



BrokerCheck Report

HOMESTEAD SECURITIES, INC.

CRD# 15162

Report # 556200 generated on Thursday, June 28, 2007.

Dear Investor:

FINRA has generated the following BrokerCheck report for **HOMESTEAD SECURITIES, INC.**. The information contained within this report has been provided by a FINRA brokerage firm(s) and securities regulators as part of the securities industry's registration and licensing process and represents the most current information reported to the Central Registration Depository (CRD®).

FINRA regulates the securities markets for the ultimate benefit and protection of the investor. FINRA believes the general public should have access to information that will help them determine whether to conduct, or continue to conduct, business with a FINRA member. To that end, FINRA has adopted a public disclosure policy to make certain types of information available to you. Examples of information FINRA provides include: regulatory actions, investment-related civil suits, customer disputes that contain allegations of sales practice violations against brokers, all felony charges and convictions, misdemeanor charges and convictions relating to securities violations, and financial events such as bankruptcies, compromises with creditors, judgments, and liens.

When evaluating this report, please keep in mind that it may include items that involve pending actions or allegations that may be contested and have not been resolved or proven. Such items may, in the end, be withdrawn or dismissed, or resolved in favor of the individual broker, or concluded through a negotiated settlement with no admission or finding of wrongdoing.

The information in this report is not the only resource you should consult. FINRA recommends that you learn as much as possible about the individual broker or firm from other sources, such as professional references, local consumer and investment groups, or friends and family members who already have established investment business relationships.

FINRA BrokerCheck is governed by federal law, Securities and Exchange Commission (SEC) regulations and FINRA rules approved by the SEC. State disclosure programs are governed by state law, and may provide additional information on brokers licensed by the state. Therefore, you should also consider requesting information from your state securities regulator. Refer to www.nasaa.org for a complete list of state securities regulators.

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.](http://www.finra.org)

HOMESTEAD SECURITIES, INC.

CRD# 15162

SEC# 8-31764

Main Office Location

Mailing Address

Report Summary for this Firm

This firm is no longer registered with FINRA. The firm's registration with FINRA was terminated (e.g., voluntarily withdrawn, cancelled, liquidated, expelled) prior to August 1999 when the enhanced Central Registration Depository System (i.e. Web CRD®) was implemented. As a result, since the firm was not required to update its CRD record via the submission of an electronic Form BD filing to Web CRD, FINRA's BrokerCheck program contains only limited information about this firm.

Firm Profile

This firm is classified as CORPORATION.

This firm was formed in New Jersey on 3/29/1984.

Its fiscal year ends in Unknown.

Firm Operations

This firm is no longer registered with FINRA.

Disclosure of Arbitration Awards, Disciplinary and Regulatory Events

This section includes details regarding disclosure events reported by or about this firm to CRD as part of the securities industry registration and licensing process. Examples of such disclosure events range from disciplinary actions initiated by regulators to certain criminal charges and/or convictions, to financial disclosures such as bankruptcies, and summary information regarding arbitration awards involving securities and commodities disputes between public customers and FINRA-registered firms.



Firm Profile

This firm is classified as a CORPORATION.

This firm was formed in New Jersey on 3/29/1984.

Its fiscal year ends in Unknown.

Firm Names and Locations

This section includes details, as reported by the firm on Form BD, regarding the firm's full legal name, business and mailing addresses, the firm's "doing business as" name (i.e. "DBA" name) if different from the full legal name, and any other name by which the firm conducts business and where such name is used.

HOMESTEAD SECURITIES, INC.

Doing business as HOMESTEAD SECURITIES, INC.

CRD# 15162

SEC# 8-31764

Main Office Location

Mailing Address

Business Telephone Number

201-542-8989



Firm Profile

This section provides information relating to Direct Owners and Executive Officers as reported by the firm on Form BD.

Direct Owners and Executive Officers

Information not available – see Summary Page.



Firm Profile

This section provides information relating to Indirect Owners, if any, as reported by the firm on Form BD.

Indirect Owners

Information not available – see Summary Page.



Firm History

This section provides information relating to successions (e.g. mergers or acquisitions), if any, as reported by the firm on Form BD.

Information not available – see Summary Page.



Firm Operations

Registrations

This section provides information about the regulators (e.g. U.S. Securities and Exchange Commission (SEC), self-regulatory organizations, states and U.S. territories) the firm is currently registered with, the category of each registration, and the date on which the registration status became effective, as well as certain information about the firm's SEC registration.

