

## BrokerCheck Report

### PARADIGM CAPITAL U.S. INC.

CRD# 104425

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When communicating online or investing with any professional, make sure you know who you're dealing with. [Imposters](#) might link to sites like BrokerCheck from [phishing](#) or similar scam websites, or through [social media](#), trying to steal your personal information or your money.

Please contact FINRA with any concerns.

## About BrokerCheck®

BrokerCheck offers information on all current, and many former, registered securities brokers, and all current and former registered securities firms. FINRA strongly encourages investors to use BrokerCheck to check the background of securities brokers and brokerage firms before deciding to conduct, or continue to conduct, business with them.

- **What is included in a BrokerCheck report?**

- BrokerCheck reports for individual brokers include information such as employment history, professional qualifications, disciplinary actions, criminal convictions, civil judgments and arbitration awards. BrokerCheck reports for brokerage firms include information on a firm's profile, history, and operations, as well as many of the same disclosure events mentioned above.

- Please note that the information contained in a BrokerCheck report may include pending actions or allegations that may be contested, unresolved or unproven. In the end, these actions or allegations may be resolved in favor of the broker or brokerage firm, or concluded through a negotiated settlement with no admission or finding of wrongdoing.

- **Where did this information come from?**

- The information contained in BrokerCheck comes from FINRA's Central Registration Depository, or CRD® and is a combination of:
  - information FINRA and/or the Securities and Exchange Commission (SEC) require brokers and brokerage firms to submit as part of the registration and licensing process, and
  - information that regulators report regarding disciplinary actions or allegations against firms or brokers.

- **How current is this information?**

- Generally, active brokerage firms and brokers are required to update their professional and disciplinary information in CRD within 30 days. Under most circumstances, information reported by brokerage firms, brokers and regulators is available in BrokerCheck the next business day.

- **What if I want to check the background of an investment adviser firm or investment adviser representative?**

- To check the background of an investment adviser firm or representative, you can search for the firm or individual in BrokerCheck. If your search is successful, click on the link provided to view the available licensing and registration information in the SEC's Investment Adviser Public Disclosure (IAPD) website at <https://www.adviserinfo.sec.gov>. In the alternative, you may search the IAPD website directly or contact your state securities regulator at <http://www.finra.org/Investors/ToolsCalculators/BrokerCheck/P455414>.

- **Are there other resources I can use to check the background of investment professionals?**

- FINRA recommends that you learn as much as possible about an investment professional before deciding to work with them. Your state securities regulator can help you research brokers and investment adviser representatives doing business in your state.

• **Thank you for using FINRA BrokerCheck.**



Using this site/information means that you accept the FINRA BrokerCheck Terms and Conditions. A complete list of Terms and Conditions can be found at [brokercheck.finra.org](http://brokercheck.finra.org)



For additional information about the contents of this report, please refer to the User Guidance or [www.finra.org/brokercheck](http://www.finra.org/brokercheck). It provides a glossary of terms and a list of frequently asked questions, as well as additional resources. For more information about FINRA, visit [www.finra.org](http://www.finra.org).



**PARADIGM CAPITAL U.S. INC.**  
CRD# 104425  
SEC# 8-52885

**Main Office Location**  
95 WELLINGTON STREET WEST - SUITE 2101  
TORONTO ONTARIO, CANADA M5J 2N7  
Regulated by FINRA Boston Office

**Mailing Address**  
95 WELLINGTON STREET WEST-SUITE 2101  
TORONTO ONTARIO, CANADA M5J 2N7

**Business Telephone Number**  
416 361-9892

Report Summary for this Firm

This report summary provides an overview of the brokerage firm. Additional information for this firm can be found in the detailed report.

Firm Profile

This firm is classified as a corporation.  
Its fiscal year ends in July.

Firm History

Information relating to the brokerage firm's history such as other business names and successions (e.g., mergers, acquisitions) can be found in the detailed report.

