

BrokerCheck Report

CONTINENTAL BROKER-DEALER CORP.

CRD# 14048

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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



For additional information about the contents of this report, please refer to the User Guidance or 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.



CONTINENTAL BROKER-DEALER CORP.
CRD# 14048
SEC# 8-43159

Main Office Location
ONE OLD COUNTRY ROAD
CARLE PLACE, NY 11514

Mailing Address
ONE OLD COUNTRY ROAD
CARLE PLACE, NY 11514

Business Telephone Number
516-741-5400

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.
This firm was formed in New York on 10/26/1982.
Its fiscal year ends in October.

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 brokerage firm is no longer registered with FINRA or a national securities exchange.

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	12
Arbitration	15



Registration Withdrawal Information

This section provides information relating to the date the brokerage firm ceased doing business and the firm's financial obligations to customers or other brokerage firms.

Date firm ceased business:	02/09/2004
Does this brokerage firm owe any money or securities to any customer or brokerage firm?	Yes
Number of customers owed funds or securities:	4
Amount of money owed to customer:	\$123,000.00
Amount of money owed to brokerage firm:	\$0.00
Market value of securities owed to customer:	\$0.00
Market value of securities owed to brokerage firm:	\$0.00
Payment arrangement:	PAYMENTS ARE BEING MADE DIRECTLY WITH CUSTOMERS UPON SIGNING OF SETTLEMENT AGREEMENT



Firm Profile

This firm is classified as a corporation.

This firm was formed in New York on 10/26/1982.

Its fiscal year ends in October.

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.

CONTINENTAL BROKER-DEALER CORP.

Doing business as CONTINENTAL BROKER-DEALER CORP.

CRD# 14048

SEC# 8-43159

Main Office Location

ONE OLD COUNTRY ROAD
CARLE PLACE, NY 11514

Mailing Address

ONE OLD COUNTRY ROAD
CARLE PLACE, NY 11514

Business Telephone Number

516-741-5400

Other Names of this Firm

Name	Where is it used
ACTIVE TRADING NETWORK	NY
GLOBAL FINANCIAL NETWORK	NY
OPTION TRADING NETWORK	NY



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):	GREGORY M HASHO VOTING TRUST
Is this a domestic or foreign entity or an individual?	Domestic Entity
Position	GREGORY M HASHO VOTING TRUST
Position Start Date	11/1995
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

Legal Name & CRD# (if any):	CHANDY, LIZY ELIZABETH
Is this a domestic or foreign entity or an individual?	Individual
Position	ASSISTANT DIRECTOR OF COMPLIANCE / CROP / SROP
Position Start Date	09/2003
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

Legal Name & CRD# (if any):	HASHO, GREGORY MUMTAZ
Is this a domestic or foreign entity or an individual?	Individual
Position	SOLE BENEFICIARY OF THE GREGORY M. HASHO VOTING TRUST DATED 11/21/1995
Position Start Date	11/1995
Percentage of Ownership	Less than 5%

Firm Profile



Direct Owners and Executive Officers (continued)

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

No information reported.



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 no longer registered.

The firm's registration was from 11/09/1983 to 05/06/2004.



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 11 types of businesses.

Types of Business

Broker or dealer retailing corporate equity securities over-the-counter
Broker or dealer selling corporate debt securities
Mutual fund retailer
U S. government securities broker
Municipal securities dealer
Municipal securities broker
Broker or dealer selling variable life insurance or annuities
Put and call broker or dealer or option writer
Investment advisory services
Trading securities for own account
Other - DAY TRADING

Other Types of Business

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

This firm does engage in other non-securities business.

Non-Securities Business Description: CBD CONSULTING GROUP INC. - A LIFE, ACCIDENT AND HEALTH INSURANCE AFFILIATE

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 refer or introduce customers to other brokers and dealers.

Name:	FISERV SECURITIES, INC.
CRD #:	14285
Business Address:	ONE COMMERCE SQUARE 2005 MARKET STREET PHILADELPHIA, PA 19103
Effective Date:	12/08/2001
Description:	THE FIRM HAS A CLEARING AGREEMENT WITH FISERV SECURITIES, INC. FOR THE CLEARING AND SETTLEMENT OF TRANSACTIONS

Firm Operations

Industry Arrangements



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

Name: FISERV SECURITIES, INC.
CRD #: 14285
Business Address: ONE COMMERCE SQUARE 2005 MARKET STREET
PHILADELPHIA, PA 19103
Effective Date: 12/08/2001
Description: THE FIRM HAS A CLEARING AGREEMENT WITH WEXFORD CLEARING
SECURITIES, INC. FOR THE CLEARING AND SETTLEMENT OF
TRANSACTIONS.

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

Name: FISERV SECURITIES, INC.
CRD #: 14285
Business Address: ONE COMMERCE SQUARE 2005 MARKET STREET
PHILADELPHIA, PA 19103
Effective Date: 12/08/2001
Description: THE FIRM HAS A CLEARING AGREEMENT WITH WEXFORD CLEARING
SECURITIES, INC. FOR THE CLEARING AND SETTLEMENT OF
TRANSACTIONS

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

Name: FISERV SECURITIES, INC.
CRD #: 14285
Business Address: ONE COMMERCE SQUARE 2005 MARKET STREET
PHILADELPHIA, PA 19103
Effective Date: 12/08/2001
Description: THE FIRM HAS A CLEARING AGREEMENT WITH WEXFORD CLEARING
SECURITIES, INC. FOR THE CLEARING AND SETTLEMENT OF
TRANSACTIONS.