This firm is no longer registered with FINRA.

The firm's registration with FINRA was from 8/13/1984 to 5/13/1988.

SEC Registration Questions

This firm was registered with the SEC as:

A broker-dealer only: **Information not available – see Summary Page.**

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

A government securities broker or dealer only: No

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



Types of Business

This section provides the types of business and any other business or other non-securities business the firm is engaged in or is expected to be engaged in as reported by the firm on Form BD.

This firm conducted 10 types of business.

Exchange member engaged in exchange commission business other than floor activities	No
Exchange member engaged in floor activities	No
Broker or dealer making inter-dealer markets in corporate securities over-the-counter	Yes
Broker or dealer retailing corporate equity securities over-the-counter	Yes
Broker or dealer selling corporate debt securities	No
Underwriter or selling group participant (corporate securities other than mutual funds)	Yes
Mutual fund underwriter or sponsor	No
Mutual fund retailer	Yes
U.S. government securities dealer	Yes
U.S. government securities broker	No
Municipal securities dealer	Yes
Municipal securities broker	No
Broker or dealer selling variable life insurance or annuities	Yes
Solicitor of time deposits in a financial institution	No
Real estate syndicator	Yes
Broker or dealer selling oil and gas interests	No
Put and call broker or dealer or option writer	Yes
Broker or dealer selling securities of only one issuer or associate issuers (other than mutual funds)	No
Broker or dealer selling securities of non-profit organizations (e.g., churches, hospitals)	No
Investment advisory services	No
Broker or dealer selling tax shelters or limited partnerships in primary distributions	Yes
Broker or dealer selling tax shelters or limited partnerships in the secondary market	No
Non-exchange member arranging for transactions in listed securities by exchange member	No
Trading securities for own account	No
Private placements of securities	No
Broker or dealer selling interests in mortgages or other receivables	No
Broker or dealer involved in a networking kiosk or similar arrangement with a bank, savings bank or association, or credit union	No
Broker or dealer involved in a networking kiosk or similar arrangement with a Insurance company or agency	No



Other Types of Business

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

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



Clearing Arrangements

Information not available – see Summary Page

Introducing Arrangements

Information not available – see Summary Page

Industry Arrangements

Information not available – see Summary Page

Organization Affiliates

Information not available – see Summary Page



Disclosure of Arbitration Awards, Disciplinary and Regulatory Events

Firms are required to answer a series of disclosure questions on Form BD and provide the corresponding details to any reported events as part of the securities industry registration and licensing process. The disclosure questions concern criminal and regulatory events, civil actions, and certain financial disclosures such as bankruptcy or liquidation proceedings filed within the past ten years, bond actions and unpaid judgments and liens. The firm must answer either "yes" or "no" to each question as it applies to the firm itself or to any of its control affiliates (i.e., an individual, partnership, corporation, trust, or other organization that directly or indirectly controls, is under common control with, or is controlled by the firm). This section lists the various disclosure questions and their corresponding answers as reported by the firm on Form BD.



Possible multiple reporting sources – please note:

Disclosure event details may be reported by more than one source (i.e., regulator or firm). When this occurs, all versions of the reported event will appear in the firm's BrokerCheck report.



Disclosure Event Details

This section provides the specific details for each disclosure event, as reported by the firm on Form BD, that correspond with any “yes” answers to the various Form BD disclosure questions. It also includes summary information regarding arbitration awards in cases where the firm was named as a respondent in the arbitration proceeding, if any.

Nothing will be displayed in this section of the firm’s BrokerCheck Report when the firm has no reported disclosure information.

If the firm does have reported disclosure events, please keep the following in mind when evaluating the disclosure event details. Items may involve pending actions or allegations that may be contested and have not been resolved or proven. The items may, in the end, be withdrawn or dismissed, or resolved in favor of the firm, or concluded through a negotiated settlement with no admission or finding of wrongdoing.

This report provides the information exactly as it was reported to CRD by the firm and/or by securities industry regulators. Some of the specific data fields contained in this section of the report may be blank if the information was not provided to CRD.

Disclosure event details may be reported by more than one source (i.e., regulator and firm). When this occurs, all versions of the reported event will appear in the firm’s BrokerCheck report.



