

**UNITED STATES OF AMERICA**  
**Before the**  
**SECURITIES AND EXCHANGE COMMISSION**

**SECURITIES EXCHANGE ACT OF 1934**  
**Release No. 72744 / August 1, 2014**

**ADMINISTRATIVE PROCEEDING**  
**File No. 3-11771**

**In the Matter of**

**KNIGHT SECURITIES L.P.,**

**Respondent.**

**ORDER AUTHORIZING THE TRANSFER  
OF REMAINING FUNDS AND ANY  
FUTURE FUNDS RETURNED TO THE  
FAIR FUND TO THE U.S. TREASURY,  
DISCHARGING THE FUND  
ADMINISTRATOR, AND TERMINATING  
THE FAIR FUND**

On December 16, 2004, the Commission instituted and simultaneously settled public administrative and cease-and-desist proceedings against Knight Securities L.P. (“Knight”) (“Order”).<sup>1</sup> The Order established a Fair Fund, comprised of \$66,841,731.50 in disgorgement, prejudgment interest and penalties, which was paid by Respondent, and provided that the Fair Fund was to be distributed pursuant to a plan developed by an Independent Distribution Consultant. On March 26, 2007, the Commission approved the Distribution Plan (“Plan”).<sup>2</sup> An amended plan was approved on January 29, 2008.<sup>3</sup>

On January 29, 2008, the Commission issued its first order to disburse in the amount of \$53,217,351.28.<sup>4</sup> On March 5, 2009 the Commission issued a second order to disburse in the amount of \$1,645,441.31.<sup>5</sup> All distributions have been made and \$17,598,457.08 remains in the Fair Fund.

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<sup>1</sup> See Exchange Act Release No. 50867 (Dec. 16, 2004).

<sup>2</sup> See Exchange Act Release No. 55530 (Mar. 26, 2007).

<sup>3</sup> See Exchange Act Release No. 57222 (Jan. 29, 2008).

<sup>4</sup> See Exchange Act Release No. 57222 (Jan. 29, 2008).

<sup>5</sup> See Exchange Act Release No. 59512 (Mar. 5, 2009).

The Independent Distribution Consultant and Administrator submitted a Final Accounting of the Fair Fund pursuant to Rule 1105(f) of the Commission's Rules on Fair Fund and Disgorgement Plans. The Final Accounting was approved by the Commission. The Administrator has fully implemented the Plan in accordance with the Commission's orders and the distribution has been completed, all taxes, fees, and expenses have been paid, and an amount of \$17,598,457.08 remains in the Fair Fund. The Plan provides that all undistributed funds be transferred to the U.S. Treasury. According to the Final Accounting, all liabilities have been satisfied and an amount of \$17,598,457.08 remains in the Fair Fund.

Accordingly, IT IS ORDERED that:

- A. The \$17,598,457.08 balance in the Fair Fund and any future funds received by the Fair Fund shall be transferred to the U.S. Treasury;
- B. The Administrator, Heffler, Radetich & Saitta, LLP, is discharged; and
- C. The Fair Fund is terminated.

By the Commission.

Lynn M. Powalski  
Deputy Secretary