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 not, 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.**

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	12	0
Arbitration	N/A	15	N/A

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 12

Reporting Source: Regulator

Current Status: Final



Allegations:	FAILURE TO FILE CORRECTING AMENDMENTS, THEREBY OMITTING THE FOLLOWING INFORMATION, WHICH MADE STATEMENTS IN THE CRD FALSE AND MISLEADING: UNREPORTED COMPLAINTS AGAINST REPRESENTATIVES ALLEGING FRAUD, UNAUTHORIZED TRADING AND MISREPRESENTATION; UNREPORTED COMPLAINTS AGAINST CONTINENTAL ALLEGING FAILURE TO SUPERVISE REPRESENTATIVES; UNREPORTED ARBITRATION COMPLAINTS AGAINST AN OFFICER OF CONTINENTAL; AND UNREPORTED SETTLEMENT AGREEMENTS WITH CUSTOMERS, SOME OF WHICH REQUIRED CUSTOMER TO DISMISS ARBITRATION
Initiated By:	MISSOURI
Date Initiated:	09/24/2001
Docket/Case Number:	AP-04-02
URL for Regulatory Action:	
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Cease and Desist
Other Sanction(s)/Relief Sought:	BAR, PAY CIVIL PENALTIES
Resolution:	Order
Resolution Date:	06/24/2004
Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?	Yes
Sanctions Ordered:	Monetary/Fine \$40,000.00 Cease and Desist/Injunction Bar
Other Sanctions Ordered:	PAYMENT OF \$10,400 FOR COSTS OF INVESTIGATION
Sanction Details:	PERMANENT BAR; \$40,000 IN CIVIL PENALTIES; \$10,400 FOR COSTS OF INVESTIGATION
Regulator Statement	COMMISSIONER ACCEPTED A MOTION FOR ACCORD AND SATISFACTION THAT CONTINENTAL PAY \$20,000 IN CIVIL PENALTIES AND \$10,000 TO THE SECRETARY OF STATE INVESTOR EDUCATION AND PROTECTION FUND.

PAYMENT WAS RECEIVED.

Disclosure 2 of 12

Reporting Source:	Regulator
Current Status:	Final
Allegations:	NASD CONDUCT RULES 2110 AND 3010, NASD MARKETPLACE RULE 6955(A), AND SEC RULE 11ACA-6(B) - RESPONDENT MEMBER ("FIRM") FAILED TO MAKE PUBLICLY AVAILABLE FOR THE FIRST CALENDAR QUARTER OF 2002 A REPORT ON ITS ROUTING OF NON-DIRECTED ORDERS IN COVERED SECURITIES DURING THAT QUARTER. THE FIRM ALSO FAILED TO TIMELY REPORT TO OATS REPORTABLE ORDER EVENTS ("ROES"). THE FIRM'S SUPERVISORY SYSTEM DID NOT PROVIDE FOR SUPERVISION REASONABLY DESIGNED TO ACHIEVE COMPLIANCE WITH RESPECT TO THE APPLICABLE SECURITIES LAWS AND REGULATIONS, AND THE RULE OF NASD CONCERNING TIMELY OATS REPORTING. SPECIFICALLY, THE FIRM'S SUPERVISORY SYSTEM DID NOT INCLUDE WRITTEN SUPERVISORY PROCEDURES PROVIDING FOR: (1) THE IDENTIFICATION OF THE PERSON(S) RESPONSIBLE FOR SUPERVISION WITH RESPECT TO THE APPLICABLE RULES; (2) A STATEMENT OF THE SUPERVISORY STEP(S) TO BE TAKE BY THE IDENTIFIED PERSON(S); (3) A STATEMENT AS TO HOW OFTEN SUCH PERSON(S) SHOULD TAKE SUCH STEP(S); AND (4) A STATEMENT AS TO HOW THE COMPLETION OF THE STEP(S) INCLUDE IN THE WRITTEN SUPERVISORY PROCEDURES SHOULD BE DOCUMENTED.
Initiated By:	NASD
Date Initiated:	11/25/2003
Docket/Case Number:	CMS030273
Principal Product Type:	Other
Other Product Type(s):	UNKNOWN TYPE OF SECURITIES
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	11/25/2003



Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct? No

Sanctions Ordered: Censure
Monetary/Fine \$12,500.00

Other Sanctions Ordered: UNDERTAKING

Sanction Details: WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, RESPONDENT FIRM CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS; THEREFORE, FIRM IS CENSURED, FINED \$12,500, AND REQUIRED TO UNDERTAKE TO REVISE THE ITS WRITTEN SUPERVISORY PROCEDURES WITH RESPECT TO APPLICABLE SECURITIES LAWS AND REGULATIONS, AND THE RULES OF NASD CONCERNING TIMELY OATS REPORTING WITHIN 30 BUSINESS DAYS.

Reporting Source: Firm

Current Status: Final

Allegations: VIOLATION OF SEC RULE 11AC1-6(B), VIOLATIONS OF NASD MARKETPLACE RULE 6955(A) AND NASD CONDUCT RULES 2110 AND 3010.

Initiated By: NASD

Date Initiated: 01/01/2002

Docket/Case Number: CMS030273

Principal Product Type: No Product

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Censure

Other Sanction(s)/Relief Sought: FINE

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 11/24/2003

Sanctions Ordered: Censure
Monetary/Fine \$12,500.00

Other Sanctions Ordered:



Sanction Details:	CENSURE AND FINE OF \$12,500
Firm Statement	WITHOUT ADMITTING OR DENYING THE ALLEGATIONS OR FINDINGS CONTINENTAL AGREED TO A CENSURE AND FINE OF \$12,500.

Disclosure 3 of 12

Reporting Source:	Regulator
Current Status:	Final
Allegations:	<p>SECTION 17(A)(1) OF THE SECURITIES EXCHANGE ACT OF 1934, SEC RULE 17(A)(1), 17A-3, 17A-4, 17A-5, ARTICLE III, SECTION 3, OF NASD BY-LAWS, NASD MEMBERSHIP AND REGISTRATION RULE 1021 AND NASD CONDUCT RULES 2110, 2860(B)(20), 3010 AND 3110 - CONTINENTAL FAILED TO ENFORCE ITS WRITTEN SUPERVISORY PROCEDURES, TO ENSURE THAT ITS DESIGNATED PRINCIPALS PERFORMED THEIR DELEGATED DUTIES, OR OTHERWISE REASONABLY SUPERVISE REGISTERED REPRESENTATIVES. CONTINENTAL CUSTOMERS SUSTAINED \$5 MILLION DOLLARS IN LOSSES; WHILE THE FIRM AND ITS REGISTERED REPRESENTATIVES REAPED COMMISSIONS IN EXCESS OF \$5.3 MILLION. CONTINENTAL ALLOWED AN INDIVIDUAL TO BECOME ACTIVELY ENGAGED IN THE MANAGEMENT AND SUPERVISION OF ITS SECURITIES BUSINESS. CONTINENTAL, HOWEVER FAILED TO ENSURE THAT THE INDIVIDUAL WAS PROPERLY QUALIFIED AND/OR REGISTERED IN THE APPROPRIATE CAPACITY PRIOR TO ENGAGING IN SUCH CAPACITY WITH THE FIRM. CONTINENTAL, ACTING THROUGH AN INDIVIDUAL LOANED \$500,000 TO THE FIRMS OUTSIDE AUDITOR. BECAUSE OF THE LOAN, THE AUDITOR WAS NOT "INDEPENDENT" IN ACCORDANCE WITH SEC REGULATION S-X. CONTINENTAL, ACTING THROUGH INDIVIDUALS, EMPLOYED THE AUDITOR TO PERFORM THE FIRM'S ANNUAL AUDITS FOR FISCAL YEARS 01 AND 02. CONTINENTAL, ACTING THROUGH AN INDIVIDUAL, FALSELY CLASSIFIED THE \$500,000 LOAN AS AN ALLOWABLE ASSET ON THE FIRM'S GENERAL LEDGER AND FOR NET CAPITAL PURPOSES. BECAUSE OF THIS FALSE ENTRY, CONTINENTAL'S NET CAPITAL POSITION WAS OVERSTATED BY \$500,000 AND THE FIRM'S \$500,000 LOAN WAS EFFECTIVELY CONCEALED. CONTINENTAL, ACTING THROUGH AN INDIVIDUAL, WILLFULLY MISREPRESENTED THE FIRM'S FINANCIAL CONDITION IN MONTHLY FOCUS REPORTS FILED WITH NASD; ANNUAL AUDITED FINANCIAL STATEMENT FILED ON SEC FORM X-17A-5 FILED WITH THE SEC AND NASD. CONTINENTAL PERMITTED AN INDIVIDUAL TO SEND AND RECEIVE E-MAILS FROM AN E-MAIL ACCOUNT ESTABLISHED FOR HIM AT THE FIRM, BUT FAILED TO MAINTAIN AND PRESERVE THE E-MAILS.</p>