Regulatory - Final

This section provides information regarding any final, regulatory action as reported by the firm and/or a securities regulator to CRD as part of the securities industry registration and licensing process. Such event may include a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, a self-regulatory organization, a federal regulator such as the U.S. Securities and Exchange Commission (SEC) or the Commodity Futures Trading Commission (CFTC), or a foreign financial regulatory body) for a violation of investment-related rules or regulations. In addition, a revocation or suspension of the authority of a firm's control affiliate to act as an attorney, accountant or federal contractor, if any, will appear here.

Disclosure

Reporting Source: REGULATOR (U6)

Current Status: FINAL

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated:

Docket/Case Number:

Principal Product Type:

Other Product Type(s):

**Principal Sanction(s)/Relief
Sought:**

**Other Sanction(s)/Relief
Sought:**

Resolution: DECISION

Resolution Date: 09/20/1985

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: MARKET SURVEILLANCE COMMITTEE COMPLAINT NO. MS-170-SC: SUMMARY COMPLAINT FILED ON SEPTEMBER 20, 1985 ALLEGING VIOLATIONS OF PART I, SECTION C.3.(c) OF SCHEDULE D OF THE ASSOCIATION'S BY-LAWS IN THAT RESPONDENT FAILED TO REPORT ITS NASDAQ VOLUME ON JULY 19 AND



AUGUST 1, 1985. \$250 FINE PAID 10/1/85 ***3/12/86, NFC# 12, PAID IN FULL.



Regulatory - Final

This section provides information regarding any final, regulatory action as reported by the firm and/or a securities regulator to CRD as part of the securities industry registration and licensing process. Such event may include a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, a self-regulatory organization, a federal regulator such as the U.S. Securities and Exchange Commission (SEC) or the Commodity Futures Trading Commission (CFTC), or a foreign financial regulatory body) for a violation of investment-related rules or regulations. In addition, a revocation or suspension of the authority of a firm's control affiliate to act as an attorney, accountant or federal contractor, if any, will appear here.

Disclosure

Reporting Source: REGULATOR (U6)

Current Status: FINAL

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated:

Docket/Case Number:

Principal Product Type:

Other Product Type(s):

**Principal Sanction(s)/Relief
Sought:**

**Other Sanction(s)/Relief
Sought:**

Resolution: DECISION

Resolution Date: 01/27/1986

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: 6/23/86: MARKET SURVEILLANCE COMMITTEE COMPLAINT #MS-227-AWC FILED
1/27/86: LETTER OF ACCEPTANCE, WAIVER AND CONSENT ISSUED ON JANUARY
27, 1986, ALLEGING VIOLATIONS OF PART I, SECTION C.3.(c) OF SCHEDULE D OF
THE ASSOCIATION'S BY-LAWS IN THAT RESPONDENT (HOMESTEAD
SECURITIES, INC.) FAILED TO REPORT ITS NASDAQ VOLUME ON 10/21/85 AND



10/24/85. THE AWC WAS ACCEPTED BY THE MARKET SURVEILLANCE
COMMITTEE ON 4/7/86 AND BY THE NATIONAL BUSINESS CONDUCT COMMITTEE
ON 5/19/86 \$500 FINE RECEIVED 6/5/86 **6/19/86, NFC# 84, PAID IN FULL.



Regulatory - Final

This section provides information regarding any final, regulatory action as reported by the firm and/or a securities regulator to CRD as part of the securities industry registration and licensing process. Such event may include a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, a self-regulatory organization, a federal regulator such as the U.S. Securities and Exchange Commission (SEC) or the Commodity Futures Trading Commission (CFTC), or a foreign financial regulatory body) for a violation of investment-related rules or regulations. In addition, a revocation or suspension of the authority of a firm's control affiliate to act as an attorney, accountant or federal contractor, if any, will appear here.

Disclosure

Reporting Source: REGULATOR (U6)

Current Status: FINAL

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated:

Docket/Case Number:

Principal Product Type:

Other Product Type(s):

**Principal Sanction(s)/Relief
Sought:**

**Other Sanction(s)/Relief
Sought:**

Resolution: DECISION

Resolution Date: 04/03/1986

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: 8/14/86: MARKET SURVEILLANCE COMMITTEE COMPLAINT #MS-284-AWC:
LETTER OF ACCEPTANCE, WAIVER AND CONSENT ISSUED ON 4/3/86, ALLEGING
VIOLATIONS OF PART I, SECTION C.3.(c) OF SCHEDULE D OF THE ASSOCIATION'S
BY-LAWS IN THAT RESPONDENT FAILED TO REPORT ITS NASDAQ VOLUME IN
TEN SECURITIES ON 1/24/86. THE AWC WAS ACCEPTED BY THE MARKET



SURVEILLANCE COMMITTEE ON 6/27/86 AND BY THE NATIONAL BUSINESS
CONDUCT COMMITTEE ON 8/5/86. FINE \$500.



