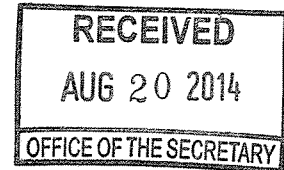


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UNITED STATES OF AMERICA
Before the
SECURITIES AND EXCHANGE COMMISSION



ADMINISTRATIVE PROCEEDING
File No. 3-15617

In the Matter of

LARRY C. GROSSMAN
and GREGORY J. ADAMS,

Respondents.

**CONSENT MOTION FOR PROPOSED SUMMARY DISPOSITION BRIEFING
REGARDING RESPONDENT GREGORY J. ADAMS**

Pursuant to the Law Judge's Order for Partial Stay as to Gregory J. Adams dated March 7, 2014, the Division of Enforcement ("Division") proposes the schedule set forth herein for the summary disposition briefing regarding Respondent Gregory J. Adams, and in support thereof, states:

1. On November 20, 2013, the Commission issued an Order Instituting Administrative and Cease-and-Desist Proceedings Pursuant to Section 8A of the Securities Act of 1933, Sections 15(b) and 21C of the Securities Exchange Act of 1934, Sections 203(f) and 203(k) of the Investment Advisers Act of 1940, and Section 9(b) of the Investment Company Act of 1940, against Respondents Larry C. Grossman and Gregory J. Adams.

2. On March 7, 2014, the Law Judge entered an Order for Partial Stay as to Gregory J. Adams (the "March 7 Order"), staying the proceedings in this matter against Adams pending the Commission's review of Adams' Offer of Settlement, and providing that in the event the Commission accepts his offer, the Law Judge will order the remainder of the proceedings against Adams to be determined by summary disposition.

3. 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 of 1933, Sections 15(b) and 21C of the Securities Exchange Act of 1934, Sections 203(f) and 203(k) of the Investment Advisers Act of 1940, and Section 9(b) of the Investment Company Act of 1940, and Ordering Continuation of Proceedings against Gregory J. Adams (the "April 7 Order"). In the April 7 Order, the Commission accepted Adams' Offer of Settlement, made findings of fact and conclusions of law, and entered a cease-and-desist order and collateral associational bars against him. In addition, Section IV of the April 7 Order provided:

Pursuant to this Order, Adams agrees that disgorgement and third tier civil penalties are appropriate, and further agrees to additional proceedings in this proceeding to determine the amount of such disgorgement and civil penalties, plus prejudgment interest if ordered, pursuant to Section 8A of the Securities Act, Sections 21B and 21C of the Exchange Act, Sections 203(i) and 203(j) of the Advisers Act, and Sections 9(d) and 9(e) of the Company Act. In connection with such additional proceedings, Adams agrees: (a) he will be precluded from arguing that he did not violate the federal securities laws described in this Order; (b) he may not challenge the validity of this Order; (c) solely for the purposes of such additional proceedings, the allegations of this Order shall be accepted as and deemed true by the hearing officer; and (d) the hearing officer may determine the issues raised in the additional proceedings on the basis of affidavits, declarations, excerpts of sworn deposition or investigative testimony, and documentary evidence.

The Commission therefore ordered the continuation of these proceedings to determine the amount of disgorgement, including prejudgment interest, and a third-tier civil penalty that Adams shall pay. These are the only issues remaining for decision in this matter against Adams.¹

4. Undersigned counsel for the Division conferred with counsel for Adams, and the parties propose the following briefing schedule for the motion for summary disposition set forth in the March 7 Order -- the Division's Motion for Summary Disposition shall be due no later than

¹ This motion does not concern the Co-Respondent, Larry C. Grossman. As the Law Judge is aware, a final hearing was held against Grossman on March 24-26 and April 8, 2014.

September 30, 2014; Adams shall have 30 days to file his Response to the Division's Motion, and the Division shall then have 20 days to file a Reply.