Initiated By: NASD

Date Initiated: 09/17/2003



Docket/Case Number: C9B030063

Principal Product Type: Other

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Disgorgement

Other Sanction(s)/Relief Sought: RESTITUTION

Resolution: Decision & Order of Offer of Settlement

Resolution Date: 05/06/2004

Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct? No

Sanctions Ordered: Revocation/Expulsion/Denial

Other Sanctions Ordered: UNDERTAKINGS

Sanction Details: WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, CONTINENTAL BROKER-DEALER CORP. CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS, THEREFORE, THE FIRM IS EXPELLED FROM NASD MEMBERSHIP, WITHIN 5 DAYS OF NOTICE OF ISSUANCE OF THIS ORDER, RESPONDENT'S PRESIDENT SHALL ESTABLISH AN INTEREST BEARING ESCROW ACCOUNT WITH THE ESCROWED FUNDS TO BE USED TO PAY PARTIAL RESTITUTION TO RESPONDENT'S CUSTOMERS AND/OR FORMER CUSTOMERS INCLUDING LOSSES ATTRIBUTABLE TO SALES PRACTICE VIOLATIONS AND/OR TO PAY OTHER CUSTOMER COMPLAINTS, ARBITRATION CLAIMS, LITIGATIONS, AND/OR ENFORCEMENT PROCEEDINGS INVOLVING SALES PRACTICE VIOLATIONS. THE ESCROW ACCOUNT SHALL BE FUNDED BY RESPONDENT WITH AN INITIAL DEPOSIT OF \$200,000 AND THEREAFTER WITH PROCEEDS OF ANY RECEIVABLES; WITHIN 10 DAYS OF RECEIPT OF ANY RECEIVABLE IN EXCESS OF \$10,000, RESPONDENT'S PRESIDENT SHALL INFORM NASD IN WRITING. WITHIN 5 DAYS OF ISSUANCE OF THIS ORDER, RESPONDENT'S PRESIDENT SHALL SUBMIT A PROPOSED DISTRIBUTION PLAN; WITHIN 10 DAYS OF RECEIVING APPROVED DISTRIBUTION PLAN, RESPONDENT'S PRESIDENT SHALL COMMENCE DISTRIBUTION OF ESCROWED FUNDS. ANY UNDISTRIBUTED RESTITUTION SHALL BE FORWARDED ON A PRO RATA BASIS TO OTHER CUSTOMERS IDENTIFIED IN THE PLAN. EVERY 30 DAYS AFTER NOTICE OF ISSUANCE OF THIS ORDER, RESPONDENT'S PRESIDENT SHALL PROVIDE NASD IN WRITING WITH AN ACCOUNTING OF ALL EXPENDITURES AND



RECEIVABLES FOR THAT PERIOD.

Reporting Source:	Firm
Current Status:	Pending
Allegations:	<p>SECTION 17(A)(1) OF THE SECURITIES EXCHANGE ACT OF 1934, SEC RULE 17(A)(1), 17A-3, 17A-4, 17A-5, ARTICLE III, SECTION 3, OF NASD BY-LAWS, NASD MEMBERSHIP AND REGISTRATION RULE 1021 AND NASD CONDUCT RULES 2110, 2860(B)(20), 3010 AND 3110 - CONTINENTAL FAILED TO ENFORCE ITS WRITTEN SUPERVISORY PROCEDURES, TO ENSURE THAT ITS DESIGNATED PRINCIPALS PERFORMED THEIR DELEGATED DUTIES, OR OTHERWISE REASONABLY SUPERVISE REGISTERED REPRESENTATIVES. CONTINENTAL CUSTOMERS SUSTAINED \$5 MILLION DOLLARS IN LOSSES; WHILE THE FIRM AND ITS REGISTERED REPRESENTATIVES REAPED COMMISSIONS IN EXCESS OF \$5.3 MILLION. CONTINENTAL ALLOWED AN INDIVIDUAL TO BECOME ACTIVELY ENGAGED IN THE MANAGEMENT AND SUPERVISION OF ITS SECURITIES BUSINESS. CONTINENTAL, HOWEVER FAILED TO ENSURE THAT THE INDIVIDUAL WAS PROPERLY QUALIFIED AND/OR REGISTERED IN THE APPROPRIATE CAPACITY PRIOR TO ENGAGING IN SUCH CAPACITY WITH THE FIRM. CONTINENTAL, ACTING THROUGH AN INDIVIDUAL LOANED \$500,000 TO THE FIRMS OUTSIDE AUDITOR. BECAUSE OF THE LOAN, THE AUDITOR WAS NOT "INDEPENDENT" IN ACCORDANCE WITH SEC REGULATION S-X. CONTINENTAL, ACTING THROUGH INDIVIDUALS, EMPLOYED THE AUDITOR TO PERFORM THE FIRM'S ANNUAL AUDITS FOR FISCAL YEARS 01 AND 02. CONTINENTAL, ACTING THROUGH AND INDIVIDUAL, FALSELY CLASSIFIED THE \$500,000 LOAN AS AN ALLOWABLE ASSET ON THE FIRM'S GENERAL LEDGER AND FOR NET CAPITAL PURPOSES. BECAUSE OF THIS FALSE ENTRY, CONTINENTAL'S NET CAPITAL POSITION WAS OVERSTATED BY \$500,000 AND THE FIRM'S \$500,000 LOAN WAS EFFECTIVELY CONCEALED. CONTINENTAL, ACTING THROUGH AN INDIVIDUAL, WILLFULLY MISREPRESENTED THE FIRM'S FINANCIAL CONDITION IN MONTHLY FOCUS REPORTS FILED WITH NASD; ANNUAL AUDITED FINANCIAL STATEMENT FILED ON SEC FORM X-17A-5 FILED WITH THE SEC AND NASD. CONTINENTAL PERMITTED AN INDIVIDUAL TO SEND AND RECEIVE E-MAILS FROM AN E-MAIL ACCOUNT ESTABLISHED FOR HIM AT THE FIRM, BUT FAILED TO MAINTAIN AND PRESERVE THE E-MAILS.</p>
Initiated By:	NASD
Date Initiated:	09/17/2003
Docket/Case Number:	C9B030063
Principal Product Type:	Other

