

BrokerCheck Report

COHMAD SECURITIES CORPORATION

CRD# 16307

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

COHMAD SECURITIES CORPORATION

CRD# 16307

SEC# 8-33674

Main Office Location50 SUTTON PLACE SO.
SUITE 1C
NEW YORK, NY 10022**Mailing Address**50 SUTTON PLACE SO.
SUITE 1C
NEW YORK, NY 10022**Business Telephone Number**

917-262-0860

Report Summary for this Firm

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

Firm Profile

This firm is classified as a corporation.

This firm was formed in New York on 02/19/1985.

Its fiscal year ends in June.

Firm History

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

Firm Operations

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

**Disclosure Events**

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

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

The following types of disclosures have been reported:

Type	Count
Regulatory Event	6
Civil Event	1

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

Registration Withdrawal Information

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



Date firm ceased business: 10/15/2009

Does this brokerage firm owe any money or securities to any customer or brokerage firm? No



Firm Profile

This firm is classified as a corporation.

This firm was formed in New York on 02/19/1985.

Its fiscal year ends in June.

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.

COHMAD SECURITIES CORPORATION

Doing business as COHMAD SECURITIES CORPORATION

CRD# 16307

SEC# 8-33674

Main Office Location

50 SUTTON PLACE SO.
SUITE 1C
NEW YORK, NY 10022

Mailing Address

50 SUTTON PLACE SO.
SUITE 1C
NEW YORK, NY 10022

Business Telephone Number

917-262-0860



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):	COHN, MAURICE JAY 1313085
Is this a domestic or foreign entity or an individual?	Individual
Position	CHAIRMAN CHIEF EXECUTIVE OFFICER
Position Start Date	01/2004
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
<hr/>	
Legal Name & CRD# (if any):	COHN, MARCIA BETH 1049032
Is this a domestic or foreign entity or an individual?	Individual
Position	PRESIDENT CHIEF OPERATING OFFICER CHIEF COMPLIANCE OFFICER SROP,CROP,FINOP
Position Start Date	01/2004
Percentage of Ownership	10% but less than 25%
Does this owner direct the management or policies of the firm?	Yes
Is this a public reporting company?	No
<hr/>	
Legal Name & CRD# (if any):	MADOFF, BERNARD LAWRENCE 316687
Is this a domestic or foreign entity or an individual?	Individual
Position	DIRECTOR

Firm Profile



Direct Owners and Executive Officers (continued)

Position Start Date	02/1985
Percentage of Ownership	10% but less than 25%
Does this owner direct the management or policies of the firm?	No
Is this a public reporting company?	No

Legal Name & CRD# (if any): MADOFF, PETER BARNETT
316688

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

Position DIRECTOR

Position Start Date 02/1985

Percentage of Ownership 5% but less than 10%

Does this owner direct the management or policies of the firm? No

Is this a public reporting company? No

Legal Name & CRD# (if any): BUCCELLATO, ROSALIE
848124

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

Position PRINCIPLE

Position Start Date 05/2001

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



Direct Owners and Executive Officers (continued)

Legal Name & CRD# (if any):	COHN, MILTON SEYMOUR 1477771
Is this a domestic or foreign entity or an individual?	Individual
Position	DIRECTOR
Position Start Date	02/1985
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

No information reported.

Firm History

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

No information reported.



Firm Operations



Registrations

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

This firm is no longer registered.

The firm's registration was from 05/24/1985 to 01/11/2010.



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 8 types of businesses.

Types of Business

Broker or dealer retailing corporate equity securities over-the-counter
Broker or dealer selling corporate debt securities
Mutual fund retailer
U S. government securities broker
Municipal securities broker
Put and call broker or dealer or option writer
Trading securities for own account
Other - 10T DEVELOPMENT OF TRADING, HEDGING AND INVESTMENT STRATEGIES

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 refer or introduce customers to other brokers and dealers.

