

UNITED STATES OF AMERICA
Before the
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

ADMINISTRATIVE PROCEEDINGS RULINGS

Release No. 1711/August 19, 2014

ADMINISTRATIVE PROCEEDING

File No. 3-15617

In the Matter of

LARRY C. GROSSMAN and
GREGORY J. ADAMS

: ORDER ON MOTION AS TO
: GREGORY J. ADAMS
:

The Securities and Exchange Commission (Commission) instituted this proceeding on November 20, 2013, with an Order Instituting Administrative and Cease-and-Desist Proceedings, pursuant to Section 8A of the Securities Act of 1933 (Securities Act), Sections 15(b) and 21C of the Securities Exchange Act of 1934 (Exchange Act), Sections 203(f) and 203(k) of the Investment Advisers Act of 1940 (Advisers Act), and Section 9(b) of the Investment Company Act of 1940 (Investment Company Act).¹ On April 7, 2014, the Commission entered an Order Making Findings and Imposing Remedial Sanctions and a Cease-and-Desist Order Pursuant to Section 8A of the Securities Act, Sections 15(b) and 21C of the Exchange Act, Sections 203(f) and 203(k) of the Advisers Act, and Section 9(b) of the Investment Company Act, and Ordering Continuation of Proceedings Against Gregory J. Adams. *Larry C. Grossman*, Securities Act Release No. 9572, 2014 SEC LEXIS 1261 (Apr. 7, 2014) (Adams Order). The Adams Order imposed a cease-and-desist order and a collateral associational bar against Gregory J. Adams (Adams) and stated that Adams agreed to disgorgement and third-tier penalties but left the amounts and the imposition of prejudgment interest open for determination in this proceeding. On August 18, 2014, the Division of Enforcement (Division) filed a Consent Motion for Proposed Summary Disposition Briefing Regarding Adams (Consent Motion).

I GRANT the Consent Motion and ORDER that the Division's motion regarding disgorgement, prejudgment interest, and third-tier penalties is due September 30, 2014; Adams's Opposition is due thirty days after the Division's filing; and the Division's Reply is due twenty days after the Adams's Opposition. *See* 17 C.F.R. §§ 201.154, .161.

Brenda P. Murray
Chief Administrative Law Judge

¹ The hearing as to Larry C. Grossman concluded on April 8, 2014. The final brief was filed on July 11, 2014. On August 13, 2014, I requested that the Commission grant me a ninety-day extension from the September 29, 2014, due date for the Initial Decision.