**Other Product Type(s):**

Principal Sanction(s)/Relief Sought: Disgorgement

Other Sanction(s)/Relief Sought: RESTITUTION

Disclosure 4 of 12

Reporting Source: Regulator

Current Status: Final

Allegations: NASD RULES 2110, 2860(B), 6130(D) - RESPONDENT MEMBER, ACTING THROUGH AN INDIVIDUAL, PERMITTED CUSTOMERS TO TRADE OPTIONS IN THEIR ACCOUNTS AFTER RECEIVING APPROVAL BY THE BRANCH OFFICE MANAGER WITHOUT THE OPTIONS RECEIVING APPROVAL FOR OPTIONS TRADING BY A REGISTERED OPTIONS PRINCIPAL WITHIN 10 BUSINESS DAYS; AND SHORT SALE TRANSACTIONS WERE REPORTED TO ACT WITHOUT THE SHORT SALE MODIFIER.

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

Date Initiated: 05/17/2002

Docket/Case Number: CLI020001

Principal Product Type: Options

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 05/17/2002

Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct? No

Sanctions Ordered: Censure
Monetary/Fine \$7,500.00

**Other Sanctions Ordered:****Sanction Details:**

WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, CONTINENTAL CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS, THEREFORE, THE FIRM IS CENSURED AND FINED \$7,500 OF WHICH \$5,000 IS JOINTLY AND SEVERALLY

Reporting Source:

Firm

Current Status:

Final

Allegations:

NASD RULES 2110, 2860(B), 6130(D) - WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, THE RESPONDENT MEMBER CONSENTED TO THE ENTRY OF FINDINGS THAT, ACTING THROUGH AN INDIVIDUAL, CUSTOMERS WERE PERMITTED TO TRADE OPTIONS IN THEIR ACCOUNTS AFTER RECEIVING APPROVAL BY THE BRANCH OFFICE MANAGER WITHOUT THE OPTIONS RECEIVING APPROVAL FOR OPTIONS TRADING BY A REGISTERED OPTIONS PRINCIPAL WITHIN 10 BUSINESS DAYS; AND SHORT SALE TRANSACTIONS WERE REPORTED TO ACT WITHOUT THE SHORT SALE MODIFIER.

Initiated By:

NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated:

05/17/2002

Docket/Case Number:

CLI020001

Principal Product Type:

Options

Other Product Type(s):**Principal Sanction(s)/Relief Sought:****Other Sanction(s)/Relief Sought:****Resolution:**

Acceptance, Waiver & Consent(AWC)

Resolution Date:

05/17/2002

Sanctions Ordered:

Censure
Monetary/Fine \$7,500.00

Other Sanctions Ordered:**Sanction Details:**

CENSURED AND FINED \$7500 OF WHICH \$5000 IS JOINTLY AND SEVERALLY



Reporting Source: Regulator

Current Status: Final

Allegations: NASD RULES 2110, 3010(A) - WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, THE RESPONDENT MEMBER CONSENTED TO THE ENTRY OF FINDINGS THAT IT FAILED TO ESTABLISH AND MAINTAIN SUPERVISORY PROCEDURES REASONABLY DESIGNED TO ENSURE THAT ORDERS PLACED IN AN INITIAL PUBLIC OFFERING HAD BEEN AUTHORIZED BY PUBLIC CUSTOMERS; AND THE FIRM MADE AN EXCEPTION TO ITS USUAL PRACTICE OF VERIFYING 50% OF ALL CUSTOMER ORDERS WITH RESPECT TO THE OFFERING.

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

Date Initiated: 02/14/2002

Docket/Case Number: CAF020005

Principal Product Type: Other

Other Product Type(s): INITIAL PUBLIC OFFERING OF SECURITIES

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 02/14/2002

Sanctions Ordered: Monetary/Fine \$25,000.00

Other Sanctions Ordered:

Sanction Details: FINED \$25,000. THE FINE SHALL BE DUE AND PAYABLE WITHIN 30 DAYS OF THE ISSUANCE OF THIS AWC.

Reporting Source: Firm

Current Status: Final

Allegations: DURING A NOVEMBER 1998 INITIAL PUBLIC OFFERING CONTINENTAL PARTICIPATED IN AS A SELLING GROUP MEMBER VARIOUS REGISTERED REPRESENTATIVES TREATED INDICATIONS OF INTEREST AS FIRM ORDERS FOR THE CURTIS INTERNATIONAL STOCK CONTINENTAL FAILED TO ESTABLISH AND MAINTAIN SUPERVISORY PROCEDURES REASONABLY DESIGNED TO ENSURE THAT ORDERS WERE AUTHORIZED BY CUSTOMERS



Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS
Date Initiated: 01/02/2002
Docket/Case Number: CAF0200
Principal Product Type: Equity - OTC
Other Product Type(s):
Principal Sanction(s)/Relief Sought: Other
Other Sanction(s)/Relief Sought: ACCEPTANCE, WAIVER AND CONSENT
Resolution: Acceptance, Waiver & Consent(AWC)
Resolution Date: 01/28/2002
Sanctions Ordered: Monetary/Fine \$25,000.00
Other Sanctions Ordered: NO OTHER SANCTIONS WERE ORDERED
Sanction Details: CONTINENTAL PAID A FINE OF \$25000 ON 01/28/2002 NO OTHER SANCTIONS WERE ORDERED THE CONDITION HAS BEEN SATISFIED

