

UNITED STATES OF AMERICA
Before the
SECURITIES AND EXCHANGE COMMISSION

SECURITIES EXCHANGE ACT OF 1934
Release No. 83996 / August 30, 2018

ADMINISTRATIVE PROCEEDING
File No. 3-15134

In the Matter of

**ALADDIN CAPITAL MANAGEMENT
LLC AND ALADDIN CAPITAL LLC,**

Respondents.

**ORDER DIRECTING DISBURSEMENT
OF FAIR FUND**

ADMINISTRATIVE PROCEEDING
File No. 3-15135

In the Matter of

JOSEPH A. SCHLIM,

Respondent.

On October 19, 2017, the Commission published a Notice of Proposed Plan of Distribution and Opportunity for Comment (“Notice”)¹ pursuant to Rule 1103 of the Commission’s Rules on Fair Fund and Disgorgement Plans (“Rules”).² The Notice advised persons they could obtain a copy of the proposed plan of distribution (“Distribution Plan”) by submitting a written request to the Commission. The Notice also advised that all persons desiring to comment on the Distribution Plan could submit their comments, in writing, within 30

¹ Exchange Act Rel. No. 81910 (Oct. 19, 2017).

² 17 C.F.R. § 201.1103.

days of the Notice. The Commission received no comments on the Distribution Plan during the comment period. On November 30, 2017, the Commission issued an Order Approving Plan of Distribution.³

The Distribution Plan provides for the distribution of the Fair Fund, plus accumulated interest, less taxes, fees, and expenses (the “Net Fair Fund”), to three harmed investors according to the methodology set forth in the Distribution Plan. The Distribution Plan provides for the distribution of the Net Fair Fund when the Fund Administrator submits a payment file with payee information in a Commission-approved format.

By order dated December 22, 2017, the Commission ordered the distribution of \$1,660,401.53 to the harmed investors, compensating them for, approximately, 14% of their suffered losses (the “Initial Distribution”).⁴ Since the Initial Distribution, the Fund Administrator has determined that approximately \$1,655.00 will remain in the Fair Fund after payment of taxes, fees, and expenses (the “Remaining Fair Fund”). Consistent with the purpose of the Fair Fund, the Fund Administrator proposes a second distribution to the three harmed investors.

The Fund Administrator has submitted a payment file with payee information for the distribution of \$1,655.00. The Commission staff has reviewed the payment file and requests that, consistent with Rule 1101(b)(6) of the Rules and the Distribution Plan,⁵ the Commission direct the payment of \$1,655.00 from the Fair Fund for distribution by the Fund Administrator according to the Distribution Plan.

³ Exchange Act Rel. No. 82183 (Nov. 30, 2017).

⁴ Order Directing Disbursement of Fair Fund, Exchange Act Rel. No. 82400 (Dec. 22, 2017).

⁵ 17 C.F.R. § 201.1101(b)(6).

Accordingly, it is hereby ORDERED that the Commission staff shall direct the payment of \$1,655.00 from the Fair Fund to harmed investors as provided for in the Distribution Plan.

By the Commission.

Brent J. Fields
Secretary