U.S. Securities and Exchange Commission
Washington, D.C. 20549 (202) 942-0020

News Release

FOR IMMEDIATE RELEASE 96-126

In the Matter of Alan G. Lewis

Washington, D.C., October 29, 1996 -- The Securities and Exchange Commission issued an Order pursuant to Section 21C of the Securities Exchange Act of 1934 ("Exchange Act") against Alan G. Lewis, former Controller of Midisoft Corporation ("Midisof t"), directing Lewis to cease and desist from violating and/or causing the violation of the periodic reporting, books and records, internal accounting controls, and antifraud provisions of the Exchange Act. Lewis consented to issuance of the Order without admitting or denying the Commission's findings.

The Order finds that Lewis caused Midisoft to engage in two types of conduct that largely led the company to overstate its revenues for the fiscal year ended December 31, 1994, by $811,000, or 16.3%. First, Midisoft recognized revenues on goods that Midisof t did not ship to its customers during the year. These goods were, instead, held at an off-site storage location. Second, Midisof t under-reported sales returns it received relating to product shipped during fiscal 1994.

In connection with the foregoing activity, the Order finds that Lewis either directly or indirectly caused the falsification of Midisof t's books and records and circumvented its internal accounting controls. In addition, the Order finds that Lewis made materially false and misleading misrepresentations to Midisof t's independent auditors in connection with Midisof t's 1994 audit. Lastly, the Order finds that Lewis caused Midisoft to issue a 1994 Form 10-K that materially misstated its financial results.

The Order directs Lewis to cease and desist from: (1) committing or causing any violation and any future violation of Section 13(b) (5) of the Exchange Act and Rules 13b2-1 and 13b2-2 thereunder; and (2) causing any violation and any future violation of Sections 10 (b), 13 (a), 13 (b) (2) (A) and 13 (b) (2) (B) of the Exchange Act and Rules 10b-5, 12b-20 and 13a-I thereunder.

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