

BrokerCheck Report

CHIMERA SECURITIES, LLC

CRD# 147566

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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.

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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.



CHIMERA SECURITIES, LLC

CRD# 147566

SEC# 8-67915

Main Office Location

27 UNION SQUARE WEST
4TH FLOOR
NEW YORK, NY 10003
Regulated by FINRA New York Office

Mailing Address

27 UNION SQUARE WEST
4TH FLOOR
NEW YORK, NY 10003

Business Telephone Number

646-597-6100

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 limited liability company.

This firm was formed in Delaware on 05/30/2008.

Its fiscal year ends in December.

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
- 0 U.S. states and territories

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

This firm conducts 1 type of business.

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	7



Firm Profile

This firm is classified as a limited liability company.

This firm was formed in Delaware on 05/30/2008.

Its fiscal year ends in December.

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.

CHIMERA SECURITIES, LLC

Doing business as CHIMERA SECURITIES, LLC

CRD# 147566

SEC# 8-67915

Main Office Location

27 UNION SQUARE WEST
4TH FLOOR
NEW YORK, NY 10003

Regulated by FINRA New York Office

Mailing Address

27 UNION SQUARE WEST
4TH FLOOR
NEW YORK, NY 10003

Business Telephone Number

646-597-6100



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): CHIMCAP HOLDINGS LLC

Is this a domestic or foreign entity or an individual? Domestic Entity

Position MEMBER

Position Start Date 05/2008

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): GERSTENBLATT, JARED SCOTT
3080361

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

Position MANAGING PARTNER

Position Start Date 05/2008

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): GRIMALDI, CHRISTOPHER JAYSON
2676681

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

Position CCO / MANAGING PARTNER

Position Start Date 11/2008

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):	PETERS, ROBERT WILLIAM 1704577
Is this a domestic or foreign entity or an individual?	Individual
Position	FINOP
Position Start Date	05/2024
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): GERSTENBLATT, JARED SCOTT

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

Company through which indirect ownership is established CHIMCAP HOLDINGS LLC

Relationship to Direct Owner MEMBER

Relationship Established 05/2008

Percentage of Ownership 25% but less than 50%

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

Is this a public reporting company? No

Legal Name & CRD# (if any): GRIMALDI, CHRISTOPHER JAYSON

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

Company through which indirect ownership is established CHIMCAP HOLDINGS LLC

Relationship to Direct Owner MEMBER

Relationship Established 05/2008

Percentage of Ownership 25% but less than 50%

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

Is this a public reporting company? No

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 0 U.S. states and territories.

Federal Regulator	Status	Date Effective
SEC	Approved	07/02/2008

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	05/28/2024

Firm Operations

Registrations (continued)



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 1 type of business.

Types of Business

Trading securities for own account



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



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

Name: GLOBAL RELAY

Business Address: 220 CAMBIE STREET
2ND FLOOR
VANCOUVER, BC V6B 2M9

Effective Date: 09/01/2019

Description: CHIMERA SECURITIES HAS CONTRACTED GLOBAL RELAY FOR INDEPENDENT 3RD PARTY COMPLIANCE WITH SEC RULE 17A-4 TO MAINTAIN AND RETAIN BOTH IM AND EMAIL FOR THE FIRM. - PRESERVES RECORDS IN A NON-RE-WRITABLE, NON-ERASABLE FORMAT. - VERIFIES AUTOMATICALLY THE QUALITY AND ACCURACY OF THE STORAGE PROCESS - SERIALIZES THE ORIGINAL AND DUPLICATE UNITS OF STORAGE MEDIA, AND TIME-DATE THE INFORMATION PLACED ON THE ESM - HAS THE CAPACITY TO DOWNLOAD INDEXES AND RECORDS TO AN ACCEPTABLE MEDIUM

Name: BOX, INC.

Business Address: 900 JEFFERSON AVE
REDWOOD CITY, CA 94063

Effective Date: 08/01/2017

Description: CHIMERA SECURITIES HAS CONTRACTED BOX, INC. FOR INDEPENDENT 3RD PARTY COMPLIANCE WITH SEC RULE 17A-4. - PRESERVES RECORDS IN A NON-RE-WRITABLE, NON-ERASABLE FORMAT. - VERIFIES AUTOMATICALLY THE QUALITY AND ACCURACY OF THE STORAGE PROCESS - SERIALIZES THE ORIGINAL AND DUPLICATE UNITS OF STORAGE MEDIA, AND TIME-DATE THE INFORMATION PLACED ON THE ESM - HAS THE CAPACITY TO DOWNLOAD INDEXES AND RECORDS TO AN ACCEPTABLE MEDIUM

