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AES:JN
F. # 2020R00016

UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF NEW YORK

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UNITED STATES OF AMERICA

PLEA AGREEMENT

- against -

21 CR 65 (RJD)

LUIS ENRIQUE MARTINELLI LINARES,

Defendant.

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Pursuant to Rule 11 of the Federal Rules of Criminal Procedure, the United States Attorney's Office for the Eastern District of New York, the United States Department of Justice, Criminal Division, Fraud Section, and the United States Department of Justice, Criminal Division, Money Laundering and Asset Recovery Section (collectively, the "Government"), and LUIS ENRIQUE MARTINELLI LINARES (the "defendant") agree to the following:

1. The defendant will plead guilty to Count One of the above-captioned Indictment, charging a violation of 18 U.S.C. § 1956(h). The count carries the following statutory penalties:

- a. Maximum term of imprisonment: 20 years
(18 U.S.C. §§ 1956(a) and 1956(h)).
- b. Minimum term of imprisonment: 0 years
(18 U.S.C. §§ 1956(a) and 1956(h)).
- c. Maximum supervised release term: 3 years, to follow any term of imprisonment; if a condition of release is violated, the defendant may be sentenced to up to 2 years without credit for pre-release imprisonment or time previously served on post-release supervision
(18 U.S.C. §§ 3583 (b) & (e)).

- d. Maximum fine: \$500,000 or twice the gross gain or loss, whichever is greater
(18 U.S.C. §§ 1956(a), 1956(h), 3571(b)(1), 3571(d)).
- e. Restitution: Mandatory in the full amount as determined by the Court
(18 U.S.C. §§ 3663A and 3664).
- f. \$100 special assessment
(18 U.S.C. § 3013).
- g. Other penalties: removal, as set forth in paragraph 14; criminal forfeiture, as set forth in paragraphs 7 through 13
(18 U.S.C. §§ 982(a)(1) and 982(b)(1)).

2. The defendant understands that although imposition of a sentence in accordance with the United States Sentencing Guidelines (the “Guidelines” and “U.S.S.G.”) is not mandatory, the Guidelines are advisory and the Court is required to consider any applicable Guidelines provisions as well as other factors enumerated in 18 U.S.C. § 3553(a) to arrive at an appropriate sentence in this case. The Government will advise the Court and the Probation Department of information relevant to sentencing, including criminal activity engaged in by the defendant, and such information may be used by the Court in determining the defendant’s sentence. See 18 U.S.C. § 3661 (“No limitation shall be placed on the information concerning the background, character, and conduct of a person convicted of an offense which a court of the United States may receive and consider for the purpose of imposing an appropriate sentence.”). The Government estimates the likely adjusted offense level under the Guidelines to be a range of imprisonment of 151 to 188 months, which is predicated on the following Guidelines calculation:

Base Offense Level (§ 2S1.1(a)(2))	8
Plus: Loss More than \$25,000,000 (§ 2B1.1(b)(1)(L))	+22
Plus: Conviction under 18 U.S.C. § 1956(h) (§ 2S1.1(b)(2)(B))	+2
Plus: Offense Involved Sophisticated Laundering (§ 2S1.1(b)(3))	+2

Total:

34

If the defendant clearly demonstrates acceptance of responsibility, through allocution and subsequent conduct prior to the imposition of sentence, a two-level reduction will be warranted, pursuant to U.S.S.G. § 3E1.1(a), resulting in an adjusted offense level of 32 and a range of imprisonment of 121 to 151 months, assuming that the defendant falls within Criminal History Category I. Furthermore, if the defendant has accepted responsibility as described above, to the satisfaction of the Government, and if the defendant pleads guilty on or before December 15, 2021, an additional one-level reduction will be warranted, pursuant to U.S.S.G. § 3E1.1(b), resulting in an adjusted offense level of 31. This level carries a range of imprisonment of 108 to 135 months, assuming that the defendant falls within Criminal History Category I. The defendant stipulates to the above Guidelines calculation.

3. The Guidelines estimate set forth in paragraph 2 is not binding on the Government, the Probation Department or the Court. If the Guidelines offense level advocated by the Government, or determined by the Probation Department or the Court, is, for any reason, including an error in the estimate, different from the estimate, the defendant will not be entitled to withdraw the plea and the Government will not be deemed to have breached this agreement.

