

BrokerCheck Report

MOODY SECURITIES, LLC

CRD# 148771

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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.



MOODY SECURITIES, LLC

CRD# 148771

SEC# 8-68069

Main Office Location

9655 KATY FREEWAY
SUITE 600
HOUSTON, TX 77024
Regulated by FINRA Dallas Office

Mailing Address

9655 KATY FREEWAY
SUITE 600
HOUSTON, TX 77024

Business Telephone Number

713-977-7500

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 09/21/2007.
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
- 53 U.S. states and territories

Is this brokerage firm currently suspended with any regulator? No

This firm conducts 3 types of businesses.

This firm is not affiliated with any 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



Firm Profile

This firm is classified as a limited liability company.

This firm was formed in Delaware on 09/21/2007.

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.

MOODY SECURITIES, LLC

Doing business as MOODY SECURITIES, LLC

CRD# 148771

SEC# 8-68069

Main Office Location

9655 KATY FREEWAY
SUITE 600
HOUSTON, TX 77024

Regulated by FINRA Dallas Office

Mailing Address

9655 KATY FREEWAY
SUITE 600
HOUSTON, TX 77024

Business Telephone Number

713-977-7500



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): MOODY NATIONAL SM, LLC

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

Position SOLE MEMBER

Position Start Date 09/2007

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): ENGEL, ROBERT WILLIAM

4804666

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

Position FINOP/CFO/PRINCIPAL/TREASURER

Position Start Date 09/2007

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): MCGINNIS, STEFANIE SADKA

5462592

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

Position PRESIDENT/CCO

Position Start Date 10/2021

Firm Profile



Direct Owners and Executive Officers (continued)

Percentage of Ownership	Less than 5%
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Does this owner direct the management or policies of the firm?	Yes
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Is this a public reporting company?	No
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Firm Profile

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



Indirect Owners

Legal Name & CRD# (if any):	MOODY, BRETT CARTER 5615389
Is this a domestic or foreign entity or an individual?	Individual
Company through which indirect ownership is established	MOODY NATIONAL SM, LLC
Relationship to Direct Owner	SOLE MEMBER
Relationship Established	09/2007
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

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 53 U.S. states and territories.

Federal Regulator	Status	Date Effective
SEC	Approved	01/08/2009

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	01/08/2009



Firm Operations

Registrations (continued)

U.S. States & Territories	Status	Date Effective
Alabama	Approved	02/20/2009
Alaska	Approved	02/05/2009
Arizona	Approved	04/01/2009
Arkansas	Approved	02/05/2009
California	Approved	01/08/2009
Colorado	Approved	03/12/2009
Connecticut	Approved	02/24/2009
Delaware	Approved	02/20/2009
District of Columbia	Approved	02/27/2009
Florida	Approved	11/13/2009
Georgia	Approved	02/17/2009
Hawaii	Approved	05/04/2009
Idaho	Approved	02/04/2009
Illinois	Approved	02/13/2009
Indiana	Approved	02/12/2009
Iowa	Approved	02/13/2009
Kansas	Approved	02/24/2009
Kentucky	Approved	02/23/2009
Louisiana	Approved	02/17/2009
Maine	Approved	04/14/2009
Maryland	Approved	02/10/2009
Massachusetts	Approved	02/09/2009
Michigan	Approved	03/11/2009
Minnesota	Approved	02/03/2009
Mississippi	Approved	02/06/2009
Missouri	Approved	02/13/2009
Montana	Approved	02/05/2009
Nebraska	Approved	02/18/2009
Nevada	Approved	02/04/2009
New Hampshire	Approved	09/23/2009
New Jersey	Approved	02/26/2009
New Mexico	Approved	02/11/2009
New York	Approved	02/09/2009

U.S. States & Territories	Status	Date Effective
North Carolina	Approved	03/02/2009
North Dakota	Approved	02/10/2009
Ohio	Approved	02/11/2009
Oklahoma	Approved	02/17/2009
Oregon	Approved	03/30/2009
Pennsylvania	Approved	02/09/2009
Puerto Rico	Approved	03/05/2009
Rhode Island	Approved	02/13/2009
South Carolina	Approved	02/09/2009
South Dakota	Approved	02/04/2009
Tennessee	Approved	05/14/2009
Texas	Approved	01/09/2009
Utah	Approved	02/05/2009
Vermont	Approved	03/04/2009
Virgin Islands	Approved	02/10/2009
Virginia	Approved	02/04/2009
Washington	Approved	02/03/2009
West Virginia	Approved	02/19/2009
Wisconsin	Approved	02/18/2009
Wyoming	Approved	02/05/2009



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 3 types of businesses.