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

Name: VELOCITY CLEARING, LLC

CRD #: 126588

Business Address: 1301 ROUTE 36
SUITE 109
HAZLET, NJ 07730

Firm Operations



Industry Arrangements (continued)

Effective Date:	09/12/2024
Description:	SOME OF THE APPLICANT'S FUNDS AND/OR SECURITIES ARE HELD AND/OR MAINTAINED BY VELOCITY CLEARING LLC.
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Name:	CLEAR STREET LLC
CRD #:	288933
Business Address:	4 WORLD TRADE CENTER, 150 GREENWICH STREET 45TH FLOOR NEW YORK, NY 10007
Effective Date:	11/30/2022
Description:	SOME OF APPLICANT'S FUNDS AND/OR SECURITIES ARE HELD AND/OR MAINTAINED BY CLEAR STREET.

This firm does not have customer accounts, funds, or securities maintained by a third party.

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.**

BLINK SECURITIES LLC is under common control with the firm.

CRD #:	305361
Business Address:	27 UNION SQUARE WEST 4TH FLOOR NEW YORK, NY 10003
Effective Date:	08/01/2019
Foreign Entity:	No
Country:	
Securities Activities:	Yes
Investment Advisory Activities:	No
Description:	BLINK SECURITIES LLC IS JOINTLY OWNED BY JARED GERSTENBLATT AND CHRIS GRIMALDI. MR. GERSTENBLATT AND MR. GRIMALDI ARE ALSO JOINT OWNERS OF CHIMCHAP HOLDINGS, WHICH OWNS CHIMERA SECURITIES LLC.

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	7	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 7

Reporting Source: Regulator

Current Status: Final



Allegations: WITHOUT ADMITTING OR DENYING THE FINDINGS, THE FIRM CONSENTED TO THE SANCTIONS AND TO THE ENTRY OF FINDINGS THAT IT THE FIRM FAILED TO COMPLY WITH ORDER MARKING REQUIREMENTS.

THE FINDINGS STATED THAT AS A RESULT OF THE FIRM'S FAILURE TO RESET A DEFAULT ONCE IT HAD GAINED THE CAPABILITY TO DIRECTLY ACCESS THE EQUITIES MARKETS, THE FIRM SUBMITTED INACCURATE INFORMATION TO MULTIPLE EQUITY EXCHANGES BY ENTERING "PRINCIPAL" ORDERS AS "AGENCY" ORDERS IN A TOTAL OF MORE THAN 17 MILLION INSTANCES, OF WHICH APPROXIMATELY 1,153,103 WERE SUBMITTED TO THE EXCHANGE.

THE FINDINGS ALSO STATED THAT THE FIRM'S SUPERVISORY SYSTEM AND WRITTEN SUPERVISORY PROCEDURES ("WSPS") DID NOT PROVIDE FOR SUPERVISION REASONABLY DESIGNED TO ENSURE COMPLIANCE WITH CERTAIN APPLICABLE SECURITIES LAWS AND REGULATIONS, THE EXCHANGE RULES, AND FEDERAL RULES AND REGULATIONS, INCLUDING WITH RESPECT TO SUBMISSION OF ACCURATE CAPACITY CODES ON ORDERS SUBMITTED TO THE EXCHANGE. ACCORDINGLY, THE FIRM'S WSPS WERE INADEQUATE BECAUSE THEY FAILED TO ENSURE COMPLIANCE WITH THE REQUIREMENTS FOR TRADE REPORTING OF CAPACITY CODES FOR ORDERS ENTERED INTO THE EXCHANGE.

Initiated By: BATS EDGX EXCHANGE, INC.

Date Initiated: 10/04/2017

Docket/Case Number: 2015044233302

Principal Product Type: Equity Listed (Common & Preferred Stock)

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 11/01/2017

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 \$5,000.00

Other Sanctions Ordered:

Sanction Details: THE FIRM WAS CENSURED AND FINED A TOTAL OF \$45,000, OF WHICH \$5,000 SHALL BE PAID TO EDGX.

Regulator Statement

PURSUANT TO EDGX RULE 8.8, THE DECISION IN THIS MATTER IS FINAL 20 BUSINESS DAYS AFTER THE ISSUANCE OF THE DECISION. THEREFORE, THIS AWC BECAME FINAL NOVEMBER 1, 2017.

