



ORGANIZATION OF AMERICAN STATES

INTER-AMERICAN DRUG ABUSE CONTROL COMMISSION

cicad

FORTIETH REGULAR SESSION
November 29 – December 1, 2006
Santa Cruz de la Sierra, Bolivia

OE/Ser.L/XIV.2.40
CICAD/doc.1527/06
29 November 2006
Original: English

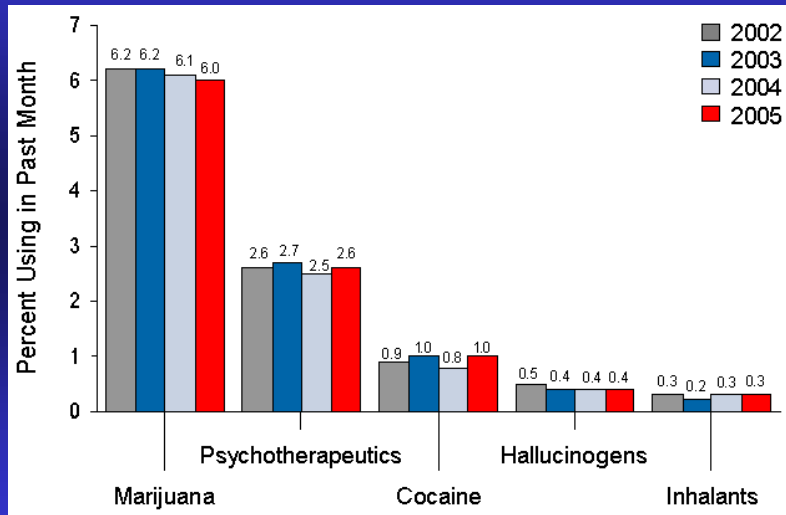
INTERNET DIVERSION OF CONTROLLED PHARMACEUTICALS

GENERAL SECRETARIAT OF THE ORGANIZATION OF AMERICAN STATES, WASHINGTON, D.C. 20006

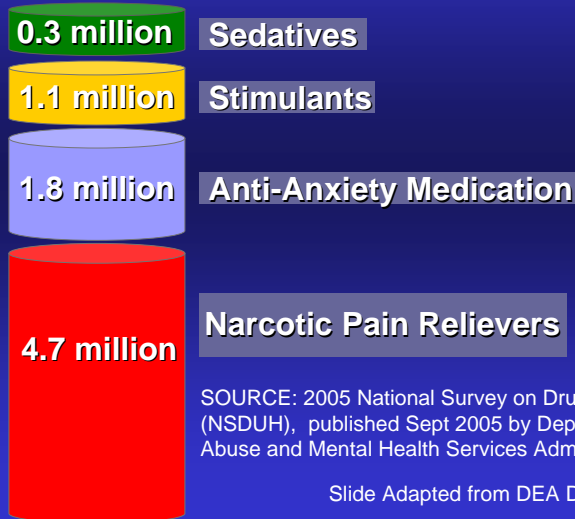
Internet Diversion of Controlled Pharmaceuticals

Presented by
Harry J. Matz
Senior Trial Attorney
Narcotic and Dangerous Drug Section
United States Department of Justice

Past Month Use of Illicit Drugs U.S. Aged 12+ 2002-2005



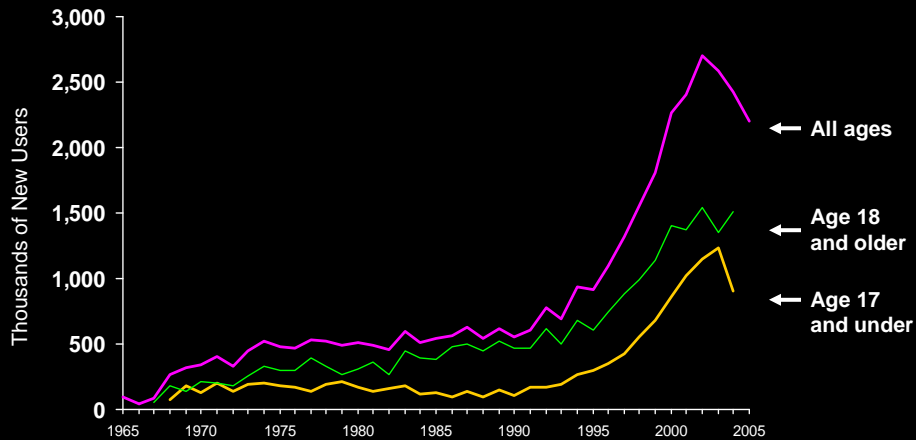
In 2005, 6.4 million Americans Age 12+ used a prescription drug for non-medical purposes in past month