Regulatory - Final

This section provides information regarding any final, regulatory action as reported by the firm and/or a securities regulator to CRD as part of the securities industry registration and licensing process. Such event may include a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, a self-regulatory organization, a federal regulator such as the U.S. Securities and Exchange Commission (SEC) or the Commodity Futures Trading Commission (CFTC), or a foreign financial regulatory body) for a violation of investment-related rules or regulations. In addition, a revocation or suspension of the authority of a firm's control affiliate to act as an attorney, accountant or federal contractor, if any, will appear here.

Disclosure

Reporting Source: REGULATOR (U6)

Current Status: FINAL

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated:

Docket/Case Number:

Principal Product Type:

Other Product Type(s):

**Principal Sanction(s)/Relief
Sought:**

**Other Sanction(s)/Relief
Sought:**

Resolution: DECISION

Resolution Date: 08/19/1986

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: 10/28/86: MARKET SURVEILLANCE COMMITTEE COMPLAINT #MS-380-AWC: LETTER OF ACCEPTANCE, WAIVER AND CONSENT (AWC) WAS FILED ON 8/19/86, ALLEGING VIOLATIONS OF PART I, SECTION C.3.(c) OF SCHEDULE D OF THE ASSOCIATION'S BY-LAWS IN THAT RESPONDENT FAILED TO REPORT ITS NASDAQ VOLUME IN SIXTEEN SECURITIES ON 5/21/86. THE AWC WAS



ACCEPTED BY THE MSC ON 9/10/86 AND BY THE NBCC ON 10/8/86. FINE \$1000



Regulatory - Final

This section provides information regarding any final, regulatory action as reported by the firm and/or a securities regulator to CRD as part of the securities industry registration and licensing process. Such event may include a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, a self-regulatory organization, a federal regulator such as the U.S. Securities and Exchange Commission (SEC) or the Commodity Futures Trading Commission (CFTC), or a foreign financial regulatory body) for a violation of investment-related rules or regulations. In addition, a revocation or suspension of the authority of a firm's control affiliate to act as an attorney, accountant or federal contractor, if any, will appear here.

Disclosure

Reporting Source: REGULATOR (U6)

Current Status: FINAL

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated:

Docket/Case Number:

Principal Product Type:

Other Product Type(s):

**Principal Sanction(s)/Relief
Sought:**

**Other Sanction(s)/Relief
Sought:**

Resolution: DECISION

Resolution Date: 07/24/1987

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: SUSPENSION OF MEMBERSHIP FOR CONTINUED FAILURE TO PAY AND/OR FILE:
\$1,483.39 NASD ANNUAL ASSESSMENT FEES (FY 86-87) AND A NASD 1986
ANNUAL ASSESSMENT REPORT. SUSPENSION WILL CONCLUDE UPON
COMPLIANCE.



Regulatory - Final

This section provides information regarding any final, regulatory action as reported by the firm and/or a securities regulator to CRD as part of the securities industry registration and licensing process. Such event may include a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, a self-regulatory organization, a federal regulator such as the U.S. Securities and Exchange Commission (SEC) or the Commodity Futures Trading Commission (CFTC), or a foreign financial regulatory body) for a violation of investment-related rules or regulations. In addition, a revocation or suspension of the authority of a firm's control affiliate to act as an attorney, accountant or federal contractor, if any, will appear here.

Disclosure

Reporting Source: REGULATOR (U6)

Current Status: FINAL

Allegations:

Initiated By: CA

Date Initiated:

Docket/Case Number:

Principal Product Type:

Other Product Type(s):

**Principal Sanction(s)/Relief
Sought:**

**Other Sanction(s)/Relief
Sought:**

Resolution: ORDER

Resolution Date: 08/25/1987

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: 9/16/87- BROKER DEALER CERTIFICATE OF HOMESTEAD SECURITIES, INC.
SUMMARILY REVOKED PURSUANT TO SECTION 25242(b) OF THE CALIFORNIA
CORPORATIONS CODE; UNABLE TO LOCATE. NO DOCKET/CASE NUMBER,
DATED AUGUST 25, 1987.