IN DETERMINING TO RESOLVE THIS MATTER ON THE BASIS SET FORTH HEREIN, THE EXCHANGE TOOK INTO CONSIDERATION THAT THE FIRM WAS IN THE PROCESS OF DETECTING AND REVIEWING THE SUBJECT ACTIVITY WHEN THE STAFF BEGAN REVIEWING THE SPECIFIC ACTIVITY, AND THEREAFTER THE FIRM PROMPTLY ENHANCED ITS SYSTEMS AND SUPERVISORY PROCEDURES TO ENSURE CORRECT MARKING OF ITS PROPRIETARY ORDERS SENT TO THE EXCHANGE. ALSO, ACCEPTANCE OF THIS OFFER OF SETTLEMENT IS CONDITIONED UPON ACCEPTANCE OF SIMILAR SETTLEMENT AGREEMENTS IN RELATED MATTERS BETWEEN THE FIRM AND TWO OTHER SELF-REGULATORY ORGANIZATIONS.

Reporting Source: Firm

Current Status: Final

Allegations: DURING THE PERIOD FROM JUNE 2014 TO FEBRUARY 2016 THE FIRM FAILED TO INPUT THE CORRECT CAPACITY WITH RESPECT TO ORDERS ENTERED INTO BATS EDGX EXCHANGE AS AGENCY ORDERS WHEN THEY SHOULD HAVE BEEN MARKED AS PRINCIPAL IN VIOLATION OF EDGX RULE 11.5 AND 5.1. EDGX TOOK INTO CONSIDERATION THE FIRM WAS IN THE PROCESS OF DETECTING AND REVIEWING CAPACITY ACTIVITY AND PROMPTLY ENHANCED ITS SYSTEMS AND SUPERVISION. EDGX ALSO NOTED THE INACCURACIES IMPACTED CERTAIN CROSS-MARKET SURVEILLANCES, BUT THERE WAS NO IDENTIFIED MARKET IMPACT OR HARM TO MARKET PARTICIPANTS.

Initiated By: BATS EDGX EXCHANGE, INC.

Date Initiated: 04/04/2017

Docket/Case Number: 20150442333-02

Principal Product Type: Equity Listed (Common & Preferred Stock)

Other Product Type(s): OPTIONS



Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	FINE
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	10/04/2017
Sanctions Ordered:	Censure Monetary/Fine \$5,000.00
Other Sanctions Ordered:	
Sanction Details:	THE FIRM ACCEPTED AND CONSENTED, WITHOUT ADMITTING OR DENYING THE FINDINGS, TO BE CENSURED AND A MONETARY FINE IN THE AMOUNT OF \$45,000, OF WHICH \$5,000 SHALL BE PAID TO EDGX. THE SETTLEMENT WAS CONDITIONED UPON ACCEPTANCE OF SIMILAR SETTLEMENT AGREEMENTS WITH NYSE-ARCA, AND NASDAQ. PAID ON 10/5/2017
Firm Statement	THE MATTER IS CLOSED WITH AWC.

Disclosure 2 of 7

Reporting Source:	Regulator
Current Status:	Final
Allegations:	<p>WITHOUT ADMITTING OR DENYING THE FINDINGS, THE FIRM CONSENTED TO THE SANCTIONS AND TO THE ENTRY OF FINDINGS THAT IT THE FIRM FAILED TO COMPLY WITH ORDER MARKING REQUIREMENTS.</p> <p>THE FINDINGS STATED THAT AS A RESULT OF THE FIRM'S FAILURE TO RESET A DEFAULT ONCE IT HAD GAINED THE CAPABILITY TO DIRECTLY ACCESS THE EQUITIES MARKETS, THE FIRM SUBMITTED INACCURATE INFORMATION TO MULTIPLE EQUITY EXCHANGES BY ENTERING "PRINCIPAL" ORDERS AS "AGENCY" ORDERS IN A TOTAL OF MORE THAN 17 MILLION INSTANCES, OF WHICH APPROXIMATELY 11,987,645 WERE SUBMITTED TO THE EXCHANGE.</p> <p>THE FINDINGS ALSO STATED THAT THE FIRM'S SUPERVISORY SYSTEM AND WRITTEN SUPERVISORY PROCEDURES ("WSPS") DID NOT PROVIDE FOR SUPERVISION REASONABLY DESIGNED TO ENSURE COMPLIANCE WITH CERTAIN APPLICABLE SECURITIES LAWS AND REGULATIONS, THE EXCHANGE RULES, AND FEDERAL RULES AND REGULATIONS, INCLUDING WITH RESPECT TO SUBMISSION OF ACCURATE CAPACITY CODES ON ORDERS SUBMITTED TO THE EXCHANGE. ACCORDINGLY, THE FIRM'S</p>



WSPS WERE INADEQUATE BECAUSE THEY FAILED TO ENSURE COMPLIANCE WITH THE REQUIREMENTS FOR TRADE REPORTING OF CAPACITY CODES FOR ORDERS ENTERED INTO THE EXCHANGE.