Name:	BEAR, STEARNS SECURITIES CORP.
Business Address:	ONE METROTECH CENTER NORTH BROOKLYN, NY 11201
Effective Date:	05/02/1986
Description:	REGISTRANT INTRODUCES CUSTOMERS ON A FULLY DISCLOSED BASIS TO AND CLEARS THROUGH BEAR, STEARS SECURITIES CORP.,

Firm Operations

Industry Arrangements



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

Name: BEAR, STEARNS SECURITIES CORP

Business Address: ONE METROTECH CENTER NORTH
BROOKLYN, NY 11201

Effective Date: 05/02/1985

Description: REGISTRANT INTRODUCES CUSTOMERS ON A FULLY DISCLOSED BASIS TO AND CLEARS THRU BEAR, STEARNS. BEAR, STEARNS MAINTAINS ACCOUNT RECORDS AND HOLDS FUNDS AND SECURITEIS OF APPLICANT AND APPLICANT'S CUSTOMERS. BEAR, STEARNS RECEIVES COMPENSATION FOR SUCH IN ACCORDANCE WITH NORMAN INDUSTRY PRACTICE.

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

Name: BEAR, STEARNS SECURITIES CORP.

Business Address: ONE METROTECH CENTER NORTH
BROOKLYN, NY 11201

Effective Date: 05/02/1986

Description: REGISTRANT INTRODUCES CUSTOMERS ON A FULLY DISCLOSED BASIS TO AND CLEARS THRU BEAR, STEARNS. BEAR, STEARNS MAINTAINS ACCOUNT RECORDS AND HOLDS FUNDS AND SECURITEIS OF APPLICANT AND APPLICANT'S CUSTOMERS. BEAR, STEARNS RECEIVES COMPENSATION FOR SUCH IN ACCORDANCE WITH NORMAL INDUSTRY PRACTICE.

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

Name: BEAR, STEARNS SECURITIES CORP.

Business Address: ONE METROTECH CENTER NORTH
BROOKLYN, NY 11201

Effective Date: 05/02/1986

Description: REGISTRANT INTRODUCES CUSTOMERS ON A FULLY DISCLOSED BASIS TO AND CLEARS THRU BEAR, STEARNS. BEAR, STEARNS MAINTAINS ACCOUNT RECORDS AND HOLDS FUNDS AND SECURITEIS OF APPLICANT AND APPLICANT'S CUSTOMERS. BEAR, STEARNS RECEIVES COMPENSATION FOR SUCH IN ACCORDANCE WITH NORMAL INDUSTRY PRACTICE.

Control Persons/Financing

Firm Operations



Industry Arrangements (continued)

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	2	4	0
Civil 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 4

Reporting Source: Regulator

Current Status: Final



Allegations: RESPONDENT FIRM FAILED TO FILE ITS JUNE30 2009 ANNUAL AUDIT REPORT WITHIN 21 DAYS AFTER SERVICE OF THE NOTICE OF SUSPENSION DATED SEPTEMBER 16, 2009.

Initiated By: FINRA

Date Initiated: 09/16/2009

Docket/Case Number: N/A

Principal Product Type: No Product

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Other

Resolution Date: 10/08/2009

Sanctions Ordered: Suspension

Other Sanctions Ordered:

Sanction Details: PURSUANT TO FINRA RULE 9552, RESPONDENT FIRM'S FINRA MEMBERSHIP WAS SUSPENDED AS OF THE CLOSE OF BUSINESS OCTOBER 8, 2009. IF THE FIRM FAILS TO REQUEST TERMINATION OF SUSPENSION WITHIN SIX MONTHS, IT WILL BE AUTOMATICALLY EXPELLED.

Disclosure 2 of 4

Reporting Source: Regulator

Current Status: Final

Allegations: AFTER EVIDENCE OF AN INTERTWINED RELATIONSHIP BETWEEN COHMAD AND BERNARD MADOFF INVESTMENT SECURITIES LLC BECAME APPARENT, THE DIVISION SOUGHT TO OBTAIN DOCUMENT PRODUCTION RESPONSES TO INTERROGATORIES AND TO TAKE THE TESTIMONY OF SEVERAL COHMAD OFFICERS. THE DIVISION ALLEGES THAT REFUAL TO RESPOND TO INTERROGATORIES AND INADEQUATE PRODUCTION OF DOCUMENTS COMBINED WITH THE OFFICERS REFUSAL TO TESTIFY DEMONSTRATES A BROAD BASED REFUSAL TO EXPLAIN AND ANSWER FOR COHMAD'S ACTIONS IN THE COMMONWEALTH.