Regulatory - Final

This section provides information regarding any final, regulatory action as reported by the firm and/or a securities regulator to CRD as part of the securities industry registration and licensing process. Such event may include a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, a self-regulatory organization, a federal regulator such as the U.S. Securities and Exchange Commission (SEC) or the Commodity Futures Trading Commission (CFTC), or a foreign financial regulatory body) for a violation of investment-related rules or regulations. In addition, a revocation or suspension of the authority of a firm's control affiliate to act as an attorney, accountant or federal contractor, if any, will appear here.

Disclosure

Reporting Source: REGULATOR (U6)

Current Status: FINAL

Allegations:

Initiated By: WI

Date Initiated:

Docket/Case Number:

Principal Product Type:

Other Product Type(s):

**Principal Sanction(s)/Relief
Sought:**

**Other Sanction(s)/Relief
Sought:**

Resolution: ORDER

Resolution Date: 07/02/1987

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: 12/4/87-: AN ORDER OF PROHIBITION WAS ISSUED TO HOMESTEAD SECURITIES, INC., ROBERT FERGUSON, LOUIS GRINSHPON, JOSEPH A. SCHIFANO, AND DANIEL F. MCCORY DUE TO UNLICENSED BROKER-DEALER ACTIVITY THROUGH UNLICENSED SECURITIES AGENTS. DOCKET/CASE NO. X-87049(E), DATED JULY



2, 1987. (SUPPORTING DOCUMENTS ATTACHED)



Regulatory - Final

This section provides information regarding any final, regulatory action as reported by the firm and/or a securities regulator to CRD as part of the securities industry registration and licensing process. Such event may include a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, a self-regulatory organization, a federal regulator such as the U.S. Securities and Exchange Commission (SEC) or the Commodity Futures Trading Commission (CFTC), or a foreign financial regulatory body) for a violation of investment-related rules or regulations. In addition, a revocation or suspension of the authority of a firm's control affiliate to act as an attorney, accountant or federal contractor, if any, will appear here.

Disclosure

Reporting Source: REGULATOR (U6)

Current Status: FINAL

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated:

Docket/Case Number:

Principal Product Type:

Other Product Type(s):

**Principal Sanction(s)/Relief
Sought:**

**Other Sanction(s)/Relief
Sought:**

Resolution: DECISION

Resolution Date: 09/30/1987

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: COMPLAINT NO. PHL-705 FILED SEPTEMBER 30, 1987 BY DISTRICT NO. 11
AGAINST RESPONDENTS HOMESTEAD SECURITIES, INC. AND DARLEEN C.
WODZENSKI ALLEGING VIOLATIONS OF ARTICLE III, SECTION 1 OF THE RULES
OF FAIR PRACTICE IN THAT RESPONDENT MEMBER ACTING THROUGH
RESPONDENT WODZENSKI EFFECTED SECURITIES TRANSACTIONS WHILE



FAILING TO ACCURATELY COMPUTE ITS NET CAPITAL AND AGGREGATE INDEBTEDNESS; FILED CERTAIN FOCUS PARTS I AND IIA REPORTS WHICH WERE INACCURATE; AND, ITS GENERAL LEDGER, TRIAL BALANCE SHEET, AND NET CAPITAL COMPUTATION FOR SEPTEMBER 26, 1986 FAILED TO INCLUDE OR REFLECT CERTAIN ACCOUNT BALANCES WITH ITS CLEARING BROKER.

Regulatory - Final

This section provides information regarding any final, regulatory action as reported by the firm and/or a securities regulator to CRD as part of the securities industry registration and licensing process. Such event may include a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, a self-regulatory organization, a federal regulator such as the U.S. Securities and Exchange Commission (SEC) or the Commodity Futures Trading Commission (CFTC), or a foreign financial regulatory body) for a violation of investment-related rules or regulations. In addition, a revocation or suspension of the authority of a firm's control affiliate to act as an attorney, accountant or federal contractor, if any, will appear here.