Initiated By: NASDAQ STOCK MARKET

Date Initiated: 10/04/2017

Docket/Case Number: 2015044233303

Principal Product Type: Equity Listed (Common & Preferred Stock)

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 10/04/2017

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 \$27,500.00

Other Sanctions Ordered:

Sanction Details: THE FIRM WAS CENSURED AND FINED A TOTAL OF \$45,000, OF WHICH \$27,500 SHALL BE PAID TO THE EXCHANGE.

Regulator Statement IN DETERMINING TO RESOLVE THIS MATTER ON THE BASIS SET FORTH HEREIN, THE EXCHANGE TOOK INTO CONSIDERATION THAT THE FIRM WAS IN THE PROCESS OF DETECTING AND REVIEWING THE SUBJECT ACTIVITY WHEN THE STAFF BEGAN REVIEWING THE SPECIFIC ACTIVITY, AND THEREAFTER THE FIRM PROMPTLY ENHANCED ITS SYSTEMS AND SUPERVISORY PROCEDURES TO ENSURE CORRECT MARKING OF ITS PROPRIETARY ORDERS SENT TO THE EXCHANGE MARKETPLACE. ALSO, ACCEPTANCE OF THIS OFFER OF SETTLEMENT IS CONDITIONED UPON ACCEPTANCE OF SIMILAR SETTLEMENT AGREEMENTS IN RELATED MATTERS BETWEEN THE FIRM AND TWO OTHER SELF-REGULATORY ORGANIZATIONS.



Reporting Source:	Firm
Current Status:	Final
Allegations:	DURING THE PERIOD FROM JUNE 2014 TO FEBRUARY 2016 THE FIRM FAILED TO INPUT THE CORRECT CAPACITY WITH RESPECT TO ORDERS ENTERED INTO NASDAQ STOCK MARKET AS AGENCY ORDERS WHEN THEY SHOULD HAVE BEEN MARKED AS PRINCIPAL IN VIOLATION OF NASDAQ RULES 4611(A)(6), 3010 AND 2010A. NASDAQ EXCHANGE TOOK INTO CONSIDERATION THE FIRM WAS IN THE PROCESS OF DETECTING AND REVIEWING CAPACITY ACTIVITY AND PROMPTLY ENHANCED ITS SYSTEMS AND SUPERVISION. NYSE ARCA ALSO NOTED THE INACCURACIES IMPACTED CERTAIN CROSS-MARKET SURVEILLANCES, BUT THERE WAS NO IDENTIFIED MARKET IMPACT OR HARM TO MARKET PARTICIPANTS.
Initiated By:	THE NASDAQ STOCK MARKET LLC
Date Initiated:	04/04/2017
Docket/Case Number:	20150442333-03
Principal Product Type:	Equity Listed (Common & Preferred Stock)
Other Product Type(s):	OPTIONS
Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	FINE
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	10/04/2017
Sanctions Ordered:	Censure Monetary/Fine \$27,500.00
Other Sanctions Ordered:	
Sanction Details:	THE FIRM ACCEPTED AND CONSENTED, WITHOUT ADMITTING OR DENYING THE FINDINGS, TO BE CENSURED AND A MONETARY FINE IN THE AMOUNT OF \$45,000, OF WHICH \$27,500 SHALL BE PAID TO NASDAQ. THE SETTLEMENT WAS CONDITIONED UPON ACCEPTANCE OF SIMILAR SETTLEMENT AGREEMENTS WITH EDGX AND NYSE-ARCA. PAID 10/5/2017.
Firm Statement	THE MATTER IS CLOSED WITH AWC.



Reporting Source: Regulator

Current Status: Final

Allegations: THE FIRM ENTERED INTO AN OFFER OF SETTLEMENT AND CONSENT FOR THE SOLE PURPOSE OF SETTLING THIS DISCIPLINARY PROCEEDING, WITHOUT ADJUDICATION OF ANY ISSUES OF LAW OR FACT, AND WITHOUT ADMITTING OR DENYING ANY ALLEGATIONS OR FINDINGS REFERRED TO IN THE OFFER OF SETTLEMENT.

THE HEARING OFFICER ACCEPTS THE OFFER OF SETTLEMENT AND CONSENT AND ISSUES THIS DECISION.

WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, THE FIRM CONSENTED TO THE SANCTIONS AND TO THE ENTRY OF FINDINGS THAT IT THE FIRM FAILED TO COMPLY WITH ORDER MARKING REQUIREMENTS.