Firm Operations

This firm is registered with:

- the SEC
- 1 Self-Regulatory Organization
- 23 U.S. states and territories

Is this brokerage firm currently suspended with any regulator? **No**

This firm conducts 6 types of businesses.  
This firm is affiliated with financial or investment institutions.  
This firm does not have referral or financial arrangements with other brokers or dealers.

Disclosure Events

Brokerage firms are required to disclose certain criminal matters, regulatory actions, civil judicial proceedings and financial matters in which the firm or one of its control affiliates has been involved.

Are there events disclosed about this firm? **Yes**

The following types of disclosures have been reported:

Type	Count
Regulatory Event	1

The number of disclosures from non-registered control affiliates is 1



## Firm Profile

This firm is classified as a corporation.

Its fiscal year ends in July.

## Firm Names and Locations

This section provides the brokerage firm's full legal name, "Doing Business As" name, business and mailing addresses, telephone number, and any alternate name by which the firm conducts business and where such name is used.

**PARADIGM CAPITAL U.S. INC.**

**Doing business as PARADIGM CAPITAL U.S. INC.**

**CRD#** 104425

**SEC#** 8-52885

### Main Office Location

95 WELLINGTON STREET WEST - SUITE 2101  
TORONTO ONTARIO, CANADA M5J 2N7

**Regulated by FINRA Boston Office**

### Mailing Address

95 WELLINGTON STREET WEST-SUITE 2101  
TORONTO ONTARIO, CANADA M5J 2N7

### Business Telephone Number

416 361-9892



## Firm Profile

This section provides information relating to all direct owners and executive officers of the brokerage firm.

### Direct Owners and Executive Officers

**Legal Name & CRD# (if any):** PARADIGM CAPITAL INC.

**Is this a domestic or foreign entity or an individual?** Foreign Entity

**Position** SHAREHOLDER

**Position Start Date** 02/2000

**Percentage of Ownership** 75% or more

**Does this owner direct the management or policies of the firm?** Yes

**Is this a public reporting company?** No

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**Legal Name & CRD# (if any):** ROLAND, DAVID PIERCE

2687568

**Is this a domestic or foreign entity or an individual?** Individual

**Position** PRESIDENT

**Position Start Date** 02/2000

**Percentage of Ownership** Less than 5%

**Does this owner direct the management or policies of the firm?** Yes

**Is this a public reporting company?** No

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**Legal Name & CRD# (if any):** WARD, MICHAEL WAYNE

4531792

**Is this a domestic or foreign entity or an individual?** Individual

**Position** CHIEF COMPLIANCE OFFICER

**Position Start Date** 10/2004

Firm Profile



Direct Owners and Executive Officers (continued)

Percentage of Ownership	Less than 5%
Does this owner direct the management or policies of the firm?	Yes
Is this a public reporting company?	No
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Legal Name & CRD# (if any):	YAMANI, MOHSEN MOATAZ 7709313
Is this a domestic or foreign entity or an individual?	Individual
Position	CFO
Position Start Date	12/2023
Percentage of Ownership	Less than 5%
Does this owner direct the management or policies of the firm?	No
Is this a public reporting company?	No

## Firm Profile

This section provides information relating to any indirect owners of the brokerage firm.



### Indirect Owners

Legal Name & CRD# (if any):	PARADIGM CAPITAL HOLDINGS INC.
Is this a domestic or foreign entity or an individual?	Foreign Entity
Company through which indirect ownership is established	PARADIGM CAPITAL INC.
Relationship to Direct Owner	SHAREHOLDER
Relationship Established	11/2011
Percentage of Ownership	75% or more
Does this owner direct the management or policies of the firm?	Yes
Is this a public reporting company?	No

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## Firm History

This section provides information relating to any successions (e.g., mergers, acquisitions) involving the firm.

No information reported.







Firm Operations

Registrations

This section provides information about the regulators (Securities and Exchange Commission (SEC), self-regulatory organizations (SROs), and U.S. states and territories) with which the brokerage firm is currently registered and licensed, the date the license became effective, and certain information about the firm's SEC registration.

