



# U.S. COMMODITY FUTURES TRADING COMMISSION

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IHEANYI NATHAN,  
Complainant,

v.

R.J. O'BRIEN ASSOCIATES, INC.,  
REDLANDS FUTURES AND OPTIONS, and  
CARL LAMONT SANFORD,  
Respondents.

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\* CFTC Docket No. 06-R025  
\* Served via fax and Federal Express  
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## DEFAULT ORDER

Carl Lamont Sanford has failed to respond to the Default Notice dated August 2, 2007, and has defaulted on his obligations under the terms of the settlement agreement which Nathan had reached with respondents on the eve of the hearing. Under the terms of this agreement, respondents had agreed to pay Nathan a total of \$5,500. R.J O'Brien and Redland agreed to pay Nathan \$3,000, and Sanford agreed to pay Nathan \$2,500, in five monthly payments of \$500, starting June 21, 2007. At the conclusion of the settlement conference on the eve of the hearing, I instructed respondents' attorney, Jeffrey Henderson, to advise me if Sanford anticipated or experienced any problem making a payment deadline. Unfortunately, Sanford never bothered to make a single payment. Similarly, Henderson never bothered to advise my office about the problems and has not bothered to respond to the default notice on behalf of his three clients.

Sanford's failure to make any payment under the settlement agreement, Sanford's failure to respond to the default notice, and the silence of counsel for all three respondents, support the conclusions: that Sanford has ceased to participate in this proceeding; that Sanford intentionally delayed and disrupted this proceeding by fraudulently inducing Nathan to enter into a settlement agreement, which he and his co-respondents, knew or had good reason to know, that he had no intention of honoring; and thus that Sanford is in default.

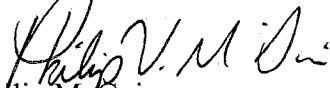
Sanford's default constitutes, among other things, an admission of the allegations in the default. Thus, it is concluded that Carl Lamont Sanford violated Sections 4b(2)(C)(iii) and 4d(a)(2) of the Commodity Exchange Act, and CFTC rule 166.2, and that these violations proximately caused \$6,350 in damages. The damages shall be reduced by the \$3,000 paid by Redlands and R.J. O'Brien. Accordingly, Carl Lamont Sanford is ordered to pay to Iheanyi Nathan reparations of \$3,350; plus interest on \$6,350, at 4.97 %, compounded annually from

October 13, 2005, to June 21, 2007, and interest on \$3,350, at 4.97 %, compounded annually from June 22, 2007, to the date of payment; plus \$125 in costs for the filing fee.

Any motion to vacate this default order must satisfy the appropriate standards set out in CFTC rule 12.23, and must show that Sanford has paid the full amount due under the settlement agreement.

This default order will be served on Sanford in care of his attorney, Mr. Henderson, and in care of his current employer, Alaron Trading Corporation.

Dated September 5, 2007.

  
Philip McGuire,  
Judgment Officer