Disclosure 6 of 12

Reporting Source: Regulator
Current Status: Final
Allegations: NASD RULES 2110 AND 6955(A) - WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, THE FIRM CONSENTED TO THE ENTRY OF FINDINGS THAT IT SUBMITTED TO OATS REPORTS THAT WERE NOT IN THE ELECTRONIC FORM PRESCRIBED BY THE NASD. THE SUBJECT REPORTS WERE REJECTED BY THE OATS SYSTEM AND NOTICE OF SUCH REJECTION WAS MADE AVAILABLE TO THE FIRM ON THE OATS WEBSITE. THE FIRM FAILED TO CORRECT OR REPLACE THE SUBJECT REPORTS AND THUS FAILED TO CORRECTLY REPORT SUCH INFORMATION TO OATS.

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS
Date Initiated: 12/04/2001
Docket/Case Number: CMS010190
Principal Product Type: Equity - OTC
Other Product Type(s):



Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 12/04/2001

Sanctions Ordered: Monetary/Fine \$5,000.00

Other Sanctions Ordered: UNDERTAKE TO REVIEW THE FIRM'S WRITTEN SUPERVISORY PROCEDURES TO ENSURE THAT THEY ARE ADEQUATE REGARDING THE DAILY REVIEW OF OATS DATA SUBMITTED TO THE OATS SYSTEM.

Sanction Details: NONE

Reporting Source: Firm

Current Status: Final

Allegations: DURING THE PERIOD 11/01/1999THRU 01/30/1999 AND 01/03/2000 01/31/2000 THE FIRM SUBMITTED 593 REPORTS THAT WERE NOT IN THE ELECTRONIC FORM PRESCRIBED BY THE ASSOCIATION THE SUBJECT REPORTS WERE REJECTED BY THE OATS SYSTEM AND NOTICE OF SUCH REJECTION WAS MADE AVAILABLE TO THE FIRM ON THE OATS WEBSITE. THE FIRM DID NOT CORRECT OR REPLACE THE SUBJECT REPORTS AND THUS FAILED TO CORRECTLY REPORT SUCH INFRACTIONS TO OATS

Initiated By: NASD MARKET REGULATION

Date Initiated: 12/04/2001

Docket/Case Number: CAF0200

Principal Product Type: Other

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Other

Other Sanction(s)/Relief Sought: ACCEPTANCE, WAIVER AND CONSENT

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 12/14/2001

Sanctions Ordered: Monetary/Fine \$5,000.00



Other Sanctions Ordered: NO OTHER SANCTION WERE ORDERED.

Sanction Details: CONTINENTAL PAID A FINE OF \$5000.00 ON 12/14/2001 THE CONDITION HAS BEEN SATISFIED NO OTHER SANCTION WERE ORDERED.

Disclosure 7 of 12

Reporting Source: Firm

Current Status: Final

Allegations: THE STAFF OF THE UTAH DIVISION OF SECURITIES ALLEGED THAT A FORMER BROKER OF CONTINENTAL TRADED IN AN ACCOUNT OF A UTAH INVESTOR IN A MANNER THAT WAS EXCESSIVE IN SIZE AND FREQUENCY IN VIEW OF THE FINANCIAL RESOURCES AND CHARACTER OF THE ACCOUNT.

Initiated By: UTAH DIVISION OF SECURITIES

Date Initiated: 01/22/1999

Docket/Case Number: CASE NO. 951008 DOCKET NO. SD-99-0002

Principal Product Type: Equity - OTC

Other Product Type(s): EQUITY LISTED (COMMON & PREFERRED STOCK)

Principal Sanction(s)/Relief Sought: Civil and Administrative Penalt(ies) /Fine(s)

Other Sanction(s)/Relief Sought:

Resolution: Order

Resolution Date: 01/22/1999

Sanctions Ordered: Monetary/Fine \$200,000.00

Other Sanctions Ordered:

Sanction Details: MONETARY FINE WAS PAID \$200000.00 ON 01/22/1999

Firm Statement ON JULY 27, 1998, THE UTAH DIVISION OF SECURITIES ENTERED A STIPULATION AND CONSENT ORDER WITH A FORMER BROKER OF CONTINENTAL BROKER DEALER CORP, IN WHICH THE BROKER ADMITTED TO CONDUCT IN VIOLATION OF UTAH'S SECURITIES LAWS AND CONSENTED TO THE REVOCATION OF HIS BROKER'S LICENSE IN THE STATE OF UTAH, AMONGST OTHER THINGS. CONTINENTAL BROKER CORP COOPERATED WITH THE DIVISION, MADE RESTITUTION TO THE FORMER BROKER'S CUSTOMER AND FURTHER AGREED TO PROVIDE A CLAIMS EVALUATION PROCESS.

**Disclosure 8 of 12**

Reporting Source:	Regulator
Current Status:	Final
Allegations:	UNSUITABLE STOCK RECOMMENDATIONS; UNAUTHORIZED TRADING.
Initiated By:	MISSOURI SECRETARY OF STATE SECURITIES DIVISION
Date Initiated:	06/24/1998
Docket/Case Number:	CD-98-37
URL for Regulatory Action:	
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Cease and Desist
Other Sanction(s)/Relief Sought:	
Resolution:	Order
Resolution Date:	06/24/1998
Sanctions Ordered:	Cease and Desist/Injunction
Other Sanctions Ordered:	
Sanction Details:	CEASE AND DESIST ORDER ISSUED AGAINST BOTH CONTINENTAL AND TIMOTHY CALKINS. THEY HAVE 30 DAYS TO REQUEST A HEARING.
Regulator Statement	AGENT TIMOTHY CALKINS SOLD SPECULATIVE SECURITIES TO AN 82 YEAR-OLD MISSOURI RESIDENT. CALKINS LATER PURCHASED AND SOLD SECURITIES IN THE ACCOUNT WITHOUT THE KNOWLEDGE OR APPROVAL OF THE CLIENT RESULTING IN A 70% REDUCTION IN THE ACCOUNT VALUE. CONTACT: RON HARROD 573-751-4704

