

**UNITED STATES OF AMERICA**  
**Before the**  
**SECURITIES AND EXCHANGE COMMISSION**

**SECURITIES EXCHANGE ACT OF 1934**  
**Release No. 34-80452 / April 13, 2017**

**ADMINISTRATIVE PROCEEDING**  
**File No. 3-11578**

**In the Matter of**

**CIHC, INC., CONSECO SERVICES,  
LLC, and CONSECO EQUITY SALES,  
INC.,**

**Respondents.**

**ORDER DIRECTING DISBURSEMENT  
OF FAIR FUND**

On January 19, 2010, the United States Securities and Exchange Commission (“Commission”) published an Amended Notice of Proposed Plan of Distribution and Opportunity for Comment (“Notice”) pursuant to Rule 1103 of the Commission’s Rules of Fair Fund and Disgorgement Plans, 17 C.F.R. § 201.1103.<sup>1</sup> The Notice advised all interested parties that they could obtain a copy of the Distribution Plan from the Commission’s public website or by submitting a written request to George S. Canellos, Regional Director, United States Securities and Exchange Commission, 3 World Financial Center, Room 400, New York, NY 10281. The Notice also advised that all persons desiring to comment on the Distribution Plan had to submit their comments, in writing, within 30 days of the date of the Notice. No comments were received in response to the Notice. On February 26, 2010, the Commission issued an Order Approving Plan, Appointing a Fund Administrator, and Waiving Bond.<sup>2</sup>

The Distribution Plan provides for the distribution of the disgorgement and civil penalties paid by the Respondents, plus any accumulated interest earned, less a reserve for taxes and any amounts determined to be payable upon appeal, to investors according to the methodology set forth in the Distribution Plan. The Independent Distribution Consultant (“IDC”) has conducted three rounds of distributions to date.<sup>3</sup> The IDC has submitted to the Commission staff a validated payment file for the fourth round of distribution totaling \$903,956.39 to 14,868 investors. Because the Fair Fund escrow account balance at U.S. Bank, N.A. (\$1,500,363.83) exceeds the

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<sup>1</sup> Exchange Act Rel. No. 61209A (Jan. 19, 2010).

<sup>2</sup> Exchange Act Rel. No. 61601 (Feb. 26, 2010).

<sup>3</sup> In the first round, \$4,263,506.27, in the second round, \$2,864,027.70, and in the third round, \$2,524,880.83 was distributed in accordance with the Distribution Plan. *See* Exchange Act Release Nos. 72999 (Sept. 4, 2014), 74522 (Mar. 17, 2015), and 78370 (July 20, 2016), respectively.

sum of the distribution for this round (\$903,956.39) and the value of outstanding checks (\$54,278.60), no transfer of funds from the Fair Fund to U.S. Bank, N.A. is needed for the fourth round of distribution. Commission staff has reviewed the validated payment file and requests that, pursuant to Rule 1101(b)(6) of the Commission's Rules on Fair Fund and Disgorgement Plans,<sup>4</sup> the Commission authorize the Fund Administrator to disburse \$903,956.39 from the Fair Fund to the 14,868 investors identified by the IDC.

Accordingly, it is ORDERED that the Fund Administrator shall distribute \$903,956.39 from the funds held at U.S. Bank, N.A. to the 14,868 investors identified by the IDC, as provided for in the Distribution Plan.

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

Brent J. Fields  
Secretary

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<sup>4</sup> 17 C.F.R. § 201.1101(b)6.