**This firm is currently registered with the SEC, 1 SRO and 23 U.S. states and territories.**

Federal Regulator	Status	Date Effective
SEC	Approved	06/05/2001

SEC Registration Questions

This firm is registered with the SEC as:

A broker-dealer:    Yes

A broker-dealer and government securities broker or dealer:    No

A government securities broker or dealer only:    No

This firm has ceased activity as a government securities broker or dealer:    No

Self-Regulatory Organization	Status	Date Effective
FINRA	Approved	06/05/2001



## Firm Operations

### Registrations (continued)

U.S. States & Territories	Status	Date Effective
California	Approved	07/30/2001
Colorado	Approved	09/27/2002
Connecticut	Approved	07/16/2001
Delaware	Approved	04/02/2004
Florida	Approved	10/04/2001
Georgia	Approved	10/07/2024
Idaho	Approved	09/30/2024
Illinois	Approved	08/20/2001
Indiana	Approved	05/29/2002
Maine	Approved	11/08/2024
Maryland	Approved	07/20/2004
Massachusetts	Approved	07/31/2001
Minnesota	Approved	10/28/2003
New Jersey	Approved	11/06/2002
New York	Approved	02/20/2002
North Carolina	Approved	09/27/2024
Ohio	Approved	02/13/2004
Oregon	Approved	10/15/2024
Pennsylvania	Approved	06/02/2003
Texas	Approved	10/30/2001
Utah	Approved	04/01/2003
Virginia	Approved	10/29/2024
Wisconsin	Approved	07/27/2001



## Firm Operations

### Types of Business

This section provides the types of business, including non-securities business, the brokerage firm is engaged in or expects to be engaged in.

**This firm currently conducts 6 types of businesses.**

#### Types of Business

Broker or dealer retailing corporate equity securities over-the-counter

Underwriter or selling group participant (corporate securities other than mutual funds)

Non-exchange member arranging for transactions in listed securities by exchange member

Trading securities for own account

Private placements of securities

Other - PARADIGM CAPITAL U.S. INC. INTENDS TO ACT AS U.S. SELLING AGENT FOR PARADIGM CAPITAL INC., A CANADIAN DEALER, IN CONNECTION WITH UNREGISTERED OFFERINGS IN THE UNITED STATES PURSUANT TO REGULATION D AND RULE 144A UNDER THE SECURITIES ACT OF 1933, AS AMENDED. PARADIGM CAPITAL U.S. INC. MAY ALSO ACT AS BROKER FOR INSTITUTIONAL CUSTOMERS PURCHASING OR SELLING CANADIAN OR OTHER FOREIGN SECURITIES.

#### Other Types of Business

This firm does not effect transactions in commodities, commodity futures, or commodity options.

This firm does not engage in other non-securities business.

Non-Securities Business Description:

## **Firm Operations**



### **Clearing Arrangements**

**This firm does not hold or maintain funds or securities or provide clearing services for other broker-dealer(s).**

### **Introducing Arrangements**

**This firm does not refer or introduce customers to other brokers and dealers.**

## Firm Operations

### Industry Arrangements



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**This firm does have books or records maintained by a third party.**

**Name:** PARADIGM CAPITAL INC.

**Business Address:** 95 WELLINGTON STREET WEST - SUITE 2101  
TORONTO ONTARIO, CANADA M5J 2N7

**Effective Date:** 02/10/2000

**Description:** PARADIGM CAPITAL INC. ("PCI") IS THE APPLICANT'S PARENT, AND IS A CANADIAN INVESTMENT DEALER REGISTERED WITH THE ONTARIO SECURITIES COMMISSION AND A MEMBER OF THE INVESTMENT INDUSTRY REGULATORY ORGANIZATION OF CANADA (IIROC). PCI MAINTAINS CERTAIN BOOKS AND RECORDS ON BEHALF OF THE APPLICANT.