4. The defendant agrees not to file an appeal or otherwise challenge, by petition pursuant to 28 U.S.C. § 2255 or any other provision, the conviction or sentence in the event that the Court imposes a term of imprisonment of 151 months or below. This waiver is binding without regard to the sentencing analysis used by the Court. The defendant waives all defenses based on the statute of limitations and venue with respect to any prosecution that is not time-barred on the date that this agreement is signed in the event that (a) the defendant's conviction is later vacated for any reason, (b) the defendant violates this agreement, or (c) the

defendant's plea is later withdrawn. The defendant further waives the right to raise on appeal or on collateral review any argument that (1) the statute(s) to which the defendant is pleading guilty is unconstitutional and (2) the admitted conduct does not fall within the scope of the statute(s). Nothing in the foregoing waiver of appellate and collateral review rights shall preclude the defendant from raising a claim of ineffective assistance of counsel in an appropriate forum. The defendant waives any right to additional disclosure from the government in connection with the guilty plea. The defendant agrees that with respect to all charges referred to in paragraphs 1 and 5(a) he is not a "prevailing party" within the meaning of the "Hyde Amendment," 18 U.S.C. § 3006A note, and will not file any claim under that law. The defendant agrees to pay the special assessment by check payable to the Clerk of the Court at or before sentencing. The defendant understands that he may be subject to removal as set forth in paragraph 14 below. Nevertheless, the defendant affirms that he wants to plead guilty and to waive his right to appeal as set forth at the beginning of this paragraph, even if the consequence is the defendant's automatic removal from the United States.

5. The Government agrees that:

- a. no further criminal charges will be brought against the defendant for his participation, in and about and between 2009 and 2015, in the bribery of foreign officials and the laundering of money promoting or derived from that bribery, as alleged in the Indictment, it being understood that this agreement does not bar the use of such conduct as a predicate act or as the basis for a sentencing enhancement in a subsequent prosecution including, but not limited to, a prosecution pursuant to 18 U.S.C. §§ 1961 *et seq.*, and at the time of sentence, it will move to dismiss the remaining counts of the Indictment with prejudice;

and, based upon information now known to the Government, it will

- b. take no position concerning where within the Guidelines range determined by the Court the sentence should fall; and

- c. make no motion for an upward departure under the Sentencing Guidelines.

If information relevant to sentencing, as determined by the Government, becomes known to the Government after the date of this agreement, the Government will not be bound by subparagraphs 5(b) and 5(c). Should it be judged by the Government that the defendant has violated any provision of this agreement, the defendant will not be released from his plea of guilty but the Government will be released from its obligations under this agreement, including but not limited to: (a) moving for the additional one-level downward adjustment for timely acceptance of responsibility described in paragraph 2 above; and (b) the provisions of paragraph 5(a)-(c).

6. The defendant agrees that any statements made by the defendant under oath during the plea proceeding and in the Factual Proffer (attached as Exhibit A to this agreement) will be admissible against the defendant in any criminal case involving the Government and the defendant as: (a) substantive evidence offered by the Government in its case-in-chief and rebuttal case; (b) impeachment evidence offered by the Government on cross-examination; and (c) evidence at any sentencing hearing or other hearing, notwithstanding any other subsequent event, including but not limited to the defendant's withdrawal or attempted withdrawal of his guilty plea, or the court's refusal to accept the defendant's guilty plea. If the defendant violates any provision of this agreement, prosecutions for crimes currently known and unknown to the Government that are not time-barred by the applicable statutes of limitation on the date this agreement is signed may be commenced against the defendant notwithstanding the expiration of the statute of limitation between the signing of this agreement and the commencement of any such prosecutions. If any such prosecutions are brought, subject to the provisions of Paragraph 15, the defendant waives all claims under the United States Constitution,

Rule 11(f) of the Federal Rules of Criminal Procedure, Rule 410 of the Federal Rules of Evidence, or any other federal statute or rule that statements made by the defendant on or after August 15, 2018, including any statements made by the defendant under oath during the plea proceeding, or any leads derived therefrom, should be suppressed.

