

IN THE UNITED STATES DISTRICT COURT
FOR THE WESTERN DISTRICT OF PENNSYLVANIA

SECURITIES AND EXCHANGE COMMISSION,

Plaintiff,

v.

APPALACHIAN INVESTMENT CORPORATION,
et al.,

Defendants.

Civil Action No.
98-1506

**ORDER OF PERMANENT INJUNCTION (RESERVING THE
ISSUES OF DISGORGEMENT AND CIVIL PENALTIES)
AS TO DEFENDANTS FRANK DEBONE, DENNIS J. OSLOSKY,
ROBERT C. WALTERS AND JOHN W. HINTON**

Plaintiff Securities and Exchange Commission ("Commission"),
having requested this Court to issue by default this Order of
Permanent Injunction (Reserving the Issues of Disgorgement and Civil
Penalties) ("Order") as to defendants Frank DeBone ("DeBone"), Dennis
J. Oslosky ("Oslosky"), Robert C. Walters ("Walters") and John W.
Hinton ("Hinton") (DeBone, Oslosky, Walters and Hinton, collectively,
"defaulting defendants"); and

It appearing to the Court that the plaintiff has effected
service of process upon defaulting defendants, that defaulting
defendants have failed to appear and have not responded to the
complaint in this action, and that, on September 30, 1999, the Clerk

of court entered a default against defendants pursuant to Fed. R. Civ. P. 55(a); and

It further appearing that there is no just reason for delay and there is sufficient basis herein for the entry of this Order:

IT IS HEREBY ORDERED THAT:

I. Defendants DeBone, Oslosky, Walters and Hinton, their agents, officers, servants, employees, attorneys, and those persons in active concert or participation with them who receive actual notice of this Order by personal service or otherwise, and each of them, are permanently enjoined from, directly or indirectly, making use of any means or instruments of transportation or communication in interstate commerce, or any means or instrumentality of interstate commerce, or the mails, or any facility of any national securities exchange, in connection with the offer, purchase or sale of any security, to:

- (a) employ any devices, schemes or artifices to defraud;
- (b) obtain money or property by means of, or make, any untrue statement of a material fact or omit to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading; or

(c) engage in any act, transaction, practice, or course of business which operates or would operate as a fraud or deceit upon any person;

in violation of Section 17(a) of the Securities Act of 1933, 15 U.S.C. 77q(a), Section 10(b) of the Securities Exchange Act of 1934, 15 U.S.C. 78j(b), and Rule 10b-5, 17 C.F.R. 240.10b-5, thereunder.

II. This Court shall reserve the questions of the amount of any disgorgement to be paid by defaulting defendants, as well as the amount of any civil penalties to be imposed.

March 31, 2000
Date

Dorey J. [Signature]
United States District Judge

cc: Kingdon Kase, Esq.
Bruce Antkowiak, Esq.