Disclosure

Reporting Source: REGULATOR (U6)

Current Status: FINAL

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated:

Docket/Case Number:

Principal Product Type:

Other Product Type(s):

**Principal Sanction(s)/Relief
Sought:**

**Other Sanction(s)/Relief
Sought:**

Resolution: DECISION

Resolution Date: 11/19/1989

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: COMPLAINT NUMBER PHL-678 (DISTRICT NO. 11) FILED SEPTEMBER 30, 1988 AGAINST RESPONDENTS HOMESTEAD SECURITIES, INC., HERBERT KURINSKY, BRIAN M. COHEN, WILLIAM J. KURINSKY, GREGORY A. HORTON, STEPHEN C. GRIBBEN, SR. AND DANIEL F. MCCORRY ALLEGING VIOLATIONS OF ARTICLE III, SECTIONS 1, 4, 21, 27, 27(a) AND 33 OF THE RULES OF FAIR PRACTICE AND



MSRB RULE G-27 IN THAT RESPONDENT MEMBER, ACTING THROUGH RESPONDENT WILLIAM KURINSKY EFFECTED A SECURITIES TRANSACTION WHILE FAILING TO MAINTAIN MINIMUM REQUIRED NET CAPITAL; INACCURATELY COMPUTED ITS NET CAPITAL AND AGGREGATE INDEBTEDNESS; FAILED TO COMPLY WITH SEC RULE 15c3-3; FILED AN INACCURATE FOCUS PART I REPORT; FAILED TO HAVE ITS JUNE 30, 1986 AUDIT PERFORMED BY AN ACCOUNTANT WHO WAS INDEPENDANT; RESPONDENT MEMBER, ACTING THROUGH RESPONDENT HERBERT KURINSKY, EFFECTED SALES TO PUBLIC CUSTOMERS OF EQUITY SECURITIES AT PRICES WHICH WERE UNFAIR; RESPONDENT MEMBER, ACTING THROUGH RESPONDENT COHEN, FAILED TO COMPLY WITH REGULATION "T"; RESPONDENT MEMBER, ACTING THROUGH RESPONDENTS HERBERT KURINSKY AND COHEN, FAILED TO EVIDENCE IN WRITING THE REVIEW OF CERTAIN OPTION, MUNICIPAL AND GENERAL SECURITIES TRANSACTIONS BY A REGISTERED OPTIONS PRINCIPAL, MUNICIPAL SECURITIES PRINCIPAL OR A GENERAL SECURITIES PRINCIPAL; FAILED TO EVIDENCE REVIEW OF ANY CORRESPONDENCE OF THE FIRM'S REGISTERED REPRESENTATIVES; FAILED TO HAVE ANY WRITTEN SUPERVISORY PROCEDURES; RESPONDENT MEMBER, ACTING THROUGH RESPONDENT HERBERT KURINSKY, FAILED TO REGISTER AN INDIVIDUAL WHO IS AN OFFICER OF THE FIRM, DIRECTOR AND MAJOR SHAREHOLDER, AS A GENERAL SECURITIES PRINCIPAL; FAILED TO DISCLOSE THE TRADE PRICE REPORTED AND THE MARK-UP OR MARK-DOWN ON CUSTOMER CONFIRMATIONS OF PRINCIPAL TRADES IN NASDAQ/NMS SECURITIES; FAILED TO COMPLY WITH SEC RULE 15c2-4 IN CONNECTION WITH A DISTRIBUTION; THE OFFERING MEMORANDUM STATED THAT THE OFFERING WOULD TERMINATE MARCH 15, 1986 BUT THE FIRM ACCEPTED SUBSCRIBER AGREEMENTS AND CHECKS UNTIL JUNE 17, 1986; FAILED TO PROVIDE NOTICE TO SUBSCRIBERS THAT AN INDIVIDUAL HAD RESIGNED AS A GENERAL PARTNER ON THE INITIAL DATE OF THE OFFERING; FAILED TO MAINTAIN ALL ESSENTIAL FACTS IN CONNECTION WITH CERTAIN OPTION ACCOUNTS; TRADED OPTIONS AT CERTAIN TIMES BEFORE APPROVAL BY THE REGISTERED OPTIONS PRINCIPAL; ALLOWED ONE ACCOUNT TO TRADE OPTIONS ABOVE THE APPROVED LEVEL; FAILED TO HAVE A REGISTERED OPTIONS PRINCIPAL IN A BRANCH OFFICE WHILE 7 REGISTERED REPRESENTATIVES EFFECTED OPTION TRANSACTIONS FOR CUSTOMERS; FAILED TO HAVE A WRITTEN PROGRAM OF SUPERVISION FOR ITS CUSTOMER OPTION ACCOUNTS; RESPONDENT MEMBER, ACTING THROUGH RESPONDENTS HERBERT KURINSKY AND HORTON, FAILED TO COMPLY WITH WRITTEN REQUESTS FOR INFORMATION MADE PURSUANT TO ARTICLE IV, SECTION 5 OF THE RULES OF FAIR PRACTICE; RESPONDENT MEMBER, ACTING THROUGH RESPONDENT HORTON, FAILED TO ADVISE THE ISSUER ON A WIRE ORDER THAT A RIGHT OF ACCUMULATION APPLIES WHICH