THE FINDINGS STATED THAT AS A RESULT OF THE FIRM'S FAILURE TO RESET A DEFAULT ONCE IT HAD GAINED THE CAPABILITY TO DIRECTLY ACCESS THE EQUITIES MARKETS, THE FIRM SUBMITTED INACCURATE INFORMATION TO MULTIPLE EQUITY EXCHANGES BY ENTERING "PRINCIPAL" ORDERS AS "AGENCY" ORDERS IN A TOTAL OF MORE THAN 17 MILLION INSTANCES, OF WHICH APPROXIMATELY 3,596,850 WERE SUBMITTED TO THE EXCHANGE.

THE FINDINGS ALSO STATED THAT THE FIRM'S SUPERVISORY SYSTEM AND WRITTEN SUPERVISORY PROCEDURES ("WSPS") DID NOT PROVIDE FOR SUPERVISION REASONABLY DESIGNED TO ENSURE COMPLIANCE WITH CERTAIN APPLICABLE SECURITIES LAWS AND REGULATIONS, THE EXCHANGE RULES, AND FEDERAL RULES AND REGULATIONS, INCLUDING WITH RESPECT TO SUBMISSION OF ACCURATE CAPACITY CODES ON ORDERS SUBMITTED TO THE EXCHANGE. ACCORDINGLY, THE FIRM'S WSPS WERE INADEQUATE BECAUSE THEY FAILED TO ENSURE COMPLIANCE WITH THE REQUIREMENTS FOR TRADE REPORTING OF CAPACITY CODES FOR ORDERS ENTERED INTO THE EXCHANGE.

Initiated By: NYSE ARCA, INC.

Date Initiated: 10/04/2017

Docket/Case Number: 2015044233301

Principal Product Type: Equity Listed (Common & Preferred Stock)

Other Product Type(s):

Principal Sanction(s)/Relief Sought:


Other Sanction(s)/Relief Sought:

Resolution: Decision & Order of Offer of Settlement

Resolution Date: 10/04/2017

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:

Sanction Details: THE FIRM WAS CENSURED AND FINED \$12,500.

Regulator Statement UNDER THE OFFER OF SETTLEMENT AND CONSENT, THE FIRM AGREED TO PAY A TOTAL FINE OF \$45,000, OF WHICH \$12,500 SHALL BE PAID TO NYSE ARCA, INC. AND THE REMAINING AMOUNT SHALL BE PAID TO TWO OTHER SROS.
THE FIRM VIOLATED NYSE ARCA EQUITIES RULE 7.33, BY FAILING TO POPULATE APPROXIMATELY 3,596,850 ORDERS WITH THE CORRECT CAPACITY CODE, AND NYSE ARCA EQUITIES RULE 6.18, BY FAILING TO REASONABLY SUPERVISE ORDERS REGARDING THE USAGE OF THE CORRECT CAPACITY CODE.

Reporting Source: Firm

Current Status: Final

Allegations: DURING THE PERIOD FROM JUNE 2014 TO FEBRUARY 2016 THE FIRM FAILED TO INPUT THE CORRECT CAPACITY WITH RESPECT TO ORDERS ENTERED INTO NYSE ARCA EXCHANGE AS AGENCY ORDERS WHEN THEY SHOULD HAVE BEEN MARKED AS PRINCIPAL IN VIOLATION OF NYSE ARCA EQUITIES RULE 7.33 AND 6.18. NYSE ARCA EXCHANGE TOOK INTO CONSIDERATION THE FIRM WAS IN THE PROCESS OF DETECTING AND REVIEWING CAPACITY ACTIVITY AND PROMPTLY ENHANCED ITS SYSTEMS AND SUPERVISION. NYSE ARCA ALSO NOTED THE INACCURACIES IMPACTED CERTAIN CROSS-MARKET SURVEILLANCES, BUT THERE WAS NO IDENTIFIED MARKET IMPACT OR HARM TO MARKET PARTICIPANTS.

Initiated By: NYSE ARCA, INC.

Date Initiated: 04/04/2017



Docket/Case Number:	20150442333
Principal Product Type:	Equity Listed (Common & Preferred Stock)
Other Product Type(s):	OPTIONS
Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	FINE
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	10/04/2017
Sanctions Ordered:	Censure Monetary/Fine \$12,500.00
Other Sanctions Ordered:	
Sanction Details:	THE FIRM ACCEPTED AND CONSENTED, WITHOUT ADMITTING OR DENYING THE FINDINGS, TO BE CENSURED AND A MONETARY FINE IN THE AMOUNT OF \$45,000, OF WHICH \$12,500 SHALL BE PAID TO NYSE ARCA EXCHANGE. THE SETTLEMENT WAS CONDITIONED UPON ACCEPTANCE OF SIMILAR SETTLEMENT AGREEMENTS WITH EDGX AND NASDAQ. PAID FINE 10/5/2017
Firm Statement	THE MATTER IS CLOSED WITH AWC.