SOURCE: 2005 National Survey on Drug Use and Health (NSDUH), published Sept 2005 by Dept of HHS / Substance Abuse and Mental Health Services Administration (SAMHSA)

Slide Adapted from DEA Diversion Control Program

New non-medical users of pain relievers: 1965 to 2005

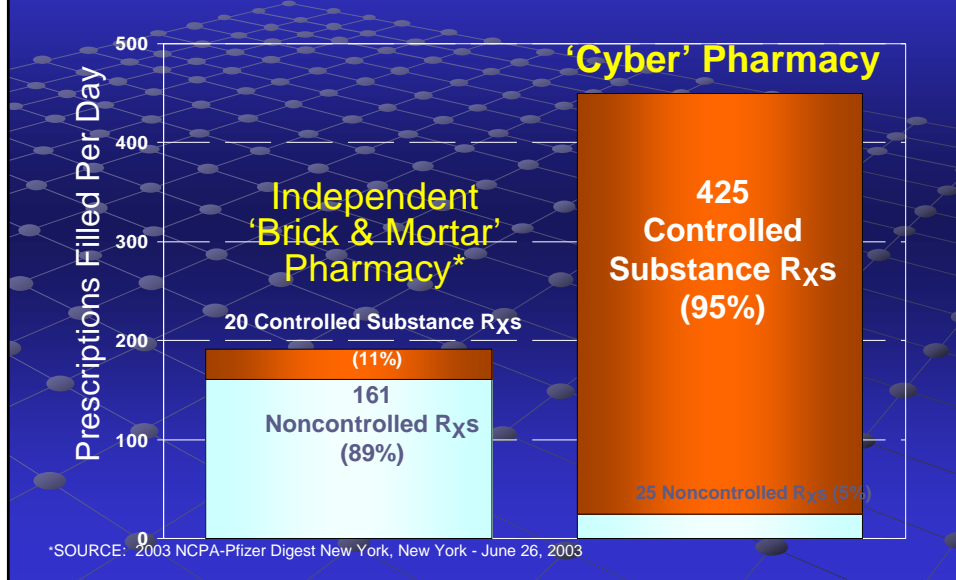


SOURCE: 2005 National Survey on Drug Use and Health (NSDUH) –
Dept of HHS / Substance Abuse and Mental Health Services Administration (SAMHSA)

What's Wrong with Internet Pharmacies ?

- No valid prescription
- No doctor-patient relationship
 - No physical exam, history or diagnosis
- No accountability or follow-up
- Easier to circumvent laws

Cyber vs. Brick & Mortar Sales Average Sales



Rogue "Pharmacy" Web Site

Q. How do I place an order?

A. When you click an Order link, you will be taken to our secure server where you will set up your account. You will answer an online questionnaire to provide information relevant to your medical condition. Once you complete the questionnaire, you will see a confirmation page to review your answers for accuracy. At this point, you will submit your order for processing.

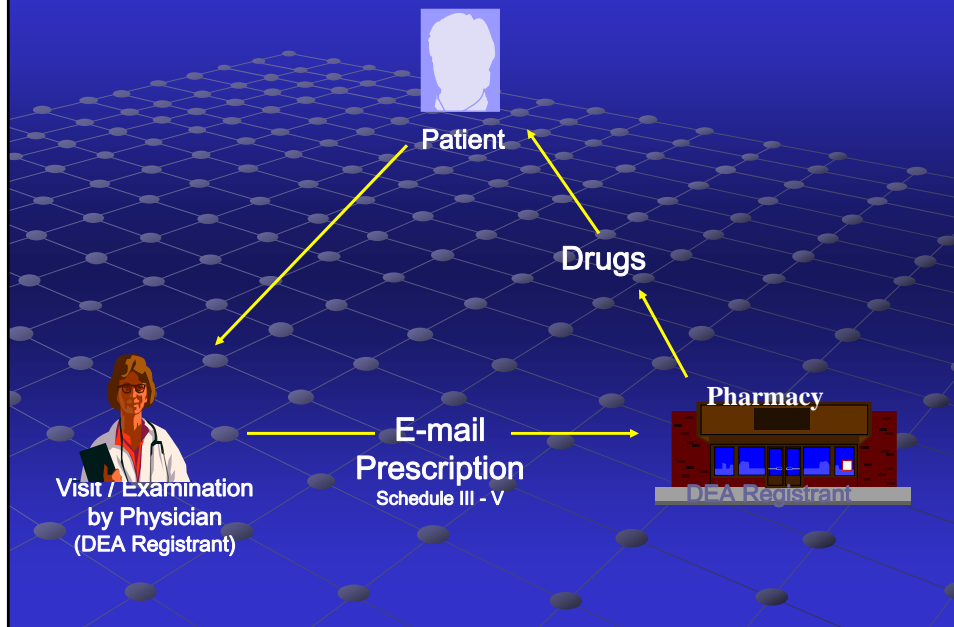
Q. What forms of payment do you accept?

