

Commodity Futures Trading Commission
CEA CASES

NAME: LEE B. STERN

DOCKET NUMBER: STIPULATION 62

DATE: AUGUST 20, 1962

DOCUMENT TYPE: STIPULATION OF COMPLIANCE

UNITED STATES DEPARTMENT OF AGRICULTURE

BEFORE THE SECRETARY OF AGRICULTURE

In re: Lee B. Stern

Stipulation of Compliance under the Commodity Exchange Act No 62

The Secretary of Agriculture has reason to believe that Lee B. Stern has violated the provisions of the Commodity Exchange Act (7 U.S.C., Chapter 1) and the orders of the Commodity Exchange Commission establishing limits on positions and daily trading in rye and soybeans for future delivery. (17 CFR 150.3-150.4)

No complaint with respect to such violations has been issued and the said Lee B. Stern is desirous of disposing of the matter by entering into a stipulation of compliance as authorized by section 0.4(a) of the rules of practice under the Commodity Exchange Act (17 CFR 0.0-0.28). Therefore, the said Lee B. Stern stipulates the following facts are true:

1. Lee B. Stern, an individual whose address is 141 West Jackson Boulevard, Chicago 4, Illinois, is now and was at all times mentioned herein a registered floor broker under the Commodity Exchange Act and a member of the Board of Trade of the City of Chicago.

2. The transactions herein described were entered into by Lee B. Stern on the Board of Trade of the City of Chicago, a duly designated contract market under the Commodity Exchange Act.

3. On July 20, 1962, Lee B. Stern made the following speculative purchase of rye futures:

Futures	Bushels
July 1962	165,000
September 1962	175,000
December 1962	205,000
March 1963	75,000
May 1963	10,000
Total	630,000

4. On July 23, 1962, Lee B. Stern made speculative purchases and sales of 90,000 and 765,000 bushels, respectively, in the November 1962 soybean future, resulting in his holding a net short speculative position of 2,125,000 bushels in the November 1962 soybean future.

The purchases of rye futures by the said Lee B. Stern on July 20, 1962, were in excess of the maximum amount of such purchases permitted by the order of the Commodity Exchange Commission establishing limits on positions and daily trading in rye for future delivery. The sales of soybean futures on July 23, 1962, resulted in the said Lee B. Stern holding a position in excess of the maximum net short speculative position permitted by the order of the Commodity Exchange Commission establishing limits on positions and daily trading in soybeans for future delivery. Therefore, such trading and position were in violation of such orders and of section 4a of the Commodity Exchange Act (7 U.S.C. 6a, 17 CFR 150.3-150.4). Previous transactions made and

positions held by the said Lee B. Stern in excess of limits set by the Commodity Exchange Commission were called to his attention by the Act Administrator in a letter dated March 16, 1961.

The said Lee B. Stern agrees to desist from such acts in the future. He further understands and agrees that this stipulation is admissible as evidence of such acts in any future proceeding based upon acts or practices in addition to those referred to herein which may be brought by the Secretary of Agriculture against him under the provisions of the said act. He also understands that it is the practice of the Commodity Exchange Authority to make stipulations of compliance a matter of public record.

Done at Chicago, Illinois, this 20th day of August 1962.

/s/ Lee B. Stern

Lee B. Stern

Witnessed by:

/s/ Robert M. Ollquist

/s/ Roger E. Harper

LOAD-DATE: June 16, 2008

