

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

ADMINISTRATIVE PROCEEDINGS RULINGS  
Release No. 2848/June 23, 2015

ADMINISTRATIVE PROCEEDING  
File No. 3-16483

In the Matter of

CRAIG DANZIG

ORDER FINDING RESPONDENT IN  
DEFAULT

On April 9, 2015, the Securities and Exchange Commission issued an Order Instituting Administrative Proceedings (OIP) pursuant to Section 15(b) of the Securities Exchange Act of 1934. On May 8, 2015, I ordered the parties to conduct a prehearing conference. *Craig Danzig*, Admin. Proc. Rulings Release No. 2653, 2015 SEC LEXIS 1792. Also, I found that Respondent Craig Danzig was served with the OIP on April 16, and that his Answer was due May 6, 2015. *Id.*

As requested by my Order, the Division notified this Office that the parties were unable to hold a prehearing conference by May 29, 2015, because despite the Division's many efforts to reach out to Mr. Danzig, he did not respond. To date, Mr. Danzig has not filed an Answer or otherwise defended this proceeding. I find Mr. Danzig in default. *See* 17 C.F.R. § 201.155(a); OIP at 2-3.

The Division shall file a motion for sanctions by July 21, 2015. The Division's motion shall include: (1) proposed findings of fact with citations to supporting evidence or documents; (2) proposed conclusions of law addressing, among any other issues, the statutory basis for this action; and (3) what sanctions are in the public interest, including a discussion of the public interest factors under *Steadman v. SEC*, 603 F.2d 1126, 1140 (5th Cir. 1979), *aff'd on other grounds*, 450 U.S. 91 (1981), with citations to supporting evidence or documents. *See Ross Mandell*, Exchange Act Release No. 71668, 2014 SEC LEXIS 849, at \*7-8 (Mar. 7, 2014). Supporting evidence or documents, if any, should include a declaration identifying each exhibit with a short description.

The motion for sanctions and any evidence or documents in support shall be filed with the Commission's Office of the Secretary in hard-copy paper format, pursuant to Rules 151 and 152. 17 C.F.R. §§ 201.151, .152. Electronic courtesy copies should be emailed to [alj@sec.gov](mailto:alj@sec.gov) in both PDF text-searchable format and MS Word format. Electronic copies of exhibits should not be combined into a single PDF file, but submitted as separate attachments.

Respondent is notified that he may move to set aside the default in this case. Rule 155(b) permits me, at any time prior to the filing of the initial decision, or the Commission, at any time, to set aside a default for good cause, in order to prevent injustice and on such conditions as may be appropriate. 17 C.F.R. § 201.155(b). A motion to set aside a default shall be made within a reasonable time, state the reasons for the failure to appear or defend, and specify the nature of the proposed defense in the proceeding. *Id.*

SO ORDERED.

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Jason S. Patil  
Administrative Law Judge