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UNITED STATES OF AMERICA
Before the
COMMODITY FUTURES TRADING COMMISSION

OFFICE OF PROCEEDINGS
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In the Matter of : CFTC DOCKET NO. SD 06-03
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: :
SAMUEL ISRAEL III, : :
: :
: :
Registrant. : :
: :

**OPINION AND ORDER ACCEPTING OFFER OF SETTLEMENT
OF SAMUEL ISRAEL III**

On this date the Commission filed a Notice of Intent to Suspend, Revoke, or Restrict Registration ("Notice") against registrant Samuel Israel III ("Israel").¹ Israel has submitted an Offer of Settlement ("Offer"). Upon consideration, the Commission has determined to accept the Offer.² Solely on the basis of the consent evidenced by the Offer, and without adjudication on

¹ The Notice alleges that Israel's registration is subject to revocation, suspension, or restriction under Section 8a(2)(C) of the Commodity Exchange Act, as amended (the "Act"), 7 U.S.C. § 12a(2)(C) (2002), because an order of permanent injunction has been entered against him, prohibiting him from acting in any capacity for which registration with the Commission is required under the Act and from engaging in fraud in violation of the Act.

² In his Offer, without admitting or denying the allegations of the Notice, Israel acknowledges service of the Notice; admits the jurisdiction of the Commission with respect to the matters set forth in the Notice; waives a hearing, all post-hearing procedures, judicial review by any court, and any objection to the staff's participation in the Commission's consideration of the Offer; and stipulates that the record basis on which this Opinion and Order ("Order") is entered consists of the Notice and the findings to which Israel consented in the Offer, which are incorporated in this Order. In addition, Israel waives all claims which he may possess under the Equal Access to Justice Act, 5 U.S.C. § 504 (2000) and 28 U.S.C. § 2412 (2000), as amended by Pub. L. No. 104-121, §§ 231-32, 110 Stat. 862-63, and Part 148 of the Commission Regulations, 17 C.F.R. Part 148, relating to, or arising from, this action.

the merits, the Commission finds that the facts set forth in the Notice constitute cause for a statutory disqualification of Israel under Section 8a(2)(C) of the Act, 7 U.S.C. § 12a(2)(C) (2002).

Accordingly, the Commission HEREBY ORDERS that

- I. Israel's registration as an associated person is revoked; and
2. Israel will comply with his undertakings that neither he nor any of his agents or employees under his authority or control shall take any action or make any public statement denying, directly or indirectly, any allegation of the Notice or findings or conclusions in the Order, or creating, or tending to create the impression that the Notice or Order is without factual basis; provided, however, nothing in this provision shall affect Israel's (i) testimonial obligations, or (ii) right to take legal positions in other proceedings to which the Commission is not a party; and that he will undertake all steps necessary to assure compliance with this Order.

The provisions of this Order shall be effective on this date.

A copy of this Order shall be served on Israel at the address set forth in the Notice, on all contract markets, and on the National Futures Association.

By the Commission:



Eileen Donovan
Acting Secretary to the Commission

Dated: August 21, 2006