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**This firm does have accounts, funds, or securities maintained by a third party.**

**Name:** PARADIGM CAPITAL INC.

**Business Address:** 95 WELLINGTON STREET WEST-SUITE 2101  
TORONTO ONTARIO, CANADA M5J 2N7

**Effective Date:** 02/10/2000

**Description:** PARADIGM CAPITAL INC. ("PCI") IS THE APPLICANT'S PARENT, AND IS A CANADIAN INVESTMENT DEALER REGISTERED WITH THE ONTARIO SECURITIES COMMISSION AND A MEMBER OF THE INVESTMENT INDUSTRY REGULATORY ORGANIZATION OF CANADA (IIROC). CERTAIN ACCOUNTS, FUNDS, OR SECURITIES OF THE APPLICANT MAY BE HELD OR MAINTAINED BY PCI ON A DVP/RVP BASIS PURSUANT TO THE APPLICANT'S SERVICE AGREEMENT WITH PCI.

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**This firm does have customer accounts, funds, or securities maintained by a third party.**

**Name:** PARADIGM CAPITAL INC.

**Business Address:** 95 WELLINGTON STREET WEST-SUITE 2101  
TORONTO ONTARIO, CANADA M5J 2N7

**Effective Date:** 02/10/2000

**Description:** PARADIGM CAPITAL INC. ("PCI") IS THE APPLICANT'S PARENT, AND IS A CANADIAN INVESTMENT DEALER REGISTERED WITH THE ONTARIO SECURITIES COMMISSION AND A MEMBER OF THE INVESTMENT INDUSTRY REGULATORY ORGANIZATION OF CANADA (IIROC). CERTAIN ACCOUNTS, FUNDS, OR

## Firm Operations



### Industry Arrangements (continued)

SECURITIES OF THE APPLICANT'S CUSTOMERS MAY  
BE HELD OR MAINTAINED BY PCI ON A DVP/RVP BASIS PURSUANT TO  
THE APPLICANT'S SERVICE AGREEMENT WITH  
PCI.

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### Control Persons/Financing

**This firm does not have individuals who control its management or policies through agreement.**

**This firm does not have individuals who wholly or partly finance the firm's business.**



## Firm Operations

### Organization Affiliates

This section provides information on control relationships the firm has with other firms in the securities, investment advisory, or banking business.

**This firm is, directly or indirectly:**

- in control of
  - controlled by
  - or under common control with
- the following partnerships, corporations, or other organizations engaged in the securities or investment advisory business.

**PARADIGM CAPITAL INC. controls the firm.**

<b>Business Address:</b>	95 WELLINGTON STREET WEST-SUITE 2101 TORONTO ONTARIO, CANADA M5J 2N7
<b>Effective Date:</b>	02/10/2000
<b>Foreign Entity:</b>	Yes
<b>Country:</b>	CANADA
<b>Securities Activities:</b>	Yes
<b>Investment Advisory Activities:</b>	No
<b>Description:</b>	PARADIGM CAPITAL U.S. IS A WHOLLY OWNED SUBSIDIARY OF PARADIGM CAPITAL INC. PARADIGM CAPITAL INC. IS A REGISTERED CANADIAN SECURITIES DEALER AND A MEMBER OF THE INVESTMENT DEALERS ASSOCIATION OF CANADA.

**This firm is not directly or indirectly, controlled by the following:**

- bank holding company
- national bank
- state member bank of the Federal Reserve System
- state non-member bank
- savings bank or association
- credit union
- or foreign bank



Disclosure Events

All firms registered to sell securities or provide investment advice are required to disclose regulatory actions, criminal or civil judicial proceedings, and certain financial matters in which the firm or one of its control affiliates has been involved. For your convenience, below is a matrix of the number and status of disclosure events involving this brokerage firm or one of its control affiliates. Further information regarding these events can be found in the subsequent pages of this report.