7. The defendant acknowledges that he obtained and/or acquired property that is subject to forfeiture as a result of his violations of 18 U.S.C. § 1956(h), as alleged in the above-captioned Indictment. The defendant consents to the forfeiture of: (a) eighteen million eight hundred ninety-two thousand five hundred thirty-two dollars and forty cents (\$18,892,532.40) (the “Forfeiture Money Judgment”); and (b) all right, title and interest in the following assets (the “Forfeitable Assets”): (i) all funds on deposit at Bank Vontobel AG (the “Vontobel Funds”) in Switzerland in account nos. _____ and _____, held in the names of Diamong Investments Corp. and Waterspoon International Ltd., respectively; (ii) all funds restrained by U.S. Immigration and Customs Enforcement in connection with the defendant’s immigration bond, file no. A***-**4-620, Bond Receipt no. KROC1900454, and associated with Treasury Account Symbol 70X6697 Fund Code 05 (the “Bond Funds”); (iii) all funds held in the attorney escrow account at International Finance Bank held for the benefit of defendant (the “IFB Funds”); (iv) all funds held in the attorney escrow account in Switzerland for the benefit of the defendant and Ricardo Alberto Martinelli Linares (the “Swiss Escrow Funds”); (v) the real property and premises (the “Miami Condo”) located at Icon Tower, 495 Brickell Avenue, Apt. 4701, Miami, FL, 33133; and (vi) six hundred sixty-nine thousand forty-seven dollars and twenty cents (\$669,047.20) U.S. Currency (the “U.S. Currency”). The defendant agrees that the amount of the Forfeiture Money Judgment, the Forfeitable Assets and any payments toward the Forfeiture Money Judgment represent property involved in the

defendant's violations of 18 U.S.C. § 1956(h) and/or substitute assets, and thus are forfeitable to the United States pursuant to 18 U.S.C. §§ 982(a)(1) and 982(b)(1), in any administrative and/or judicial (civil or criminal) proceeding at the Government's exclusive discretion. The defendant consents to the entry of a Preliminary Order of Forfeiture, pursuant to Rule 32.2 of the Federal Rules of Criminal Procedure, imposing the Forfeiture Money Judgment and forfeiting the Forfeitable Assets. If forfeited to the United States in accordance with the provisions set forth below—and/or in the case of the Vontobel Funds and the Swiss Escrow Funds, if forfeited to the government of Switzerland—the Forfeitable Assets shall be credited towards the Forfeiture Money Judgment. The defendant shall assist with the repatriation and/or forfeiture of the Forfeitable Assets as follows:

a. The Vontobel Funds, the IFB Funds, and the Swiss Escrow Funds. The defendant agrees to deliver the IFB Funds to the Government prior to the date that he enters a plea of guilty (the "Guilty Plea") pursuant to this agreement. The defendant agrees to take all necessary steps as directed by the Government in the repatriation of the Vontobel Funds and the Swiss Escrow Funds, including the execution of a consent directive for the transfer of the Vontobel Funds and the Swiss Escrow Funds, to an account designated by the Government. In the event that any portion of the Vontobel Funds, the IFB Funds, and the Swiss Escrow Funds is returned to the defendant, or any other person, the defendant consents to, and will assist in, the repatriation and/or surrender of such funds for forfeiture proceedings in the United States in accordance with this agreement.

b. The Bond Funds. The defendant agrees to take all necessary steps as directed by the Government in the assignment and forfeiture of the Bond Funds prior to the Guilty Plea, including the execution of any documents necessary to effect such assignment and

forfeiture. In the event that any portion of the Bond Funds is returned to the defendant, or any other person, the defendant consents to, and will assist in, the restraint and recovery of such funds for forfeiture proceedings in accordance with this agreement.