5. The Division and Adams therefore respectfully request the Law Judge enter an Order setting the requested briefing schedule, and for such other and further relief as the Law Judge deems just and proper. For the Law Judge's convenience, a proposed Order is attached hereto.

Dated: August 18, 2014

Respectfully submitted,



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UNITED STATES OF AMERICA
Before the
SECURITIES AND EXCHANGE COMMISSION

ADMINISTRATIVE PROCEEDING
File No. 3-15617

In the Matter of

LARRY C. GROSSMAN
and GREGORY J. ADAMS,

Respondents.

ORDER GRANTING CONSENT MOTION
FOR PROPOSED SUMMARY DISPOSITION
BRIEFING REGARDING RESPONDENT
GREGORY J. ADAMS

The Securities and Exchange Commission (“Commission”) instituted this proceeding with a November 20, 2013 Order Instituting Public Administrative and Cease-and-Desist Proceedings, Pursuant to Section 8A of the Securities Act of 1933, Sections 15(b) and 21C of the Securities Exchange Act of 1934, Sections 203(f) and 203(k) of the Investment Advisers Act of 1940, and Section 9(b) of the Investment Company Act of 1940.

On March 7, 2014, I entered an Order for Partial Stay as to Respondent Gregory J. Adams (the “March 7 Order”), staying the proceedings in this matter against Adams pending the Commission’s review of Adams’ Offer of Settlement, and providing that in the event the Commission accepts his offer, I will order the remainder of the proceedings against Adams to be determined by summary disposition.

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 of 1933, Sections 15(b) and 21C of the Securities Exchange Act of 1934, Sections 203(f) and 203(k) of the Investment Advisers Act of 1940, and Section 9(b) of the Investment Company Act of 1940, and Ordering Continuation of Proceedings against Gregory J. Adams (the “April 7 Order”). In the April 7 Order, the Commission accepted Adams’ Offer of Settlement, made findings of fact and conclusions of law, and entered a cease-and-desist order and collateral associational bars against him. In addition, Section IV of the April 7 Order provided:

Pursuant to this Order, Adams agrees that disgorgement and third tier civil penalties are appropriate, and further agrees to additional proceedings in this proceeding to determine the amount of such disgorgement and civil penalties, plus prejudgment interest if ordered, pursuant to Section 8A of the Securities Act, Sections 21B and 21C of the Exchange Act, Sections 203(i) and 203(j) of the Advisers Act, and Sections 9(d) and 9(e) of the Company Act. In connection with such additional proceedings, Adams agrees: (a) he will be precluded from

arguing that he did not violate the federal securities laws described in this Order; (b) he may not challenge the validity of this Order; (c) solely for the purposes of such additional proceedings, the allegations of this Order shall be accepted as and deemed true by the hearing officer; and (d) the hearing officer may determine the issues raised in the additional proceedings on the basis of affidavits, declarations, excerpts of sworn deposition or investigative testimony, and documentary evidence

The Commission therefore ordered the continuation of these proceedings to determine the amount of disgorgement, including prejudgment interest, and a third-tier civil penalty that Adams shall pay. These are the only issues remaining for decision in this matter against Adams.

On August 18, 2014, the Division of Enforcement (“Division”) filed a Consent Motion for Proposed Summary Disposition Briefing Regarding Respondent Gregory J. Adams (“Motion”) in which the Division and Adams, through counsel, agreed to a proposed schedule for the summary disposition briefing in this matter set forth in the March 7 Order.

Ruling

I GRANT the Division’s Motion and ORDER that:

1. The Division shall file its Motion for Summary Disposition regarding the amount of disgorgement, including prejudgment interest, and a third-tier civil penalty that Adams shall pay (“Motion for Summary Disposition”), on or before September 30, 2014.
2. Adams shall file his Response to the Division’s Motion for Summary Disposition within 30 days of the Division’s filing thereof.
3. The Division shall file its Reply within 20 days of the filing of Adams’ Response to the Motion for Summary Disposition.

SO ORDERED.

Brenda P. Murray
Chief Administrative Law Judge