	Pending	Final	On Appeal
Regulatory Event	0	1	0



## Disclosure Event Details

### What you should know about reported disclosure events:

1. **BrokerCheck provides details for any disclosure event that was reported in CRD. It also includes summary information regarding FINRA arbitration awards in cases where the brokerage firm was named as a respondent.**
2. **Certain thresholds must be met before an event is reported to CRD, for example:**
  - A law enforcement agency must file formal charges before a brokerage firm is required to disclose a particular criminal event.
3. **Disclosure events in BrokerCheck reports come from different sources:**
  - Disclosure events for this brokerage firm were reported by the firm and/or regulators. When the firm and a regulator report information for the same event, both versions of the event will appear in the BrokerCheck report. The different versions will be separated by a solid line with the reporting source labeled.
4. **There are different statuses and dispositions for disclosure events:**
  - A disclosure event may have a status of *pending*, *on appeal*, or *final*.
    - A "pending" event involves allegations that have not been proven or formally adjudicated.
    - An event that is "on appeal" involves allegations that have been adjudicated but are currently being appealed.
    - A "final" event has been concluded and its resolution is not subject to change.
  - A final event generally has a disposition of *adjudicated*, *settled* or *otherwise resolved*.
    - An "adjudicated" matter includes a disposition by (1) a court of law in a criminal or civil matter, or (2) an administrative panel in an action brought by a regulator that is contested by the party charged with some alleged wrongdoing.
    - A "settled" matter generally involves an agreement by the parties to resolve the matter. Please note that firms may choose to settle customer disputes or regulatory matters for business or other reasons.
    - A "resolved" matter usually involves no payment to the customer and no finding of wrongdoing on the part of the individual broker. Such matters generally involve customer disputes.
5. **You may wish to contact the brokerage firm to obtain further information regarding any of the disclosure events contained in this BrokerCheck report.**

### Regulatory - Final

This type of disclosure event involves (1) a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, self-regulatory organization, federal regulator such as the U.S. Securities and Exchange Commission, foreign financial regulatory body) for a violation of investment-related rules or regulations; or (2) a revocation or suspension of the authority of a brokerage firm or its control affiliate to act as an attorney, accountant or federal contractor.

#### Disclosure 1 of 1

**Reporting Source:** Regulator

**Current Status:** Final



<b>Allegations:</b>	SEC RULE 17A-4 AND NASD RULE 3110 AND 2110: PARADIGM PERMITTED ITS REGISTERED REPRESENTATIVES TO USE INSTANT MESSAGING AND WIRELESS DEVICES TO SEND ELECTRONIC COMMUNICATIONS, HOWEVER, DID NOT PRESERVE THOSE COMMUNICATIONS AS REQUIRED BY SEC RULE 17A-4.
<b>Initiated By:</b>	NASD
<b>Date Initiated:</b>	05/31/2006
<b>Docket/Case Number:</b>	E112005017402
<b>Principal Product Type:</b>	No Product
<b>Other Product Type(s):</b>	
<b>Principal Sanction(s)/Relief Sought:</b>	
<b>Other Sanction(s)/Relief Sought:</b>	
<b>Resolution:</b>	Acceptance, Waiver & Consent(AWC)
<b>Resolution Date:</b>	05/31/2006
<b>Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?</b>	No
<b>Sanctions Ordered:</b>	Censure Monetary/Fine \$75,000.00
<b>Other Sanctions Ordered:</b>	UNDERTAKE TO REVIEW PROCEDURES REGARDING THE PRESERVATION OF ELECTRONIC MAIL COMMUNICATIONS FOR COMPLIANCE WITH NASD RULES AND THE FEDERAL SECURITIES LAWS AND REGULATIONS.
<b>Sanction Details:</b>	WITHOUT ADMITTING OR DENYING THE FINDINGS, RESPONDENT MEMBER FIRM CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS; THEREFORE, FIRM IS CENSURED AND FINED \$75,000.
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<b>Reporting Source:</b>	Firm
<b>Current Status:</b>	Final
<b>Allegations:</b>	THE NASD, PARADIGM'S PRINCIPAL REGULATOR, ALLEGED THAT, DURING THE RELEVANT PERIOD, PARADIGM CAPITAL U.S. INC. DID NOT MAINTAIN AND PRESERVE ALL ELECTRONIC COMMUNICATIONS AS REQUIRED BY



SEC RULE 17A-4. THE NASD ALLEGED THAT THIS CONDUCT CONSTITUTED SEPARATE AND DISTINCT VIOLATIONS OF SEC RULE 17A-4 AND NASD CONDUCT RULES 3110 AND 2110.