Reporting Source:	Firm
Current Status:	Pending



Allegations: UNSUITABLE STOCK RECOMMENDATIONS; UNAUTHORIZED TRADING BY A FORMER REPRESENTATIVE

Initiated By: MISSOURI OFFICE OF THE SECRETARY OF STATE

Date Initiated: 06/23/1998

Docket/Case Number: CD-98-37

Principal Product Type: Equity - OTC

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Cease and Desist

Other Sanction(s)/Relief Sought:

Firm Statement A CEASE AND DESIST ORDER WAS SERVED WITHOUT THE BENEFIT OF AN OPPORTUNITY TO RESPOND TO A COMPLAINT BY A SINGLE MISSOURI RESIDENT TO THE SECRETARY OF STATE'S OFFICE. THE BROKER, WHOM THE COMPLAINT WAS LODGED AGAINST, NO LONGER IS EMPLOYED BY CONTINENTAL BROKER DEALER CORP. CONTINENTAL INTENDS TO VIGOROUSLY DEFEND THE ALLEGATIONS AS THEY RELATE TO THE FIRM AND HAS REQUESTED A HEARING.

Disclosure 9 of 12

Reporting Source: Regulator

Current Status: Final

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

Date Initiated: 04/03/1992

Docket/Case Number: C10910226

Principal Product Type:

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Consent



Resolution Date: 04/03/1992

Sanctions Ordered: Censure
Monetary/Fine \$2,500.00

Other Sanctions Ordered:

Sanction Details:

Regulator Statement ON APRIL 3, 1992, THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT C10910226 (DISTRICT NO. 10) SUBMITTED BY RESPONDENTS CONTINENTAL BROKER-DEALER CORP. AND STEPHEN SCHWARTZ WAS ACCEPTED; THEREFORE, THEY ARE CENSURED AND FINED \$2,500, JOINTLY AND SEVERALLY - (ARTICLE III, SECTION 1 OF THE RULES OF FAIR PRACTICE - RESPONDENT MEMBER, ACTING THROUGH RESPONDENT SCHWARTZ, VIOLATED ITS RESTRICTION AGREEMENT BY FAILING TO GIVE THE NASD DISTRICT OFFICE PRIOR NOTIFICATION OF CHANGES IN OWNERSHIP IN A TIMELY MANNER).
\$2,500.00 J&S PAID ON 5/22/92 INVOICE #92-10-387

Reporting Source: Firm

Current Status: Final

Allegations: RESPONDENT MEMBER ACTING THROUGH STEPHEN SCHWARTZ
RESPONDENT, VIOLATED ITS REGISTRATION AGREEMENT BY FAILING TO
GIVE NASD DISTRICT OFFICE PRIOR NOTIFICATION OF CHANGES IN
OWNERSHIP IN A TIMELY MANNER

Initiated By: NASD

Date Initiated: 04/02/1992

Docket/Case Number: C10910226

Principal Product Type: No Product

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Civil and Administrative Penalt(ies) /Fine(s)

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 04/02/1992

Sanctions Ordered: Monetary/Fine \$2,500.00



Other Sanctions Ordered:

Sanction Details: MONETARY FINE WAS PAID \$2500.00 ON 04/02/1992

Disclosure 10 of 12

Reporting Source: Regulator

Current Status: Final

Allegations: AN ORDER WAS ENTERED AGAINST THE
BROKER-DEALER FOR FAILURE TO FILE FINANCIAL STATEMENTS
PURSUANT
TO SECTION 13.1-518.1 OF THE VIRGINIA SECURITIES ACT.

Initiated By: VIRGINIA - STATE CORPORATION COMMISSION
SECURITIES DIVISIION

Date Initiated: 12/18/1990

Docket/Case Number: SEC900132

URL for Regulatory Action:

Principal Product Type:

Other Product Type(s):

Principal Sanction(s)/Relief
Sought:

Other Sanction(s)/Relief
Sought:

Resolution: Consent

Resolution Date: 12/18/1990

Sanctions Ordered: Monetary/Fine \$500.00

Other Sanctions Ordered:

Sanction Details: TO SETTLE THE MATTER, THE BROKER-DEALER OFFERED
AND THE COMMISSION ACCEPTED A PENALTY IN THE AMOUNT OF \$500.00.

Regulator Statement CONTACT SHERYL DEVAUN, REGISTRATION EXAMINER,
804-786-7751.

Reporting Source: Firm

Current Status: Final



Allegations:	CONTINENTAL BROKER DEALER CORP FAILED TO PROVIDE THE STATE WITH FORMS X-17A-5 A) AUDITED ANNUAL REPORTS
Initiated By:	COMMONWEALTH OF VIRGINIA, STATE CORPORATION COMMISSION
Date Initiated:	11/30/1990
Docket/Case Number:	CASE NO. SEC 900132
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Civil and Administrative Penalt(ies) /Fine(s)
Other Sanction(s)/Relief Sought:	
Resolution:	Decision & Order of Offer of Settlement
Resolution Date:	11/30/1990
Sanctions Ordered:	Monetary/Fine \$500.00
Other Sanctions Ordered:	ORDER OF COMPRISE AND SETTLEMENT AND AGREED TO FILE ALL REPORTS AND PAY A FINE OF \$500.00
Sanction Details:	MONETARY FINE WAS PAID \$500.00 ON 11/30/1999

Disclosure 11 of 12

Reporting Source:	Regulator
Current Status:	Final
Allegations:	
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	07/30/1990
Docket/Case Number:	NY-9020-AWC
Principal Product Type:	
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	



Resolution: Consent

Resolution Date: 07/30/1990

Sanctions Ordered: Censure
Monetary/Fine \$1,000.00

Other Sanctions Ordered:

Sanction Details:

Regulator Statement ON JULY 30, 1990, THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT NO. NY-9020-AWC (DISTRICT NO. 12) SUBMITTED BY RESPONDENTS CONTINENTAL BROKER-DEALER CORP. AND ANDREW M. BASILE WAS ACCEPTED; THEREFORE RESPONDENTS ARE CENSURED AND FINED \$1,000, JOINTLY AND SEVERALLY (ARTICLE III, SECTION 1 OF THE RULES OF FAIR PRACTICE - RESPONDENT MEMBER, ACTING THROUGH RESPONDENT BASILE, CONDUCTED A SECURITIES BUSINESS WHILE FAILING TO MAINTAIN ITS MINIMUM NET CAPITAL REQUIREMENT).
\$1,000.00 J&S PAID ON 9/18/90 INVOICE #90-12-940

Reporting Source: Firm

Current Status: Final

Allegations: CAPITAL VIOLATION AGAINST CONTINENTAL BROKER DEALER CORP. SEC RULE 15C3-1

Initiated By: NASD-NY

Date Initiated: 04/30/1990

Docket/Case Number: NY-9020-AWC

Principal Product Type: No Product

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Civil and Administrative Penalt(ies) /Fine(s)

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 07/30/1990

Sanctions Ordered: Monetary/Fine \$1,000.00



Other Sanctions Ordered:

Sanction Details: MONETARY FINE WAS PAID \$1000.00 ON 07/30/1990

Disclosure 12 of 12

Reporting Source: Regulator

Current Status: Final

Allegations: VIOLATION OF TX SECURITIES BOARD RULE 115.1(d) FAILURE TO MAINTAIN A DESIGNATED REGISTERED OFFICER.