c. The Miami Condo. The defendant agrees that he will sell the Miami Condo pursuant to an arms-length transaction, approved by the Government, for fair market value within six (6) months of the Guilty Plea, which time may be extended with the written approval of the Government. In addition, the defendant agrees to (i) engage a licensed real estate agent approved by the Government to market the Miami Condo; (ii) timely submit any offers for purchase to the Government for approval before sale; (iii) timely submit any contracts of sale and closing statements for approval by the Government before any sale; (iv) submit an estimate of fees to the Government for approval before sale; (v) take all reasonable steps, and bear all costs necessary, to ensure that the value of the Miami Condo is preserved and maintained in good and marketable condition, and is not damaged or diminished in value; (vi) hold in escrow in an interest-bearing account any rental income accruing from the Miami Condo from the date of this agreement, which income will be made available for forfeiture; and (vii) provide the Government with an accounting of any rental income from the Miami Condo within ten (10) days of the date such income is generated. In the event the defendant does not sell the Miami Condo pursuant to the above terms, the defendant consents to its forfeiture and sale of the Miami Condo by the United States, including the execution of any and all documents necessary to consummate the sale of the Miami Condo, to convey clear title of the property to a third-party buyer, and to further implement the terms of such sale, including the production of any and all documents and/or information relating to the Miami Condo in the defendant's possession, or

otherwise request that third parties in possession of such documents and/or information make them readily available for the Government's receipt.

d. The U.S. Currency. The defendant agrees to deliver to the Government prior to the Guilty Plea a money order, certified check or official bank check payable to the "United States Marshals Service" in the full amount of the U.S. Currency.

8. The Forfeitable Assets shall be forfeited as soon as practicable within the time periods set forth above and credited against the amount of the Forfeiture Money Judgment. The remaining amount of the Forfeiture Money Judgment shall be paid in full no later than thirty (30) days (the "Due Date") in advance of the date that the defendant is first scheduled for sentencing. All payments made by the defendant toward the Forfeiture Money Judgment shall be made by money order, certified check or official bank check, payable to the "United States Marshals Service." The defendant shall cause said payment(s) to be sent by overnight mail delivery to Assistant United States Attorney Laura D. Mantell, United States Attorney's Office, Eastern District of New York, 271-A Cadman Plaza East, 7th Floor, Brooklyn, NY 11201, with the criminal docket number noted on the face of the instrument. The defendant consents to the restraint of the Forfeitable Assets and all payments made toward the Forfeiture Money Judgment. The defendant also waives all statutory deadlines with respect to the Forfeitable Assets and all Forfeiture Money Judgment payments, including but not limited to deadlines set forth in 18 U.S.C. § 983.

9. If the defendant fails to pay any portion of the Forfeiture Money Judgment or forfeit any of the Forfeitable Assets on or before the Due Date, the defendant consents to the forfeiture of any other property of his up to the amount of the unpaid Forfeiture Money

Judgment, pursuant to 21 U.S.C. § 853(p), and further agrees that the conditions of 21 U.S.C. §§ 853(p)(1)(A)-(E) have been met.

10. The defendant agrees to fully assist the Government in the repatriation and/or forfeiture of the Forfeitable Assets and in effectuating the payment of the Forfeiture Money Judgment by among other things, executing any documents necessary to effectuate any transfer of title to the United States. Such assistance shall also include providing any evidence, including any testimony, needed to seek the repatriation or forfeiture of the Forfeitable Assets and/or to defend any third-party claims to such assets. The defendant agrees not to file a claim or petition seeking remission or contesting the forfeiture of any of the Forfeitable Assets or any property against which the Government seeks to satisfy the Forfeiture Money Judgment in any administrative or judicial (civil or criminal) proceeding. The defendant further agrees not to assist any person or entity in the filing of any claim or petition seeking remission or contesting the forfeiture of any of the Forfeitable Assets or any property against which the Government seeks to satisfy the Forfeiture Money Judgment in any administrative or judicial (civil or criminal) forfeiture proceeding.

11. The failure of the defendant to forfeit any monies and/or properties as required under this agreement, including the failure of the defendant to execute any document to accomplish the same on timely notice to do so, may constitute a material breach of this agreement. Upon such a breach, the defendant will not be entitled to withdraw the plea, but the Government may bring additional criminal charges against the defendant.