<b>Initiated By:</b>	NASD
<b>Date Initiated:</b>	01/17/2006
<b>Docket/Case Number:</b>	E112005017402
<b>Principal Product Type:</b>	No Product
<b>Other Product Type(s):</b>	
<b>Principal Sanction(s)/Relief Sought:</b>	Civil and Administrative Penalt(ies) /Fine(s)
<b>Other Sanction(s)/Relief Sought:</b>	CENSURE
<b>Resolution:</b>	Acceptance, Waiver & Consent(AWC)
<b>Resolution Date:</b>	05/31/2006
<b>Sanctions Ordered:</b>	Censure Monetary/Fine \$75,000.00
<b>Other Sanctions Ordered:</b>	
<b>Sanction Details:</b>	\$75, 000 FINE AND CENSURE. PARADIGM EXPECTS TO MAKE PAYMENT OF THE FINE ON OR BEFORE JUNE 16, 2006.
<b>Firm Statement</b>	THE NASD, PARADIGM'S PRINCIPAL REGULATOR, ALLEGED THAT, DURING THE RELEVANT PERIOD, PARADIGM CAPITAL U.S. INC. DID NOT MAINTAIN AND PRESERVE ALL ELECTRONIC COMMUNICATIONS AS REQUIRED BY SEC RULE 17A-4. THE NASD ALLEGED THAT THIS CONDUCT CONSTITUTED SEPARATE AND DISTINCT VIOLATIONS OF SEC RULE 17A-4 AND NASD CONDUCT RULES 3110 AND 2110. WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, PARADIGM ENTERED INTO AN ACCEPTANCE, WAIVER, AND CONSENT ("AWC"), WHICH WAS ACCEPTED BY THE NASD'S NATIONAL ADJUDICATORY COUNSEL ("NAC") REVIEW COMMITTEE, OR BY THE OFFICE OF DISCIPLINARYAFFAIRS ON BEHALF OF THE NAC PURSUANT TO NASD RULE 9216 ON MAY 31, 2006. THE AWC PROVIDES FOR A FINE OF \$75,000 AND A CENSURE.

Disclosure Events for Non-Registered Control Affiliates



All firms registered to sell securities or provide investment advice are required to disclose regulatory actions, criminal or civil judicial proceedings, and certain financial matters in which the firm or one of its control affiliates has been involved. For your convenience, below is a matrix of the number and status of disclosure events involving this brokerage firm or one of its control affiliates. Further information regarding these events can be found in the subsequent pages of this report.

	Pending	Final	On Appeal
Regulatory Event	0	1	0



## Disclosure Event Details

### Regulatory - Final

#### Disclosure 1 of 1

<b>Reporting Source:</b>	Firm
<b>Affiliate:</b>	PARADIGM CAPITAL INC.
<b>Current Status:</b>	Final
<b>Allegations:</b>	PARADIGM CAPITAL INC CONDUCT WAS CONTRARY TO THE PUBLIC INTEREST IN FAILING TO PROPERLY SUPERVISE AND RESTRICT THE ACTIVITIES OF A REGISTERED REPRESENTATIVE.
<b>Initiated By:</b>	ONTARIO SECURITIES COMMISSION
<b>Date Initiated:</b>	04/16/2003
<b>Docket/Case Number:</b>	
<b>Principal Product Type:</b>	Options
<b>Other Product Type(s):</b>	TORONTO STOCK EXCHANGE LISTED EQUITY
<b>Principal Sanction(s)/Relief Sought:</b>	Reprimand
<b>Other Sanction(s)/Relief Sought:</b>	INTERNAL POLICY REVISIONS,SETTLEMENT PAYMENT,COSTS
<b>Resolution:</b>	Settled
<b>Resolution Date:</b>	06/11/2004
<b>Sanctions Ordered:</b>	Monetary/Fine \$63,500.00
<b>Other Sanctions Ordered:</b>	IMPLEMENTATION OF INTERNAL POLICY REVISIONS
<b>Sanction Details:</b>	

## End of Report



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