WOULD REDUCE THE COMMISSION CHARGED CERTAIN CUSTOMERS; IN CONNECTION WITH CERTAIN TRANSACTIONS, FAILED TO ACQUAINT THE CUSTOMERS WITH THE AVAILABILITY OF BREAKPOINTS OR POTENTIAL SALES LOAD REDUCTIONS OBTAINABLE BY CONSOLIDATING PURCHASES IN A SINGLE FUND; FAILED TO QUALIFY HORTON AS A GENERAL SECURITIES PRINCIPAL WHILE HE WAS PERFORMING THE DUTIES OF ACTING PRESIDENT OF RESPONDENT MEMBER; RESPONDENT MEMBER, ACTING THROUGH RESPONDENT GRIBBEN, FAILED TO EXPLAIN BREAKPOINTS AND LETTERS OF INTENT TO A PUBLIC CUSTOMER; RESPONDENT MEMBER, ACTING THROUGH RESPONDENT MCCORRY, FAILED TO ADVISE PUBLIC CUSTOMERS OF THE REDUCED COMMISSION CHARGES AVAILABLE THROUGH A LETTER OF INTENT ON 5 TRANSACTIONS; AND RESPONDENT MEMBER, ACTING THROUGH RESPONDENT COHEN, FAILED TO ADOPT AND IMPLEMENT A PROGRAM FOR THE EFFECTIVE SUPERVISION OF MUTUAL FUND TRANSACTIONS INCLUDING THE REVIEW OF SUCH TRANSACTIONS FOR UTILIZATION OF AVAILABLE BREAKPOINTS AND LETTER OF INTENT PRIVILEGES. DECISION RENDERED SEPTEMBER 26, 1989, WHEREIN RESPONDENT MEMBER IS CENSURED AND FINED \$10,000. A SEPARATE DECISION WILL BE RENDERED AS TO THE REMAINING RESPONDENTS. IF NO FURTHER ACTION, DECISION IS FINAL NOVEMBER 19, 1989. NOVEMBER 19, 1989 - DECISION IS FINAL. *** EXPELLED FOR NON-PAYMENT ON 7/17/90. ***

Regulatory - Final

This section provides information regarding any final, regulatory action as reported by the firm and/or a securities regulator to CRD as part of the securities industry registration and licensing process. Such event may include a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, a self-regulatory organization, a federal regulator such as the U.S. Securities and Exchange Commission (SEC) or the Commodity Futures Trading Commission (CFTC), or a foreign financial regulatory body) for a violation of investment-related rules or regulations. In addition, a revocation or suspension of the authority of a firm's control affiliate to act as an attorney, accountant or federal contractor, if any, will appear here.

Disclosure

Reporting Source: REGULATOR (U6)

Current Status: FINAL

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated:

Docket/Case Number:

Principal Product Type:

Other Product Type(s):

**Principal Sanction(s)/Relief
Sought:**

**Other Sanction(s)/Relief
Sought:**

Resolution: DECISION

Resolution Date: 07/27/1989

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: ON JULY 27, 1989, THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT NO. PHL-705-AWC (DISTRICT NO. 11) SUBMITTED BY RESPONDENTS HOMESTEAD SECURITIES, INC. AND DARLENE WODZENSKI WAS ACCEPTED; THEREFORE, THEY ARE CENSURED AND FINED \$500.00, JOINTLY AND SEVERALLY - (ARTICLE III, SECTIONS 1 AND 21(a) OF THE RULES OF FAIR PRACTICE - RESPONDENT



MEMBER, ACTING THROUGH RESPONDENT WODZENSKI, CONDUCTED A SECURITIES BUSINESS WHILE FAILING TO MAINTAIN MINIMUM REQUIRED NET CAPITAL; FILED INACCURATE FOCUS PART I AND PART IIA REPORTS; AND, FAILED TO COMPLY WITH SEC RULE 17a-3 IN THAT THE FIRM FAILED TO PREPARE AN ACCURATE GENERAL LEDGER, TRIAL BALANCE, BALANCE SHEET AND NET CAPITAL COMPUTATION).