Initiated By: TX

Date Initiated: 07/04/1990

Docket/Case Number: LR-870

URL for Regulatory Action:

Principal Product Type:

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Decision

Resolution Date: 07/04/1990

Sanctions Ordered: Revocation/Expulsion/Denial

Other Sanctions Ordered:

Sanction Details: REGISTRATION REVOKED

Regulator Statement Not Provided

Reporting Source: Firm

Current Status: Final

Allegations: VIOLATION OF TEXAS SECURITIES BOARD RULE 115.1(D) FOR FAILURE TO MAINTAIN A DESIGNATED REGISTERED OFFICER

Initiated By: STATE SECURITIES BOARD-TEXAS

Date Initiated: 07/04/1990



Docket/Case Number:	ORDER NO. LR-876
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Revocation
Other Sanction(s)/Relief Sought:	
Resolution:	Order
Resolution Date:	07/04/1990
Sanctions Ordered:	Monetary/Fine \$500.00
Other Sanctions Ordered:	
Sanction Details:	MONETARY FINE WAS PAID \$500.00 ON 07/04/1990
Firm Statement	CONTINENTAL BROKER DEALER CORP IS REGISTERED IN GOOD STANDING IN THE STATE OF TEXAS SINCE 08/07/1991



Arbitration Award - Award / Judgment

Brokerage firms are not required to report arbitration claims filed against them by customers; however, BrokerCheck provides summary information regarding FINRA arbitration awards involving securities and commodities disputes between public customers and registered securities firms in this section of the report.

The full text of arbitration awards issued by FINRA is available at www.finra.org/awardsonline.

Disclosure 1 of 15

Reporting Source:	Regulator
Type of Event:	ARBITRATION
Allegations:	ACCOUNT ACTIVITY-BRCH OF FIDUCIARY DT; ACCOUNT RELATED-BREACH OF CONTRACT; ACCOUNT RELATED-NEGLIGENCE; NO OTHER CONTROVERSY INVOLVED
Arbitration Forum:	NASD
Case Initiated:	05/05/2000
Case Number:	00-01002
Disputed Product Type:	COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE
Sum of All Relief Requested:	\$52,500.00
Disposition:	AWARD AGAINST PARTY
Disposition Date:	06/07/2001
Sum of All Relief Awarded:	\$10,585.00

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

Disclosure 2 of 15

Reporting Source:	Regulator
Type of Event:	ARBITRATION
Allegations:	ACCOUNT ACTIVITY-BRCH OF FIDUCIARY DT; ACCOUNT ACTIVITY-MISREPRESENTATION; ACCOUNT ACTIVITY-SUITABILITY; ACCOUNT RELATED-FAILURE TO SUPERVISE
Arbitration Forum:	NASD
Case Initiated:	03/07/2001
Case Number:	01-00650



Disputed Product Type: NO OTHER TYPE OF SEC INVOLVE; UNKNOWN TYPE OF SECURITIES
Sum of All Relief Requested: \$40,000.00
Disposition: AWARD AGAINST PARTY
Disposition Date: 11/26/2002
Sum of All Relief Awarded: \$20,984.48

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

Disclosure 3 of 15

Reporting Source: Regulator
Type of Event: ARBITRATION
Allegations: ACCOUNT ACTIVITY-BRCH OF FIDUCIARY DT; ACCOUNT ACTIVITY-MISREPRESENTATION; ACCOUNT ACTIVITY-UNAUTHORIZED TRADING; ACCOUNT RELATED-FAILURE TO SUPERVISE
Arbitration Forum: NASD
Case Initiated: 08/16/2001
Case Number: [01-00696](#)
Disputed Product Type: COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE; OPTIONS
Sum of All Relief Requested: \$115,912.82
Disposition: AWARD AGAINST PARTY
Disposition Date: 11/27/2002
Sum of All Relief Awarded: \$40,749.00

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

Disclosure 4 of 15

Reporting Source: Regulator
Type of Event: ARBITRATION
Allegations: ACCOUNT ACTIVITY-BRCH OF FIDUCIARY DT; ACCOUNT ACTIVITY-CHURNING; ACCOUNT RELATED-FAILURE TO SUPERVISE; ACCOUNT RELATED-NEGLIGENCE
Arbitration Forum: NASD



Case Initiated: 04/02/2001

Case Number: [01-00916](#)

Disputed Product Type: NO OTHER TYPE OF SEC INVOLVE; UNKNOWN TYPE OF SECURITIES

Sum of All Relief Requested: \$540,000.00

Disposition: AWARD AGAINST PARTY

Disposition Date: 07/16/2003

Sum of All Relief Awarded: \$319,402.00

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

Disclosure 5 of 15

Reporting Source: Regulator

Type of Event: ARBITRATION

Allegations: ACCOUNT ACTIVITY-SUITABILITY; NO OTHER CONTROVERSY INVOLVED

Arbitration Forum: NASD

Case Initiated: 03/13/2001

Case Number: [01-01127](#)

Disputed Product Type: NO OTHER TYPE OF SEC INVOLVE; OPTIONS

Sum of All Relief Requested: Unspecified Damages

Disposition: AWARD AGAINST PARTY

Disposition Date: 05/31/2002

Sum of All Relief Awarded: \$241,998.00

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

Disclosure 6 of 15

Reporting Source: Regulator

Type of Event: ARBITRATION

Allegations: ACCOUNT ACTIVITY-CHURNING; ACCOUNT ACTIVITY-MISREPRESENTATION; ACCOUNT ACTIVITY-SUITABILITY; ACCOUNT ACTIVITY-UNAUTHORIZED TRADING



