

told the firms would make arrangements with the creditors for the debt consolidations but later were told they would have to do it themselves.

Several witnesses said they continued to be dunned by creditors even though the firms said they would handle such matters.

Kennelly and Risher charged that officers of the firms diverted more than \$30,000 of the customers' payments for their own use between July, 1959, and August, 1963, when the firms folded. All their bank accounts were overdrawn and they owed \$38,000 to creditors of 300 of their customers, the prosecution charged.

The convicted men are Michael D. Callahan, Ralph Galope, Joseph C. McHale, Robert L. McHale, Francis R. Miller Sr. and James E. Moser, all of Washington,