Disclosure 4 of 7

Reporting Source:	Regulator
Current Status:	Final
Allegations:	CHIMERA SECURITIES, LLC ("CHIMERA"), AN EXCHANGE TPH ORGANIZATION, WAS CENSURED AND FINED \$10,000 FOR THE FOLLOWING CONDUCT. CHIMERA FAILED TO PROPERLY CLOSE OUT ITS FAILURE-TO-DELIVER POSITION OF 1,513 SHARES IN LATAM AIRLINES GROUP SA ("LFL") WHEN IT PURCHASED 1,600 SHARES TO CLOSE OUT ITS POSITION, BUT THEN WROTE 16 DEEP-IN-THE-MONEY CALLS THAT WERE SUBSEQUENTLY ASSIGNED TO CHIMERA, THEREBY REESTABLISHING ITS SHORT POSITION IN VIOLATION OF ITS CLOSE-OUT OBLIGATION UNDER REGULATION SHO, RULE 204. (EXCHANGE RULE 4.2 - ADHERENCE TO LAW AND REGULATION SHO OF THE EXCHANGE ACT AND RULE 204 - CLOSE-OUT REQUIREMENT, THEREUNDER)
Initiated By:	CHICAGO BOARD OPTIONS EXCHANGE
Date Initiated:	05/26/2015



Docket/Case Number: 15-0057/ 20150453200

Principal Product Type: Options

Other Product Type(s):

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

Other Sanction(s)/Relief Sought:

Resolution: Consent

Resolution Date: 07/16/2015

Sanctions Ordered: Censure
Monetary/Fine \$10,000.00

Other Sanctions Ordered:

Sanction Details: A \$10,000 FINE AND A CENSURE.

Reporting Source: Firm

Current Status: Final

Allegations: ON OR ABOUT AUGUST 15, 2012, CHIMERA FAILED TO PROPERLY CLOSE OUT ITS FAILURE-TO-DELIVER POSITION OF 1,513 SHARES IN LATAM AIRLINES GROUP SA ("LFL") WHEN IT PURCHASED 1,600 SHARES TO CLOSEOUT ITS POSITION, BUT THEN WROTE 16 DEEP-IN-THE-MONEY CALLS THAT WERE SUBSEQUENTLY ASSIGNED TO CHIMERA, THEREBY REESTABLISHING ITS SHORT POSITION IN VIOLATION OF ITS CLOSE-OUT OBLIGATION UNDER REGULATION SHO, RULE 204.

Initiated By: CHICAGO BOARD OF OPTIONS EXCHANGE

Date Initiated: 05/26/2015

Docket/Case Number: STAR NO. 20150453200

Principal Product Type: Equity Listed (Common & Preferred Stock)

Other Product Type(s):

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

Other Sanction(s)/Relief Sought: CENSURE

Resolution: Acceptance, Waiver & Consent(AWC)



Resolution Date:	08/05/2015
Sanctions Ordered:	Censure Monetary/Fine \$10,000.00
Other Sanctions Ordered:	
Sanction Details:	CHECK SENT TO CBOE FOR \$10,000 ON 08/05/2015
Firm Statement	FIRM AGREED TO AN AWC TO CLOSE THE OPEN ITEM. CHIMERA CONSENTS TO 1 VIOLATION OF REGULATION SHO, RULE 204 AND EXCHANGE RULE 4.2 IN CONNECTION TO ONE OF CHIMERA'S REGISTERED TRADERS CLOSING OUT A BUY IN FOR LFL IN A TIMELY MANNER AND THEN, ON THE SAME DAY, THE TRADER WROTE A 16 CONTRACT CALL PLACED DEEP IN THE MONEY WHICH RESULTED IN AN ASSIGNMENT THAT NIGHT OF THE ORIGINAL SHORT POSITION. THE REESTABLISHING OF THE POSITION VIOLATED THE CLOSE-OUT OBLIGATION OF REG SHO 204.

