

ADMINISTRATIVE PROCEEDING
FILE NO. 3-10698

UNITED STATES OF AMERICA
Before the
SECURITIES AND EXCHANGE COMMISSION
April 23, 2002

SECURITIES & EXCHANGE COMMISSION
MAILED FOR SERVICE
APR 23 2002

In the Matter of :
:
CRAIG P. SCANLON : ORDER

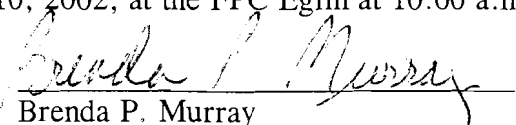
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The Securities and Exchange Commission ("Commission") instituted this proceeding pursuant to Section 203(f) of the Investment Advisers Act of 1940 on February 13, 2002. Procedures were delayed because Mr. Scanlon was held in Oklahoma City, Oklahoma, before he was transferred to the Federal Prison Camp, Eglin Air Force Base ("FPC Eglin"), P.O. Box 600, Eglin, Florida 32542.

At a prehearing conference held today by telephone, Mr. Scanlon did not believe that he had a copy of the Order Instituting Proceedings ("OIP"), and he claimed that federal authorities took his papers when he was transferred between institutions. The Division of Enforcement ("Division") has several return cards from postal authorities showing delivery of the OIP to Mr. Scanlon at federal institutions. I agreed to send and to fax Mr. Scanlon a copy of the OIP. The Division agreed to photocopy and send Mr. Scanlon a copy of the investigative file that includes material from the Commission's civil action, Securities and Exchange Commission v. Craig P. Scanlon and Scanlon & Associates, Inc., No. 8:01-CV-1446-T-24TGW (M.D. Fla.).

The Division indicated that it would move for a default based on Mr. Scanlon's failure to file an answer, and that it would request that Mr. Scanlon be barred from association with an investment adviser. Considering that Mr. Scanlon appeared pro se, I accept his oral statements in opposition at the prehearing as his answer. Mr. Scanlon wants a hearing if he is unsuccessful at negotiating a settlement with the Division.

I ruled that I would not default Mr. Scanlon for failing to file an answer and would honor his request for a hearing if settlement negotiations are unsuccessful. I ordered a hearing to begin Monday, June 10, 2002, at the FPC Eglin at 10:00 a.m.


Brenda P. Murray
Chief Administrative Law Judge