

UNITED STATES OF AMERICA
Before the
SECURITIES AND EXCHANGE COMMISSION

SECURITIES EXCHANGE ACT OF 1934
Release No. 71937 / April 11, 2014

ADMINISTRATIVE PROCEEDING
File No. 3-15134

In the Matter of :
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:
Aladdin Capital Management LLC and :
Aladdin Capital LLC :
:
Respondents. :
:

ADMINISTRATIVE PROCEEDING
File No. 3-15135

EXTENSION ORDER

In the Matter of :
:
:
Joseph A. Schlim :
:
Respondent. :
:

The Division of Enforcement (“Division”) has requested a fourth extension of time, until August 1, 2014, to submit a proposed Plan of Distribution under Rule 1101(a) of the Commission’s Rules on Fair Fund and Disgorgement Plans, 17 C.F.R. § 201.1101(a).

The Commission issued two orders dated December 17, 2012, finding that Aladdin Capital Management LLC (“Aladdin Management”) violated Section 206(2) of the Investment Advisers Act of 1940 (“Advisers Act”) and that Aladdin Capital LLC (“Aladdin Capital”) (collectively “Aladdin”) violated Section 17(a)(2) of the Securities Act of 1933 (“Securities Act”) when Aladdin misled investors regarding co-investments in two collateral debt obligations (“CDOs”) that Aladdin managed and marketed, and that Joseph A. Schlim, who was responsible for ensuring that Aladdin co-invested alongside its clients in the CDOs but

failed to ensure that Aladdin actually did so, violated Section 17(a)(2) of the Securities Act and caused Aladdin Capital's violations of Section 17(a)(2) of the Securities Act and Aladdin Management's violations of Section 206(2) of the Advisers Act.¹

On February 14, 2013, the Commission issued an order extending the Division's time until July 17, 2013 to submit a proposed Plan of Distribution.² On July 26, 2013, the Commission issued a second order extending the time until October 18, 2013 to submit a proposed Plan of Distribution.³ On December 20, 2013, the Commission issued an order extending the time until March 31, 2014 to submit a proposed Plan of Distribution.⁴ The Division now states that additional time is required because of the novel and complex nature of this analysis.

Accordingly, for good cause shown, IT IS HEREBY ORDERED that the Division's request for an extension of time until August 1, 2014 to submit a proposed Plan of Distribution is granted.

For the Commission, by its Secretary, pursuant to delegated authority.

Lynn M. Powalski
Deputy Secretary

¹ See Securities Act Rel. No. 9374 (Dec. 17, 2012) and Securities Act Rel. No. 9375 (Dec. 17, 2012).

² See Exchange Act Rel. No. 68931 (Feb. 14, 2013).

³ See Exchange Act Rel. No. 70043 (July 26, 2013).

⁴ See Exchange Act Rel. No. 71770 (Dec. 20, 2013).