12. The defendant knowingly and voluntarily waives his right to any required notice concerning the forfeiture of any monies and/or properties forfeited hereunder, including notice set forth in an indictment, information or administrative notice. In addition, the defendant

knowingly and voluntarily waives his right, if any, to a jury trial on the forfeiture of the Forfeitable Assets and the entry of a Forfeiture Money Judgment, and waives all constitutional, legal and equitable defenses to the forfeiture of said monies and/or properties, including, but not limited to, any defenses based on principles of double jeopardy, the Ex Post Facto clause of the Constitution, any applicable statute of limitations, venue, or any defense under the Eighth Amendment, including a claim of excessive fines.

13. The defendant agrees that the entry and payment of the Forfeiture Money Judgment is not to be considered the payment of a fine, penalty, restitution loss amount or payment of any income taxes that may be due, and shall survive bankruptcy.

14. The defendant recognizes that pleading guilty may have consequences with respect to the defendant's immigration status if the defendant is not a citizen of the United States. Under federal law, a broad range of crimes are removable offenses, including the offense to which the defendant is pleading guilty. Indeed, because the defendant is pleading guilty to money laundering conspiracy, in violation of 18 U.S.C. § 1956(h), removal is presumptively mandatory. Removal and other immigration consequences are the subject of a separate proceeding, however, and the defendant understands that no one, including the defendant's attorney or the District Court, can predict with certainty the effect of the defendant's conviction on the defendant's immigration status. The defendant nevertheless affirms that the defendant wants to plead guilty regardless of any immigration consequences that the defendant's plea may entail, even if the consequence is the defendant's automatic removal from the United States.

15. This agreement does not bind any federal, state, or local prosecuting authority other than the Government, and does not prohibit the Government from initiating or prosecuting any civil or administrative proceedings directly or indirectly involving the defendant.

Apart from any written proffer agreements signed August 15, 2018 and initialed on September 25, 2018, December 21, 2018, April 10, 2019 and June 12, 2019, no promises, agreements or conditions have been entered into by the parties other than those set forth in this agreement and none will be entered into unless memorialized in writing and signed by all parties. Apart from any written proffer agreements, if applicable, this agreement supersedes all prior promises, agreements or conditions between the parties. To become effective, this agreement must be signed by all signatories listed below.

Dated: Brooklyn, New York

December 2, 2021

BREON PEACE
United States Attorney
Eastern District of New York

By: _____

Alixandra Smith
Assistant U.S. Attorney

JOSEPH S. BEEMSTERBOER
Acting Chief, Fraud Section
Criminal Division, Dept. of Justice

By: _____

Michael Culhane Harper
Trial Attorney

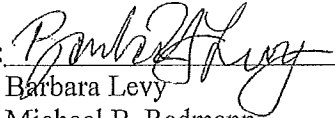
Approved by:



David Pitluck
Supervising Assistant U.S. Attorney

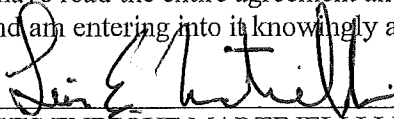
DEBORAH L. CONNOR
Chief, Money Laundering and
Asset Recovery Section
Criminal Division, Dept. of Justice

By:



Barbara Levy
Michael B. Redmann
Trial Attorneys

I have read the entire agreement and discussed it with my attorney. I understand all of its terms and am entering into it knowingly and voluntarily.



LUIS ENRIQUE MARTINELLI LINARES
Defendant

Approved by:



James McGovern
Counsel to Defendant

UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF NEW YORK

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UNITED STATES OF AMERICA

FACTUAL PROFFER IN SUPPORT OF
GUILTY PLEA

- against -

LUIS ENRIQUE MARTINELLI LINARES, 21-CR-65 (RJD)

Defendant.

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I, LUIS ENRIQUE MARTINELLI LINARES (the “defendant”), stipulate and agree that the information stated herein is true and accurate and a sufficient basis for my plea of guilty to the money laundering conspiracy in violation of Title 18, United States Code, Section 1956(h), charged as Count One of the Indictment in the above-captioned matter. Had this matter proceeded to trial, I stipulate and agree that the government would have proven the facts alleged below beyond a reasonable doubt and the forfeiture allegations set forth in the Indictment by a preponderance of the evidence.