Initiated By: MASSACHUSETTS SECURITIES DIVISON

Date Initiated: 02/11/2009



Docket/Case Number: E-2009-0015

URL for Regulatory Action:

Principal Product Type: No Product

Other Product Type(s):

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

Other Sanction(s)/Relief Sought: PERMANENTLY CEASE AND DESIST FROM COMMITTING ANY FURTHER VIOLATIONS OF THE ACT AND REGULATIONS; PROVIDE AN ACCOUNTING OF ALL MASSACHUSETTS INVESTORS AND ALL FEES EARNED IN CONNECTION THEREWITH; SUSPENSION AND REVOCATION OF REGISTRATION IN THE COMMONWEALTH AS A BROKER DEALER; TO PAY AN ADMINISTRATIVE FINE; AND TO TAKE ANY OTHER APPROPRIATE ACTIONS FOR THE PROTECTION OF MASSACHUSETTS INVESTORS.

Resolution: Order

Resolution Date: 08/16/2010

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: Monetary/Fine \$200,000.00
Cease and Desist/Injunction
Revocation/Expulsion/Denial

Other Sanctions Ordered: COHMAD IS REQUIRED TO PROVIDE AN ACCOUNTING OF ALL MASSACHUSETTS INVESTORS COHMAD OR ITS REGISTERED REPRESENTATIVES OR OTHER AGENTS REFERRED TO BERNARD L. MADOFF INVESTMENT SERVICES AND ALL FEES EARNED IN CONNECTION THEREWITH.

Sanction Details: AN ORDER, DATED MAY 7, 2009 THAT AMONG OTHER THINGS REVOKED COHMAD'S REGISTRATION, WAS VACATED PURSUANT TO A RULING IN SUFFOLK SUPERIOR COURT, CIVIL ACTION NUMBER 2009-02226 (COHMAD SECURITIES CORPORATION V. WILLIAM F. GALVIN, IN HIS CAPACITY AS SECRETARY OF THE COMMONWEALTH & ANOTHER). WHILE THE MAY 7, 2009 ORDER WAS VACATED, THE MATTER WAS REMANDED BACK FOR FURTHER PROCEEDINGS AND WAS PENDING BEFORE THE SECURITIES DIVISION OF THE OFFICE OF THE SECRETARY OF THE COMMONWEALTH. THE TEMPORARY SUSPENSION, ORDERED ON FEBRUARY 11, 2009, ON COHMAD'S BROKER-DEALER REGISTRATION IN MASSACHUSETTS REMAINED IN EFFECT. ON AUGUST 16, 2010, THE PRESIDING OFFICER



ISSUED A FINAL ORDER, WHICH REVOKED COHMAD'S REGISTRATION WITH THE SECURITIES DIVISION.

Reporting Source: Firm

Current Status: Final

Appealed To and Date Appeal Filed: MASSACHUSETTS REGULATORY DIVISION

Allegations: AFTER EVIDENCE OF AN INTERTWINED RELATIONSHIP BETWEEN COHMAD AND BERNARD MADOFF INVESTMENT SECURITIES LLC BECAME APPARENT, THE DIVISION SOUGHT TO OBTAIN DOCUMENT PRODUCTION RESPONSES TO INTERROGATORIES AND TO TAKE THE TESTIMONY OF SEVERAL COHMAD OFFICERS. THE DIVISION ALLEGES THAT REFUAL TO RESPOND TO INTERROGATORIES AND INADEQUATE PRODUCTION OF DOCUMENTS COMBINED WITH THE OFFICERS REFUSAL TO TESTIFY DEMONSTRATES A BROAD BASED REFUSAL TO EXPLAIN AND ANSWER FOR COHMAD'S ACTIONS IN THE COMMONWEALTH.