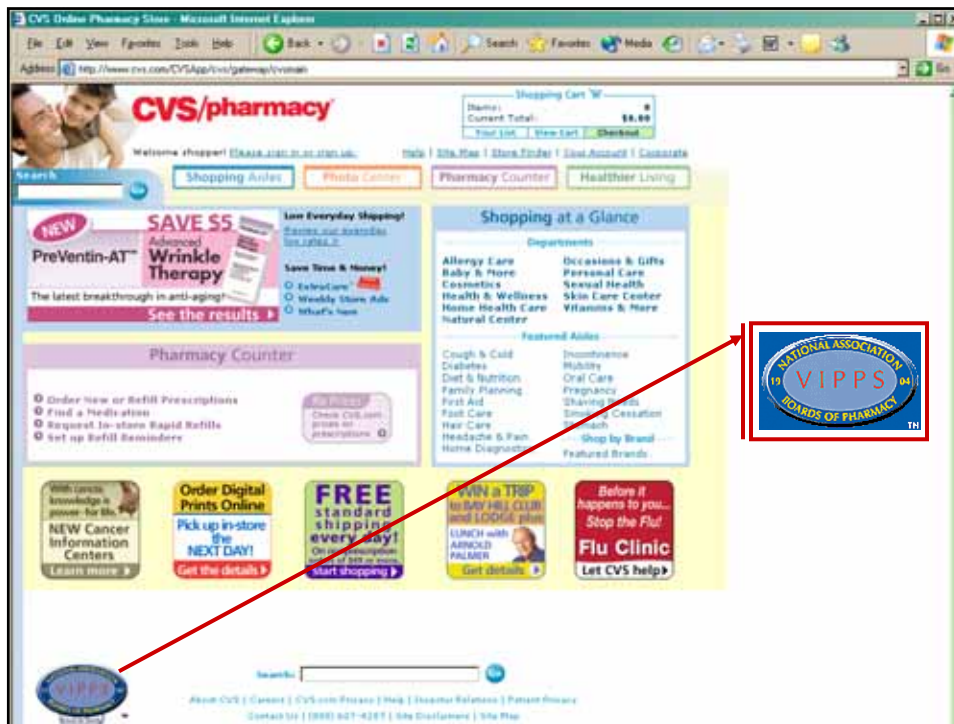
A. We COD only. Only MONEY ORDERS OR CASHIERS CHECKS. We do not accept Cash or Personal Checks.

Q. How will the package arrive to me? Will people be able to disclose it's contents?

A. All packages are shipped in plain packaging to protect your privacy.

LEGAL ONLINE PHARMACY





Legitimate Online Pharmacy | Lortab® 7.5/500 | 50 Tablets 7.5/500 mg | **\$50.59**

Product supplied is **brand name**.

Rogue Internet Pharmacy | Lortab® 7.5/500 | 60 Tablets 7.5/500 mg | **\$293.00**

Product supplied is **generic**.

Quantity	Price	Total Cost	In-Store
50 Tablets 7.5/500 mg	\$101.18	\$50.59	BUY NOW
60 Tablets 7.5/500 mg	\$488.00	\$293.00	BUY NOW



INITIAL INVESTIGATION

(February 2004)

- Pennsylvania seizure of 123 packages of Diazepam at Airborne Express
 - Shipped by ABBAS Enterprises, Chester, PA
 - Airborne Express records revealed 4,000 packages shipped over 20 days by ABBAS Enterprises throughout the U.S.
 - Abbas Enterprises is small arts and crafts business

SUBPOENA RESULTS

Webhost Identified other Websites Owned by
CRUZ / SHACKLETON



Ryan CRUZ

- Rx-mart.com
- Pharmacyexports.com
- Pharmacyshack.com
- Rxworld.us
- Pharmamart.com
- Valium-pharmacy.com
- Xanax-direct.com
- Pharmacy-list.com
- Pillbasket.com
- Medsit.com
- Shackcorp.com



