



U.S. COMMODITY FUTURES TRADING COMMISSION

Three Lafayette Centre
1155 21st Street, NW, Washington, DC 20581

RECEIVED
C.F.T.C.

'99 DEC 8 AM 10 10

OFFICE OF
PROCEEDINGS

OFFICE OF PROCEEDINGS
PROCEEDINGS CLERK

ANN J. LEE,

Complainant

v.

AMERICAN FINANCIAL GROUP SERVICES,
INC., and IOWA GRAIN COMPANY,

Respondents

CFTC Docket
No. 98-R199

ORDER OF DISMISSAL AS TO IOWA GRAIN COMPANY

and
INITIAL DECISION

Iowa Grain Company has settled with the complainant and has filed a stipulation of dismissal. Accordingly, the complaint against Iowa Grain Company is DISMISSED.

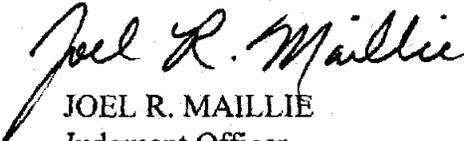
Complainant provided her telephone number for the oral hearing in this matter scheduled for November 29, 1999. American Futures Group Services, Inc. ("AFGS"), through its attorney, notified this Office prior to the hearing that it would not participate any further in this proceeding. Accordingly, the hearing was cancelled. AFGS is determined to have waived its right to cross-examine the complainant regarding the allegations of the complaint.

Based on the evidence submitted by complainant – which has been reviewed independently of any rebuttal thereto and is deemed credible – it is determined that Edward John Urevich, acting on behalf of his employer AFGS, fraudulently misrepresented the chances of success and the risks of trading options on futures. These actions violated CFTC Rule 33.10 and Section 4c(b) of the Commodity Exchange Act, and proximately caused complainant damages in the amount of \$9,580.

Respondent American Financial Group Services, Inc., is ORDERED to pay reparations to complainant Ann J. Lee in the amount of \$9,580, plus prejudgment interest on that amount compounded annually at the rate of 5.471 % from March 20, 1998, to the date of payment, plus \$50 in costs (complainant's filing fee).

Any payments due under this reparation award may be reduced by sums received by Ms. Lee under her settlement with Iowa Grain Company. The amount of the reduction must be ascertained by contacting Ms. Lee because the terms of the settlement were confidential. As a practical matter, as Ms. Lee has been notified, the circumstances underlying AFGS's determination not to participate (i.e., the company has ceased doing business and alleges that it has no assets with which to pay either its attorney or any judgments) make it highly unlikely that she ever will actually receive payment from that respondent.

Dated: December 8, 1999


JOEL R. MAILLIE
Judgment Officer