Initiated By: MASSACHUSETTS SECURITIES DIVISION

Date Initiated: 02/11/2009

Docket/Case Number: E-2009-0015

Principal Product Type: No Product

Other Product Type(s):

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

Other Sanction(s)/Relief Sought: PERMANENTLY CEASE AND DESIST FROM COMMITTING ANY FURTHER VIOLATIONS OF THE ACT AND REGULATIONS; PROVIDE AN ACCOUNTING OF ALL MASSACHUSETTS INVESTORS AND ALL FEES EARNED IN CONNECTION THEREWITH; SUSPENSION AND REVOCATION OF REGISTRATION IN THE COMMONWEALTH AS A BROKER DEALER; TO PAY AN ADMINISTRATIVE FINE; AND TO TAKE ANY OTHER APPROPRIATE ACTIONS FOR THE PROTECTION OF MASSACHUSETTS INVESTORS

Resolution: Order

Resolution Date: 05/07/2009

Sanctions Ordered: Monetary/Fine \$100,000.00
Suspension
Cease and Desist/Injunction
Revocation/Expulsion/Denial



Other Sanctions Ordered:

Sanction Details:

COHMAD MUST PERMANENTLY CEASE AND DESIST FROM COMMITTING ANY FURTHER VIOLATIONS OF THE ACT AND REGULATIONS. COHMAD MUST PROVIDE AN ACCOUNTING TO ALL MASSACHUSETTS INVESTORS AND ALL FEES EARNED IN CONNECTION THEREWITH. COHMAD'S REGISTRATION IS REVOKED. COHMAD SHALL PAY AN ADMINISTRATIVE FINE TO THE COMMONWEALTH IN THE AMOUNT OF \$100,000, \$25,000 PER VIOLATION. PREVIOUSLY THERE WAS AN ORDER SUMMARILY SUSPENDING REGISTRATION AS A BROKER DEALER WAS FILED EX PARTE ON 02/11/2009.

Firm Statement

COHMAD INTENDS TO APPEAL THE MAY 7 ADMINISTRATIVE DECISION. AN ORDER, DATED MAY 7, 2009 THAT AMONG OTHER THINGS REVOKED COHMAD'S REGISTRATION, WAS VACATED PURSUANT TO A RULING IN SUFFOLK SUPERIOR COURT, CIVIL ACTION NUMBER 2009-02226 (COHMAD SECURITIES CORPORATION V. WILLIAM F. GALVIN, IN HIS CAPACITY AS SECRETARY OF THE COMMONWEALTH & ANOTHER). WHILE THE MAY 7, 2009 ORDER WAS VACATED, THE MATTER WAS REMANDED BACK FOR FURTHER PROCEEDINGS AND IS PENDING BEFORE THE SECURITIES DIVISION OF THE OFFICE OF THE SECRETARY OF THE COMMONWEALTH. THE TEMPORARY SUSPENSION, ORDERED ON FEBRUARY 11, 2009, ON COHMAD'S BROKER-DEALER REGISTRATION IN MASSACHUSETTS IS STILL IN EFFECT.

Disclosure 3 of 4

Reporting Source:	Firm
Current Status:	Final
Allegations:	INFORMATION NO LONGER AVAILABLE DUE TO AGE OF THE COMPLAINT.
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	11/22/1974
Docket/Case Number:	N-NV-86
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Other
Other Sanction(s)/Relief Sought:	FINE
Resolution:	Decision



Resolution Date: 11/19/1974

Sanctions Ordered: Monetary/Fine \$25.00

Other Sanctions Ordered:

Sanction Details: FINE IN THE AMOUNT OF \$25.00. INFORMATION NO LONGER AVAILABLE DUE TO AGE OF THE COMPLAINT.