1. Between August 2009 and September 2015, I knowingly and intentionally agreed with Ricardo Alberto Martinelli Linares and others to cause the wiring of funds, which were bribes from Odebrecht to a high-ranking public official of Panama and close relative of mine (“Panama Government Official”), into and out of the United States to promote violations of Panamanian law, i.e., the bribery of a Panamanian public official in violation of the Penal Code of the Republic of Panama. I also agreed to cause further transactions into and out of the United States with the proceeds of those same violations of Panamanian law, in part to conceal the nature, source, and control of the funds.

2. As part of the above-described plan, I agreed to establish offshore bank accounts in the names of offshore shell companies to receive and disguise the payments and to serve as a signatory on certain of these accounts. In total, from 2009 through 2012, these accounts received over \$28 million in bribe proceeds from Odebrecht for the benefit of Panama Government Official. More than \$19 million of the payments were transferred through U.S. banks, some of which were located in New York.

3. To advance the above-described plan, I agreed with Ricardo Alberto Martinelli Linares and others to cause the following wire transfers, among others, or knew that such wire transfers, among others, were foreseeable consequences of the above plan and agreement:

a. The wiring of approximately \$899,978.32 from a bank in Switzerland, through a bank in New York, New York, to a bank in Switzerland, on or about November 12, 2013.

b. The wiring of approximately \$30,887.21 from a bank in Switzerland, through a bank in New York, New York, to a bank in Switzerland, on or about December 10, 2013.

4. I also caused the following wire transfers involving the proceeds of the Odebrecht bribe payments to Panama Government Official, among others:

a. The wiring of approximately \$346,500.00 from a bank in Switzerland, through a bank in New York, New York, to a bank in New Jersey, on or about February 11, 2013, as a partial payment for the purchase of a yacht.

b. The wiring of approximately \$570,000.00 from a bank in Switzerland, through a bank in New York, New York, to a bank in Florida, on or about August 26, 2015, as a partial payment for the purchase of a condominium in Miami, Florida.

5. The above-described agreements and acts were in relation to a scheme to receive money from Odebrecht's Division of Structured Operations to promote the bribery of Panama Government Official, conceal the source of the related funds, and transact in the proceeds of the Panama bribery scheme. I agreed to use the following entities and accounts to facilitate this conduct: Account No. at Banque Pictet, held in the name of Kadair Investment Ltd.; Account No. at Banque Lombard Odier Darier Hensch, held in the name of Fordel International Ltd.; Account No. at Notenstein La Roche Privatbank, held in the name of Aragon Finance Corp.; Account No. at Banque Julius Baer & Cie, held in the name of Livorno International, Ltd.; Account Nos. and at BSI, SA, held in the names of Malvor Consultants and Kilmore Holdings International Inc., respectively; and Account No. at Notenstein La Roche Privatbank, held in the name of N 1 Los Condes, through Ascona Management Group Corp.; and Account Nos. and at Bank Vontobel AG in Switzerland, held in the names of Diamong Investments Corp. and Waterspoon International Ltd., respectively. Other companies I agreed to utilize for the aforementioned purpose included Hofburg Capital Management Corp., Amberes Capital, S.A., and Gofrey Trading.

6. The preceding statement is a summary, made of the purpose of providing the Court with a factual basis for my guilty plea to Count One of the Indictment. It does not include all the facts known to me concerning criminal activity in which I and others engaged. I make this statement knowingly and voluntarily and because I am in fact guilty of the crime charged.

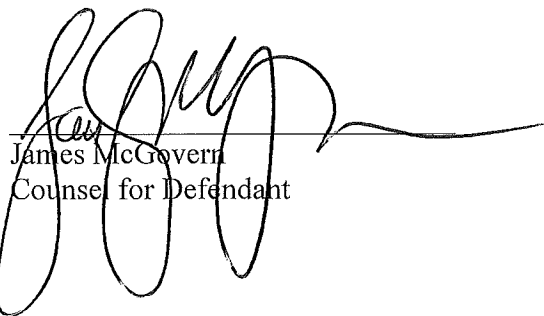
7. This Factual Proffer is Exhibit A to the plea agreement that I have signed with the government in the above-captioned matter.

Dated: Brooklyn, New York

12/2, 2021



Luis Enrique Martinelli Linares
Defendant



James McGovern
Counsel for Defendant