Disclosure 5 of 7

Reporting Source:	Regulator
Current Status:	Final
Allegations:	CHIMERA SECURITIES, LLC, ("CHIMERA"), A CBSX TRADING PERMIT HOLDER, WAS CENSURED AND FINED \$5,000 FOR THE FOLLOWING CONDUCT. IN OR ABOUT AUGUST 2012, CHIMERA FAILED TO OBTAIN AND REVIEW 18 OF 164 PERSONAL BROKERAGE ACCOUNT STATEMENTS. (EXCHANGE RULES 4.2 - ADHERENCE TO LAW, 4.18 - PREVENTION OF THE MISUSE OF MATERIAL, NONPUBLIC INFORMATION AND 15.1 - MAINTENANCE, RETENTION AND FURNISHING OF BOOKS, RECORDS AND OTHER INFORMATION; SECTION 15(G) OF THE SECURITIES AND EXCHANGE ACT OF 1934, AS AMENDED (THE "ACT"); AND SECTION 17(A) OF THE ACT AND RULES 17A-3 - RECORDS TO BE MADE BY CERTAIN EXCHANGE MEMBERS, BROKERS AND DEALERS AND 17A-4 - RECORDS TO BE PRESERVED BY CERTAIN EXCHANGE MEMBERS, BROKERS AND DEALERS THEREUNDER)
Initiated By:	CHICAGO BOARD OPTIONS EXCHANGE
Date Initiated:	08/16/2013
Docket/Case Number:	13-0043
Principal Product Type:	Options
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: 10/16/2013

Sanctions Ordered: Censure
Monetary/Fine \$5,000.00

Other Sanctions Ordered:

Sanction Details: A \$5,000 FINE AND A CENSURE

Reporting Source: Firm

Current Status: Final

Allegations: CBOE CONDUCTED A ROUTINE AUDIT OF CHIMERA AND IS CLAIMING CHIMERA FAILED TO OBTAIN AND REVIEW 18 OF 164 PERSONAL BROKERAGE STATEMENTS. VIOLATION OF EXCHANGE RULES 4.2,4.18 - 15.1, 15(G), AND 17(A) OF THE ACT. RULES 17A-3 AND 17A-4.

Initiated By: CHICAGO BOARD OPTIONS EXCHANGE

Date Initiated: 08/16/2013

Docket/Case Number: 13-0043

Principal Product Type: Equity - OTC

Other Product Type(s): EQUITY LISTED
OPTIONS

Principal Sanction(s)/Relief Sought: Censure

Other Sanction(s)/Relief Sought: MONETARY FINE

Resolution: Decision & Order of Offer of Settlement

Resolution Date: 10/16/2013

Sanctions Ordered: Censure
Monetary/Fine \$5,000.00

Other Sanctions Ordered:



Sanction Details:	\$5,000 FINE PAID ON SEPTEMBER 17TH 2013 BY CHECK.
Firm Statement	CHIMERA NEITHER ADMITTED OR DENIED THE VIOLATIONS IN THE STATEMENT OF CHARGES. THE CHARGES STATE CHIMERA FAILED TO OBTAIN AND REVIEW 18 OF 164 PERSONAL ACCOUNT STATEMENTS.

Disclosure 6 of 7

Reporting Source:	Regulator
Current Status:	Final
Allegations:	CHIMERA SECURITIES, LLC ("CHIMERA"), AN EXCHANGE TRADING PERMIT HOLDER, WAS CENSURED AND FINED \$2,500 FOR THE FOLLOWING CONDUCT. CHIMERA FAILED TO DESIGNATE A CHIEF COMPLIANCE OFFICER ON SCHEDULE A OF FORM BD IN A TIMELY MANNER. (CBOE RULES 3.6A AND 15.1)
Initiated By:	CHICAGO BOARD OPTIONS EXCHANGE
Date Initiated:	09/10/2012
Docket/Case Number:	12-0048
Principal Product Type:	Options
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Civil and Administrative Penalt(ies) /Fine(s)
Other Sanction(s)/Relief Sought:	
Resolution:	Consent
Resolution Date:	09/24/2012
Sanctions Ordered:	Censure Monetary/Fine \$2,500.00
Other Sanctions Ordered:	
Sanction Details:	A \$2,500 FINE AND A CENSURE.

Reporting Source:	Firm
Current Status:	Final
Allegations:	CHIMERA SECURITIES LLC, AN EXCHANGE TRADING PERMIT HOLDER, WAS CENSURED AND FINED \$2,500 FOR THE FOLLOWING CONDUCT:



CHIMERA FAILED TO DESIGNATE A CHIEF COMPLIANCE OFFICER ON SCHEDULE A OF FORM BD IN A TIMELY MANNER. (CBOE RULES 3.6A AND 15.1)

Initiated By: CHICAGO BOARD OPTIONS EXCHANGE

Date Initiated: 09/10/2012

Docket/Case Number: 12-0048

Principal Product Type: Options

Other Product Type(s):

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

Other Sanction(s)/Relief Sought:

Resolution: Consent

Resolution Date: 09/24/2012

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

Other Sanctions Ordered:

Sanction Details: A \$2,500 FINE AND A CENSURE.