Disclosure 4 of 4

Reporting Source: Regulator

Current Status: Final

Allegations:

Initiated By: MASSACHUSETTS

Date Initiated: 01/26/1990

Docket/Case Number: E-90-012

URL for Regulatory Action:

Principal Product Type:

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Consent

Resolution Date: 01/26/1990

Sanctions Ordered: Monetary/Fine \$30,000.00

Other Sanctions Ordered:

Sanction Details:

Regulator Statement *3/13/90 FORM U-6 (8007 03890) DISCLOSES: COHMAD SECURITIES CORPORATION, WITHOUT ADMITTING OR DENYING THE FINDINGS OF FACT AND CONCLUSION OF LAW AGREED TO AN ORDER OF CONSENT WITH THE MASSACHUSETTS SECURITIES DIVISION. THE ORDER WAS BASED ON COHMAD'S ENGAGEMENT IN NON-EXEMPT PURCHASE AND SALE TRANSACTIONS WITH MASSACHUSETTS RESIDENTS PRIOR TO REGISTRATION. THE FIRM



HAS
 AGREED TO MAKE OFFERS OF RESCISSIONS, MAINTAIN AND/OR ADOPT
 POLICIES AND PROCEDURES DESIGNED TO SUPERVISE ITS AGENTS AND
 ENSURE COMPLIANCE WITH SECTION 201 OF THE ACT, AMEND ITS
 COMPLIANCE MANUAL AND COMPLY WITH THE STATUTES AND
 REGULATIONS
 RELATING TO THE TRANSACTIONS OF BUSINESS IN SECURITIES IN
 MASSACHUSETTS. THE FIRM AGREED TO PAY AN ADMINISTRATIVE FINE
 OF
 \$30,000 TO THE COMMONWEALTH. DOCKET/CASE NO. E-90-012, DATED
 1/26/90.

Reporting Source: Firm

Current Status: Final

Allegations: TRANACTING BUSINESS IN MASSACHUSETTS PRIOR TO ITS
 REGISTRATION AS A BROKER-DEALER THER.

Initiated By: STATE OF MASSACHUSETTS SECURITIES DEVISION

Date Initiated: 01/26/1990

Docket/Case Number:

Principal Product Type: Debt - Municipal

Other Product Type(s):

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

**Other Sanction(s)/Relief
 Sought:** ADMINISTRATIVE FINE IN THE AMOUNT OF \$ 30,000.

Resolution: Other

Resolution Date: 01/26/1990

Sanctions Ordered: Monetary/Fine \$30,000.00

Other Sanctions Ordered: NONE

Sanction Details: PURSUANT TO AN ORDER APPROVING REGISTRATION UPON CONDITIONS
 DATED JANUARY 26, 1990, THE MASSACHUSETTS SECURITIES DIVISION
 IMPOSED AN ADMINISTATIVE FINE OF
 \$ 30,000 UPON REGISTRANT FOR TRANSACTION BUSINESS IN MA PRIOR
 TO ITS REGISTRATION AS A BROKER-DEALER THERE.

Firm Statement IN ORDER TO FACILITATE REGISTRATION IN MASSACHUSETTS,



REGISTRANT CONSENTED TO THE ADMINISTRATIVE ACTION AGAINST IT WITHOUT ADMITTING ANY VIOLATION OF LAW. MOST OF THE TRANSACTIONS IN QUESTION WERE WITH INSTITUTIONAL INVESTORS AND REGISTRANT BELIEVED THAT SUCH TRANSACTIONS DID NOT REQUIRE REGISTRATION IN MASSACHUSETTS.



Regulatory - Pending

This type of disclosure event may include a pending formal proceeding initiated by a regulatory authority (e.g., a state securities agency, self-regulatory organization, federal regulatory agency such as the Securities and Exchange Commission, foreign financial regulatory body) for alleged violations of investment-related rules or regulations.