Regulatory - Final

This section provides information regarding any final, regulatory action as reported by the firm and/or a securities regulator to CRD as part of the securities industry registration and licensing process. Such event may include a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, a self-regulatory organization, a federal regulator such as the U.S. Securities and Exchange Commission (SEC) or the Commodity Futures Trading Commission (CFTC), or a foreign financial regulatory body) for a violation of investment-related rules or regulations. In addition, a revocation or suspension of the authority of a firm's control affiliate to act as an attorney, accountant or federal contractor, if any, will appear here.

Disclosure

Reporting Source: REGULATOR (U6)

Current Status: FINAL

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated:

Docket/Case Number:

Principal Product Type:

Other Product Type(s):

**Principal Sanction(s)/Relief
Sought:**

**Other Sanction(s)/Relief
Sought:**

Resolution: DECISION

Resolution Date: 07/17/1990

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: EXPELLED FROM NASD MEMBERSHIP ON 7/17/90 FOR NON-PAYMENT OF FINES
AND/OR COSTS OF NASD COMPLAINT #PHL-678.



About this BrokerCheck Report

BrokerCheck reports are part of a FINRA initiative to disclose information about FINRA-registered firms and brokers to help investors determine whether to conduct, or continue to conduct, business with these firms and brokers. The information contained within these reports is collected through the securities industry's registration and licensing process.

Who provides the information in BrokerCheck?

Information made available through FINRA BrokerCheck is derived from the Central Registration Depository (CRD®) as reported on the industry registration and licensing forms brokerage firms and brokers are required to complete.

The forms used by brokerage firms, Forms BD and BDW, are established by the Securities and Exchange Commission (SEC) and adopted by all state securities regulators and self-regulatory organizations (SROs). FINRA and the North American Securities Administrators Association (NASAA) establish the Forms U4 and U5, the forms that collect broker information. Regulators provide information via Form U6, which is used primarily to report certain history about brokerage firms and brokers. These forms are approved by the SEC.

How current is the information contained in BrokerCheck?

Brokerage firms and brokers are required to keep this information accurate and up-to-date (updates typically are required not later than 30 days after the broker/brokerage firm learns of an event). The report data is updated when a firm, broker, or regulator submits new or revised information to CRD. Generally, updated information is available on BrokerCheck Monday through Friday.

What information is NOT disclosed through BrokerCheck?

Information that has not been reported to the CRD system, or that is not required to be reported, is not disclosed through FINRA BrokerCheck. Examples of events that are not required to be reported or are no longer reportable include: judgments and liens originally reported as pending that subsequently have been satisfied and bankruptcy proceedings filed more than 10 years ago. Conversely, certain customer complaint information that is not required to be reported may be disclosed provided certain criteria are met.

Additional information not disclosed through BrokerCheck includes Social Security Numbers, residential history information, and physical descriptive information. On a case-by-case basis, FINRA reserves the right to exclude information that contains confidential customer information, offensive and potentially defamatory language or information that raises significant identity theft or privacy concerns that are not outweighed by investor protection concerns. NASD Interpretive Material 8310-2 describes in detail what information is and is not disclosed through BrokerCheck.

Under FINRA's current public disclosure policy, in certain limited circumstances, most often pursuant to a court order, information is expunged from the CRD system. Further information about expungement from the CRD system is available in NASD Notices to Members 99-09, 99-54, 01-65, and 04-16 at www.finra.org.

For further information regarding FINRA's BrokerCheck program, please visit FINRA's Web Site at www.finra.org/brokercheck or call the FINRA BrokerCheck Hotline at (800) 289-9999. The hotline is open Monday through Friday from 8 a.m. to 8 p.m., Eastern Time (ET).

For more information about the following, select the associated link:

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- Questions Frequently Asked about BrokerCheck Reports: http://www.finra.org/brokercheck_faq
- Terms and Conditions: <http://brokercheck.finra.org/terms.aspx>