



U.S. COMMODITY FUTURES TRADING COMMISSION

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

OFFICE OF
PROCEEDINGS

_____)
LASZLO SZABO and KAREN MULCAHY,))
Complainants))
v.))
U.S. SECURITIES AND FUTURES CORP.,))
JOHN ONG HING, and JANOS TUROCZI,))
Respondents))
_____)

CFTC Docket No. 97-R152

OFFICE OF PROCEEDINGS
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AUG 26 7 53 AM '98

DEFAULT ORDER AND REPARATION AWARD

Janos Turoczi has never filed a reply to the complaint or otherwise appeared in this proceeding. Accordingly, he is in default. The allegations of the complaint, deemed true as to Turoczi, *see* Rule 12.22, establish that Turoczi fraudulently promised profits to complainants in order to induce them to open a futures account, and that he also fraudulently guaranteed that their account would not suffer losses. The complaint further alleges that complainants invested a total of \$12,500 in reliance upon Turoczi's statements, of which they lost \$11,331.98. The complaint establishes fraud by Turoczi in violation of Section 4b of the Commodity Exchange Act. Churning is also alleged, but is not the subject of a separate order because the amount of commissions is less than the amount of overall losses attributable to the fraudulent solicitation.

Violations having been found, respondent Janos Turoczi is ORDERED to pay reparations to complainants in the amount of \$11,331.98, plus prejudgment interest compounded annually at the rate of 5.271% from April 18, 1996, to the date of payment, plus \$125.00 in costs.

ORDER OF DISMISSAL

The complainants and the other respondents, U.S. Securities and Futures Corp. and John Ong Hing, have settled this matter and have filed a stipulation of dismissal as to those parties. Accordingly, the complaint is DISMISSED as to those respondents.

Dated: August 26, 1998

Joel R. Maillie
JOEL R. MAILLIE
Judgment Officer