Disclosure 1 of 2

Reporting Source:	Firm
Current Status:	Pending
Allegations:	AFTER EVIDENCE OF AN INTERTWINED RELATIONSHIP BETWEEN COHMAD AND BERNARD MADOFF INVESTMENT SECURITIES LLC BECAME APPARENT, THE DIVISION SOUGHT TO OBTAIN DOCUMENT PRODUCTION RESPONSES TO INTERROGATORIES AND TO TAKE THE TESTIMONY OF SEVERAL COHMAD OFFICERS. THE DIVISION ALLEGES THAT REFUAL TO RESPOND TO INTERROGATORIES AND INADEQUATE PRODUCTION OF DOCUMENTS COMBINED WITH THE OFFICERS REFUSAL TO TESTIFY DEMONSTRATES A BROAD BASED REFUSAL TO EXPLAIN AND ANSWER FOR COHMAD'S ACTIONS IN THE COMMONWEALTH.
Initiated By:	MASSACHUSETTS SECURITIES DIVISON
Date Initiated:	02/11/2009
Docket/Case Number:	E-2009-0015
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Civil and Administrative Penalt(ies) /Fine(s)
Other Sanction(s)/Relief Sought:	PERMANENTLY CEASE AND DESIST FROM COMMITTING ANY FURTHER VIOLATIONS OF THE ACT AND REGULATIONS; PROVIDE AN ACCOUNTING OF ALL MASSACHUSETTS INVESTORS AND ALL FEES EARNED IN CONNECTION THEREWITH; SUSPENSION AND REVOCATION OF REGISTRATION IN THE COMMONWEALTH AS A BROKER DEALER; TO PAY AN ADMINISTRATIVE FINE; AND TO TAKE ANY OTHER APPROPRIATE ACTIONS FOR THE PROTECTION OF MASSACHUSETTS INVESTORS.
Firm Statement	AN ORDER, DATED MAY 7, 2009 THAT AMONG OTHER THINGS REVOKED COHMAD'S REGISTRATION, WAS VACATED PURSUANT TO A RULING IN SUFFOLK SUPERIOR COURT, CIVIL ACTION NUMBER 2009-02226 (COHMAD SECURITIES CORPORATION V. WILLIAM F. GALVIN, IN HIS CAPACITY AS SECRETARY OF THE COMMONWEALTH & ANOTHER). WHILE THE MAY 7, 2009 ORDER WAS VACATED, THE MATTER WAS REMANDED BACK FOR FURTHER PROCEEDINGS AND IS PENDING BEFORE THE SECURITIES DIVISION OF THE OFFICE OF THE SECRETARY OF THE COMMONWEALTH.



THE TEMPORARY SUSPENSION, ORDERED ON FEBRUARY 11, 2009, ON COHMAD'S BROKER-DEALER REGISTRATION IN MASSACHUSETTS IS STILL IN EFFECT.

Disclosure 2 of 2

Reporting Source:	Firm
Current Status:	Pending
Allegations:	SEE U-6 COMPLAINT AFTER EVIDENCE OF AN INTERTWINED RELATIONSHIP BETWEEN COHMAD AND BERNARD MADOFF INVESTMENT SECURITIES LLC BECAME APPARENT, THE DIVISION SOUGHT TO OBTAIN DOCUMENT PRODUCTION RESPONSES TO INTERROGATORIES AND TO TAKE THE TESTIMONY OF SEVERAL COHMAD OFFICERS. THE DIVISION ALLEGES THAT REFUAL TO RESPOND TO INTERROGATORIES AND INADEQUATE PRODUCTION OF DOCUMENTS COMBINED WITH THE OFFICERS REFUSAL TO TESTIFY DEMONSTRATES A BROAD BASED REFUSAL TO EXPLAIN AND ANSWER FOR COHMAD'S ACTIONS IN THE COMMONWEALTH
Initiated By:	MASSACHUSETTS SECURITIES DIVISION
Date Initiated:	02/11/2009
Docket/Case Number:	E-2009-0015
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Suspension
Other Sanction(s)/Relief Sought:	PERMANENTLY CEASE AND DESIST FROM COMMITTING ANY FURTHER VIOLATIONS OF THE ACT AND REGULATIONS; PROVIDE AN ACCOUNTING OF ALL MASSACHUSETTS INVESTORS AND ALL FEES EARNED IN CONNECTION THEREWITH; SUSPENSION AND REVOCATION OF REGISTRATION IN THE COMMONWEALTH AS A BROKER DEALER; TO PAY AN ADMINISTRATIVE FINE; AND TO TAKE ANY OTHER APPROPRIATE ACTIONS FOR THE PROTECTION OF MASSACHUSETTS INVESTORS
Firm Statement	ANSWERED ADMINISTRATIVE COMPLAINT FILED MOTIION TO DISQUALIFY PRESIDING OFFICER FILED COHMAD'S OPPOSITION TO THE ENFORCEMENT SECTION'S MOTION TO STRIKE ITS ANSWER