Disclosure 7 of 7

Reporting Source: Regulator

Current Status: Final

Allegations: CHIMERA SECURITIES, L.L.C. ("CHIMERA"), A CBOE STOCK EXCHANGE ("CBSX") PERMIT HOLDER, WAS CENSURED AND FINED \$20,000 FOR THE FOLLOWING CONDUCT. CHIMERA FAILED TO PERFORM A LOCATE FOR 235 OF 553 IMPROPERLY MARKED SELL SHORT ORDERS, OR APPROXIMATELY 42%. ADDITIONALLY, CHIMERA FAILED TO ADEQUATELY SUPERVISE ITS ASSOCIATED PERSONS' USE OF E-MAIL BY FAILING TO ESTABLISH PROCEDURES ENSURING THAT ALL BUSINESS RELATED E-MAILS WERE CAPTURED AND MAINTAINED IN A WORM FORMAT. (CBOE RULES 4.2 - ADHERENCE TO LAW AND 15.1 - MAINTENANCE, RETENTION AND FURNISHING OF BOOKS, RECORDS AND OTHER INFORMATION; AND REGULATION SHO OF THE SECURITIES AND EXCHANGE ACT OF 1934, AS AMENDED (THE "ACT") AND RULE 203(B) - SHORT SALES THEREUNDER, AND SECTION 17(A) OF THE ACT AND RULES 17A-3 - RECORDS TO BE MADE BY CERTAIN EXCHANGE MEMBERS, BROKERS AND DEALERS AND



17A-4 - RECORDS TO BE PRESERVED CERTAIN EXCHANGE MEMBERS,
BROKERS AND DEALERS THEREUNDER)

Initiated By: CHICAGO BOARD OPTIONS EXCHANGE

Date Initiated: 02/11/2011

Docket/Case Number: 11-0005

Principal Product Type: Options

Other Product Type(s):

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

Other Sanction(s)/Relief Sought:

Resolution: Decision

Resolution Date: 02/28/2011

Sanctions Ordered: Censure
Monetary/Fine \$20,000.00

Other Sanctions Ordered:

Sanction Details: A \$20,000 FINE AND A CENSURE.

Reporting Source: Firm

Current Status: Final

Allegations: CHIMERA SECURITIES, L.L.C. ("CHIMERA"), A CBOE STOCK EXCHANGE ("CBSX") PERMIT HOLDER, WAS CENSURED AND FINED \$20,000 FOR THE FOLLOWING CONDUCT. CHIMERA FAILED TO PERFORM A LOCATE FOR 235 OF 553 IMPROPERLY MARKED SELL SHORT ORDERS, OR APPROXIMATELY 42%. ADDITIONALLY, CHIMERA FAILED TO ADEQUATELY SUPERVISE ITS ASSOCIATED PERSONS' USE OF E-MAIL BY FAILING TO ESTABLISH PROCEDURES ENSURING THAT ALL BUSINESS RELATED E-MAILS WERE CAPTURED AND MAINTAINED IN A WORM FORMAT. (CBOE RULES 4.2 - ADHERENCE TO LAW AND 15.1 - MAINTENANCE, RETENTION AND FURNISHING OF BOOKS, RECORDS AND OTHER INFORMATION; AND REGULATION SHO OF THE SECURITIES AND EXCHANGE ACT OF 1934, AS AMENDED (THE "ACT") AND RULE 203(B) - SHORT SALES THEREUNDER, AND SECTION 17(A) OF THE ACT AND RULES 17A-3 - RECORDS TO BE MADE BY CERTAIN EXCHANGE MEMBERS, BROKERS AND DEALERS AND 17A-4 - RECORDS TO BE PRESERVED CERTAIN EXCHANGE MEMBERS, BROKERS AND DEALERS THEREUNDER)



Initiated By:	CBOE
Date Initiated:	02/11/2011
Docket/Case Number:	11-0005
Principal Product Type:	Options
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Civil and Administrative Penalt(ies) /Fine(s)
Other Sanction(s)/Relief Sought:	
Resolution:	Decision
Resolution Date:	02/28/2011
Sanctions Ordered:	Censure Monetary/Fine \$20,000.00
Other Sanctions Ordered:	
Sanction Details:	A \$20,000 FINE AND A CENSURE.

End of Report



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