Age: 25 yrs

Andrew SHACKLETON

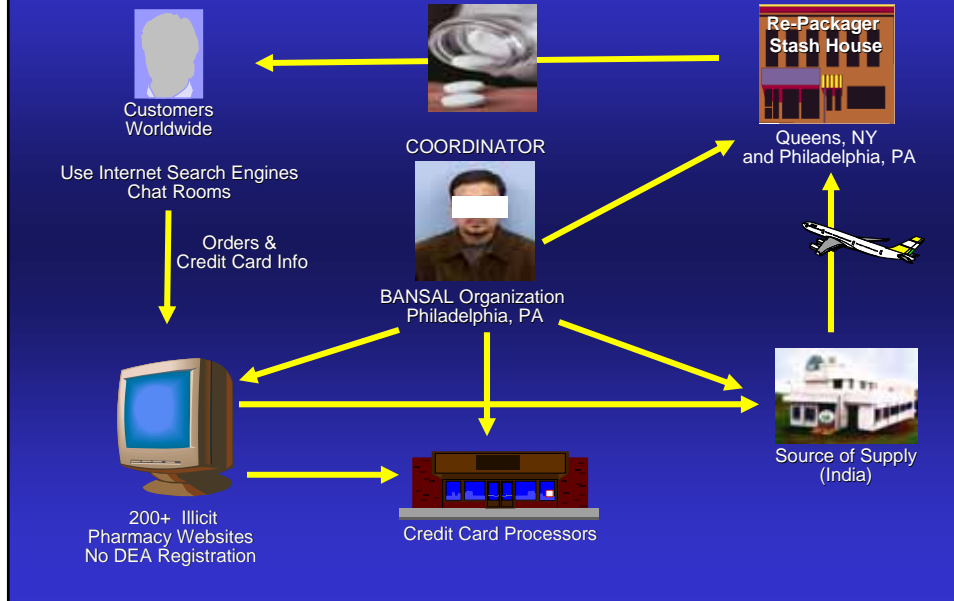
- Redstormconsulting.com
- Medicationsfast.com
- Meds.biz
- Medsbypost.com
- Onlinepharmacysources.com
- Pharmacybill.com
- Pharmacyunited.com
- Unitedmedications.com
- Shackhost.com
- Special-lingerie.com
- Euroshack.com
- Siphem.com
- Viagravity.com

Other Investigative Steps

- Undercover buys
 - Generates electronic records of sales
- Subpoenas to UPS package service
- Financial services companies



OPERATIONAL OVERVIEW



OPERATION "CYBER CHASE"

India Seizures



PHARMACY AREA



SEIZED DRUGS

OPERATION "CYBER CHASE" New York Packaging Site



Operation Trafico.com



- Joint Brazilian Federal Police & U.S. DEA & ICE
- Searches in July, Sept. & Oct. 2006
- Diverted over 1,000,000 units of controlled substances to U.S. over 8 years

Results of Operation Trafico.com



- Arrests = 12 (11 in Brazil)
- Assets seized = \$4.5 million
 - \$2 million + from Alessandro Favaro

Lab at Home of Walter Rau Veira Pelotas, Brazil





CICAD Role

Role of CICAD and Member States

- Adopt Internet Guide sent from the Expert Group
- Disseminate to appropriate agencies in country
- Review adequacy of national laws & systems
- Seek appropriate training
- Cooperate on investigations

Internet Guide: Topics

- Description of problem
 - What drugs? Who sells? How?
- Which countries are involved?
 - In the grip
 - Unaffected
 - Clueless
- Understanding Internet Pharmacies
 - Participants
 - Location
 - Technology



Internet Guide: Topics

- Prevention: Public Awareness & Education,
- Legislation needed
- Addressing the problem
- Conducting an investigation
- Coordination
 - Public & Private
 - Domestic & International
- Training

Criminal Laws

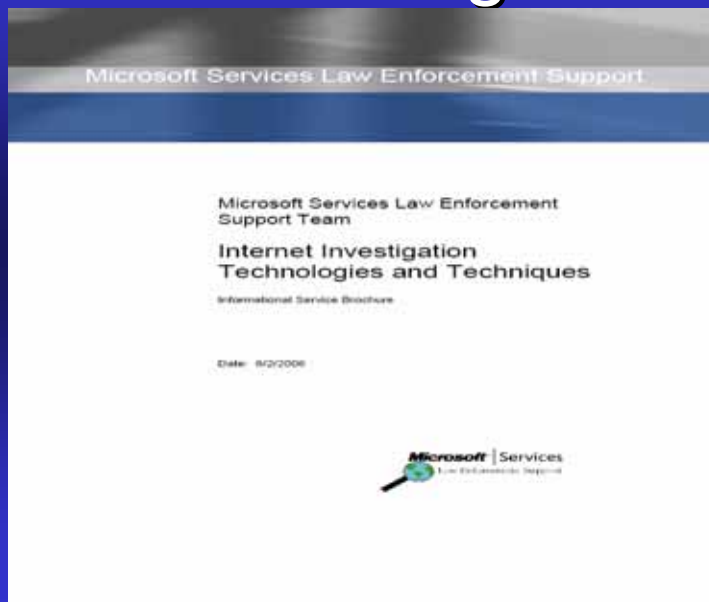
- Are Internet drug sales operations illegal ?
- What if no drugs enter or leave the country ?



