days of receipt of a written request from a representative of  
18 the Commission, each Defendant must: submit additional compliance reports or  
19 other requested information, which must be sworn under penalty of perjury; appear  
20 for depositions; and produce documents for inspection and copying. The  
21 Commission is also authorized to obtain discovery, without further leave of court,  
22 using any of the procedures prescribed by Federal Rules of Civil Procedure 29, 30  
23 (including telephonic depositions), 31, 33, 34, 36, 45, and 69.

24 B. For matters concerning this Order, the Commission is authorized to  
25 communicate directly with each Defendant. Defendant must permit  
26 representatives of the Commission to interview any employee or other person  
27 affiliated with any Defendant who has agreed to such an interview. The person  
28 interviewed may have counsel present.



1 C. The Commission may use all other lawful means, including posing,  
2 through its representatives as consumers, suppliers, or other individuals or entities,  
3 to Defendants or any individual or entity affiliated with Defendants, without the  
4 necessity of identification or prior notice. Nothing in this Order limits the  
5 Commission's lawful use of compulsory process, pursuant to Sections 9 and 20 of  
6 the FTC Act, 15 U.S.C. §§ 49, 57b-1.

7 D. Upon written request from a representative of the Commission, any  
8 consumer reporting agency must furnish consumer reports concerning Individual  
9 Defendants, pursuant to Section 604(1) of the Fair Credit Reporting Act, 15 U.S.C.  
10 §1681b(a)(1).

11 **XVI. RETENTION OF JURISDICTION**

12 IT IS FURTHER ORDERED that this Court retains jurisdiction of this  
13 matter for purposes of construction, modification, and enforcement of this Order.  
14

15  
16 **SO ORDERED this \_\_\_\_ day of \_\_\_\_\_ 2023.**  
17

18  
19  
20  
21 \_\_\_\_\_  
22 UNITED STATES DISTRICT JUDGE  
23  
24  
25  
26  
27  
28

**ATTACHMENT A**

[On Rejuvica Letterhead]

[on envelope]

**IMPORTANT NOTICE ABOUT COURT SETTLEMENT  
REGARDING SOBRENIX**

[content of letter, 16-point font]

Dear [Recipient]:

The Federal Trade Commission (FTC), the nation's consumer protection agency, has sued us for deceptive advertising. The FTC says that we:

1. Made misleading claims that Sobrenix reduces or eliminates cravings for alcohol;
2. Made misleading claims that Sobrenix enables users to reduce or even eliminate their consumption of alcohol; and
3. Made misleading claims that Sobrenix helps users control their drinking.

The FTC says there's no reliable scientific evidence to back up our claims. We stopped making the claims and have agreed not to make them in the future.

You can find out more about the FTC's lawsuit at [URL].

Sincerely,  
[Rejuvica]