Types of Business

Broker or dealer selling tax shelters or limited partnerships in primary distributions

Private placements of securities

Other - APPLICANT INTENDS TO ENGAGE IN THE DISTRIBUTION OF REAL ESTATE DEBT AND EQUITY SECURITIES OF CORPORATIONS AND OTHER ENTITIES, THROUGH THE PLACEMENT OF SECURITIES ON A BEST EFFORTS BASIS TO QUALIFIED INVESTORS AND INSTITUTIONS. APPLICANT MAY EFFECT TRANSACTIONS IN TRADITIONAL MERGERS AND ACQUISITIONS ACTIVITIES ACQUISITIONS ACTIVITIES ASSOCIATED WITH THE SAME.

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



This firm does not have books or records maintained by a third party.

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

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 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	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



Allegations:	WITHOUT ADMITTING OR DENYING THE FINDINGS, THE FIRM CONSENTED TO THE SANCTIONS AND TO THE ENTRY OF FINDINGS THAT IT ACTED AS THE WHOLESALING DEALER-MANAGER FOR THE OFFERING OF INTERESTS BY MOODY NATIONAL REIT I (THE MOODY REIT), ITS AFFILIATED REAL ESTATE INVESTMENT TRUST (REIT), AND IN CONNECTION WITH THIS OFFERING VIOLATED FINRA RULES GOVERNING UNDERWRITING COMPENSATION WHEN THE UNDERWRITING COMPENSATION EXCEEDED 10 PERCENT OF THE GROSS PROCEEDS OF THE OFFERING. THE FINDINGS STATED THAT THE FIRM'S WRITTEN SUPERVISORY PROCEDURES (WSPS) WERE INADEQUATE IN THAT THEY FAILED TO PROVIDE GUIDELINES TO MONITOR ORGANIZATION AND OFFERING EXPENSES OR UNDERWRITING COMPENSATION AS AN OFFERING PROGRESSED AND REMAINED OPEN. SPECIFICALLY, THE WSPS FAILED TO PROVIDE GUIDANCE ON REVIEWING AND REFORMING EXPENSES AND COMPENSATION THAT WOULD POTENTIALLY EXCEED ESTABLISHED EXPENSE LIMITS.
Initiated By:	FINRA
Date Initiated:	03/27/2015
Docket/Case Number:	2012032734401
Principal Product Type:	Other
Other Product Type(s):	PUBLIC OFFERING SECURITIES
Principal Sanction(s)/Relief Sought:	Other
Other Sanction(s)/Relief Sought:	N/A
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	03/27/2015
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
Other Sanctions Ordered:	THE FIRM WAS ORDERED TO MAKE A CONTRIBUTION TO THE MOODY REAL ESTATE INVESTMENT TRUST (REIT) IN THE AMOUNT OF \$350,000.
Sanction Details:	THE FIRM WAS CENSURED, AND ORDERED TO MAKE A CONTRIBUTION TO THE MOODY REIT IN THE AMOUNT OF \$350,000 TO BE DISTRIBUTED TO



THE INVESTORS IN THE MOODY REIT OFFERING. IN LIGHT OF THE FIRM'S FINANCIAL STATUS, NO MONETARY SANCTIONS HAVE BEEN IMPOSED.

Reporting Source:	Firm
Current Status:	Final
Allegations:	WITHOUT ADMITTING OR DENYING THE FINDINGS, THE FIRM CONSENTED TO THE SANCTIONS AND TO THE ENTRY OF FINDINGS THAT IT ACTED AS THE WHOLESALING DEALER-MANAGER FOR THE OFFERING OF INTERESTS BY MOODY NATIONAL REIT I (THE MOODY REIT), ITS AFFILIATED REAL ESTATE INVESTMENT TRUST (REIT), AND IN CONNECTION WITH THIS OFFERING VIOLATED FINRA RULES GOVERNING UNDERWRITING COMPENSATION WHEN THE UNDERWRITING COMPENSATION EXCEEDED 10 PERCENT OF THE GROSS PROCEEDS OF THE OFFERING. THE FINDING STATED THAT THE FIRM'S WRITTEN SUPERVISORY PROCEDURES (WSPS) WERE INADEQUATE IN THAT THEY FAILED TO PROVIDE GUIDELINES TO MONITOR ORGANIZATION AND OFFERING EXPENSES OR UNDERWRITING COMPENSATION AS AN OFFERING PROGRESSED AND REMAINED OPEN. SPECIFICALLY, THE WSPS FAILED TO PROVIDE GUIDANCE ON REVIEWING AND REFORMING EXPENSES AND COMPENSATION THAT WOULD POTENTIALLY EXCEED ESTABLISHED EXPENSE LIMITS.
Initiated By:	FINRA
Date Initiated:	03/27/2015
Docket/Case Number:	2012032734401
Principal Product Type:	Other
Other Product Type(s):	PUBLIC OFFERING SECURITIES
Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	03/27/2015
Sanctions Ordered:	Censure
Other Sanctions Ordered:	
Sanction Details:	THE FIRM WAS CENSURED, AND ORDERED TO PAY \$350,000 CONTRIBUTION TO THE MOODY REAL ESTATE INVESTMENT TRUST



(REIT) TO BE DISTRIBUTED TO THE INVESTORS IN THE MOODY REIT OFFERING.

End of Report



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