Enforcement Powers

- Undercover operations
- Intercept communications
- Require preservation of communications
- Search warrants – all elements of operation
 - Example: credit card statements of buyers to trace money
- Seizure authority
 - Computers & hardware
 - Assets accrued or used

Training



REGISTRATION INFORMATION

WHOIS SEARCH RESULTS

WHOIS RECORD FOR

rx-mart.com

IMAGE NOT AVAILABLE

Certified Offer Service - Make an offer on this domain Backorder - Try to get this name when it becomes available Private Registration - Make personal information for this domain private Similar Names - See suggested alternatives for this domain

Registrant:
rxworld (U,SP,PL,V,WHO)
16 port st
Dominica
Dominica, Dominica 1009
DM
Phone: 309 765 222

Domain Name: RX-MART.COM

Administrative Contact:
rxworld (U,SP,PL,V,WHO)
pharmacy@mutemail.com
16 port st
Dominica
Dominica, Dominica 1009
DM
Phone: 309 765 222

Technical Contact:
Strause, James
(C,UB,ET,R,G,B,I)
info@rxworld.us
34 mandy cres
Dominica
Dominica, Dominica 10054
DM
Phone: 77644452
Fax: 123 123 1234

'WHOIS' -
A Registration
identification Search
Engine

Completely False
Information

TRACE ROUTE TO (ISP)

http://www.rx-mart.com

report for **www.rx-mart.com [66.221.215.216]**

Hop	IP Address	Node Name	Location	Tz	ms	Network
0	192.168.1.43	HP21422238814.ms.local			0	(private use)
1	192.168.1.1					(private use)
2	208.195.70.183		Ashburn, VA, USA	-05:00	7	UUNET Technologies, Inc. UUNET1988B
3	208.195.70.129		Ashburn, VA, USA	-05:00	7	UUNET Technologies, Inc. UUNET1988B
4	208.195.70.141		Ashburn, VA, USA	-05:00	2	UUNET Technologies, Inc. UUNET1988B
5	187.130.18.29	40ATM1-0.0WV1ADSALTER.NET	Vienna, VA, USA	-05:00	4	UUNET Technologies, Inc. UUNETCUSTB45
6			va, VA, USA	-05:00	5	UUNET Technologies, Inc. UUNET-BACKBONE
7			va, VA, USA	-05:00	6	UUNET Technologies, Inc. UUNET-BACKBONE
8			va, VA, USA	-05:00	6	UUNET Technologies, Inc. UUNET-BACKBONE
9	157.140.8.118	brkshwng-wb-pw.customer.alter.net	Vienna, VA, USA	-05:00	7	UUNET Technologies, Inc. UUNETCUSTB40
10	218.140.8.117	FE-0-0-00.naserver.broadwing.net	Washington, DC, USA	-05:00	8	UUNET Technologies, Inc. UUNETCUSTB40
11	218.140.8.89	g4-0-0-ws01r.broadwing.net	Washington, DC, USA	-05:00	9	IXC Region 4 Group IXC-R4DLUS-INTERNAL
12	218.140.8.119	FE-6-1-0-allen.broadwing.net	Atlanta, GA, USA	-05:00	10	IXC Region 4 Group IXC-R4DLUS-INTERNAL
13	218.140.12.46	js5-1-03-bw1.broadwing.net	Fort Worth, TX, USA	-05:00	10	IXC Region 3 Group IXC-R3DLUS-INTERNAL
14					38	IXC Region 3 Group IXC-R3DLUS-INTERNAL
15						
16						
17	66.221.215.216	www.rx-mart.com	Bedford, TX, USA			IC IFASTCROUET

Acts like a telephone number

66.221.215.216 **www.rx-mart.com** Bedford, TX, USA **CI Host**

International Cooperation



OPERATION "CYBER CHASE"

International Enforcement

- ❖ Government of India
Narcotics Control Bureau
- ❖ Government of Canada
Royal Canadian Mounted Police
- ❖ Government of Australia
Australian Federal Police
- ❖ Government of Costa Rica



Comments / Questions ?



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