Arbitration Forum: NASD

Case Initiated: 06/29/2001

Case Number: [01-03406](#)

Disputed Product Type: COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE

Sum of All Relief Requested: Unspecified Damages

Disposition: AWARD AGAINST PARTY

Disposition Date: 03/04/2003

Sum of All Relief Awarded: \$152,000.00

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

Disclosure 7 of 15

Reporting Source: Regulator

Type of Event: ARBITRATION

Allegations: ACCOUNT RELATED-BREACH OF CONTRACT; ACCOUNT RELATED-ERRORS-CHARGES; ACCOUNT RELATED-MARGIN CALLS; ACCOUNT RELATED-NEGLIGENCE

Arbitration Forum: NASD

Case Initiated: 07/25/2001

Case Number: [01-03772](#)

Disputed Product Type: COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE; MUTUAL FUNDS; OPTIONS

Sum of All Relief Requested: \$264,805.96

Disposition: AWARD AGAINST PARTY

Disposition Date: 12/06/2002

Sum of All Relief Awarded: \$12,300.00

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

Disclosure 8 of 15

Reporting Source: Regulator



Type of Event:	ARBITRATION
Allegations:	ACCOUNT ACTIVITY-UNAUTHORIZED TRADING; NO OTHER CONTROVERSY INVOLVED
Arbitration Forum:	NASD
Case Initiated:	11/13/2001
Case Number:	01-05438
Disputed Product Type:	COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE
Sum of All Relief Requested:	\$2,857.50
Disposition:	AWARD AGAINST PARTY
Disposition Date:	06/11/2002
Sum of All Relief Awarded:	\$2,857.50

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

Disclosure 9 of 15

Reporting Source:	Regulator
Type of Event:	ARBITRATION
Allegations:	ACCOUNT ACTIVITY-BRCH OF FIDUCIARY DT; ACCOUNT ACTIVITY-CHURNING; ACCOUNT ACTIVITY-MISREPRESENTATION; ACCOUNT ACTIVITY-SUITABILITY
Arbitration Forum:	NASD
Case Initiated:	05/20/2002
Case Number:	02-02773
Disputed Product Type:	COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE
Sum of All Relief Requested:	\$502,397.00
Disposition:	AWARD AGAINST PARTY
Disposition Date:	05/12/2003
Sum of All Relief Awarded:	\$400,300.02

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.



Disclosure 10 of 15

Reporting Source:	Regulator
Type of Event:	ARBITRATION
Allegations:	ACCOUNT ACTIVITY-BRCH OF FIDUCIARY DT; ACCOUNT ACTIVITY-MISREPRESENTATION; ACCOUNT ACTIVITY-OMISSION OF FACTS; EXECUTIONS-FAILURE TO EXECUTE
Arbitration Forum:	NASD
Case Initiated:	02/09/1995
Case Number:	95-00519
Disputed Product Type:	COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE
Sum of All Relief Requested:	\$158,870.00
Disposition:	AWARD AGAINST PARTY
Disposition Date:	02/13/1997
Sum of All Relief Awarded:	\$74,769.43

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

Disclosure 11 of 15

Reporting Source:	Regulator
Type of Event:	ARBITRATION
Allegations:	ACCOUNT ACTIVITY-UNAUTHORIZED TRADING; NO OTHER CONTROVERSY INVOLVED
Arbitration Forum:	NASD
Case Initiated:	09/25/1997
Case Number:	97-03340
Disputed Product Type:	COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE; WARRANTS/RIGHTS
Sum of All Relief Requested:	\$4,450.00
Disposition:	AWARD AGAINST PARTY
Disposition Date:	03/27/1998
Sum of All Relief Awarded:	\$2,387.50

There may be a non-monetary award associated with this arbitration.



Please select the Case Number above to view more detailed information.

Disclosure 12 of 15

Reporting Source:	Regulator
Type of Event:	ARBITRATION
Allegations:	ACCOUNT ACTIVITY-MISREPRESENTATION; NO OTHER CONTROVERSY INVOLVED
Arbitration Forum:	NASD
Case Initiated:	09/21/1998
Case Number:	98-02035
Disputed Product Type:	COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE
Sum of All Relief Requested:	\$9,999.00
Disposition:	AWARD AGAINST PARTY
Disposition Date:	06/16/1999
Sum of All Relief Awarded:	\$7,075.00

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

Disclosure 13 of 15

Reporting Source:	Regulator
Type of Event:	ARBITRATION
Allegations:	ACCOUNT RELATED-MARGIN CALLS; EXECUTIONS-FAILURE TO EXECUTE; NO OTHER CONTROVERSY INVOLVED
Arbitration Forum:	NASD
Case Initiated:	10/01/1998
Case Number:	98-03461
Disputed Product Type:	COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE
Sum of All Relief Requested:	\$96,554.99
Disposition:	AWARD AGAINST PARTY
Disposition Date:	08/23/1999
Sum of All Relief Awarded:	\$19,938.00



There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

Disclosure 14 of 15

Reporting Source: Regulator

Type of Event: ARBITRATION

Allegations: ACCOUNT ACTIVITY-BRCH OF FIDUCIARY DT; ACCOUNT ACTIVITY-SUITABILITY; ACCOUNT RELATED-FAILURE TO SUPERVISE; NO OTHER CONTROVERSY INVOLVED

Arbitration Forum: NASD

Case Initiated: 07/14/1999

Case Number: [99-03052](#)

Disputed Product Type: NO OTHER TYPE OF SEC INVOLVE; UNKNOWN TYPE OF SECURITIES

Sum of All Relief Requested: \$59,171.00

Disposition: AWARD AGAINST PARTY

Disposition Date: 05/08/2000

Sum of All Relief Awarded: \$25,987.50

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

Disclosure 15 of 15

Reporting Source: Regulator

Type of Event: ARBITRATION

Allegations: ACCOUNT ACTIVITY-MISREPRESENTATION; ACCOUNT RELATED-OTHER; EXECUTIONS-FAILURE TO EXECUTE; NO OTHER CONTROVERSY INVOLVED

Arbitration Forum: NASD

Case Initiated: 08/18/1999

Case Number: [99-03635](#)

Disputed Product Type: COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE

Sum of All Relief Requested: \$100,000.00

Disposition: AWARD AGAINST PARTY



Disposition Date: 04/12/2002

Sum of All Relief Awarded: \$17,875.00

There may be a non-monetary award associated with this arbitration.
Please select the Case Number above to view more detailed information.

End of Report



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