Civil - Final

This type of disclosure event involves (1) an injunction issued by a foreign or domestic court within the last 10 years in connection with investment-related activity, (2) a finding by a court of a violation of any investment-related statute or regulation, or (3) an action dismissed by a court pursuant to a settlement agreement.

Disclosure 1 of 1

Reporting Source: Regulator

Current Status: Final

Allegations: SEC LITIGATION RELEASE 21095, JUNE 22, 2009: THE SECURITIES AND EXCHANGE COMMISSION ("COMMISSION") CHARGED COHMAD SECURITIES CORPORATION ("COHMAD"), A NEW YORK-BASED BROKER-DEALER, ALLEGING THAT IT RAISED BILLIONS OF DOLLARS FROM INVESTORS FOR A PONZI SCHEME. THE COMMISSION ALLEGED THAT COHMAD VIOLATED SECTION 17(A) OF THE SECURITIES ACT OF 1933 ("SECURITIES ACT"), SECTIONS 10(B), 15(B)(1), 15(B)(7), AND 17(A) OF THE SECURITIES EXCHANGE ACT OF 1934 ("EXCHANGE ACT") AND RULES 10B-5, 15B3-1, 15B7-1 AND 17A-3 THEREUNDER AND AIDED AND ABETTED VIOLATIONS OF SECTIONS 206(1), 206(2) AND 206(4) OF THE INVESTMENT ADVISERS ACT OF 1940 ("ADVISERS ACT") AND RULE 206(4)-3 THEREUNDER. THE COMMISSION ALLEGED THAT COHMAD ACTIVELY MARKETED INVESTMENT OPPORTUNITIES WITH AN INDIVIDUAL AND HIS FIRM WHILE KNOWINGLY OR RECKLESSLY DISREGARDING FACTS INDICATING THAT THE INDIVIDUAL WAS OPERATING A FRAUD. THE COMMISSION ALLEGED THAT WHILE BRINGING INVESTORS TO THE PONZI SCHEME, COHMAD IGNORED AND EVEN PARTICIPATED IN MANY SUSPICIOUS PRACTICES THAT CLEARLY INDICATED THE SCHEME OPERATOR WAS ENGAGED IN FRAUD. COMMISSION ALLEGED THAT COHMAD FILED FALSE FORMS BD AND FOCUS REPORTS THAT CONCEALED ITS PRIMARY BUSINESS OF BRINGING IN INVESTORS FOR THE FUND THAT OPERATED AS A PONZI SCHEME. THE COMMISSION FURTHER ALLEGED THAT THIS REFERRAL BUSINESS COMPRISED AS MUCH AS 90 PERCENT OF COHMAD'S REVENUE IN SOME YEARS, BROUGHT IN MORE THAN 800 ACCOUNTS, AND BILLIONS OF DOLLARS INTO THE PONZI FUND ADVISORY BUSINESS, FOR WHICH THE PONZI FUND'S MANAGER PAID COHMAD MORE THAN \$100 MILLION. THE COMMISSION ALSO ALLEGED THAT THE COMPENSATION ARRANGEMENT BETWEEN THE PONZI FUND'S MANAGER AND COHMAD INDICATED FRAUDULENT CONDUCT AT THE FUND. THE COMMISSION ALLEGED THAT COHMAD WAS PAID AN ANNUAL PERCENTAGE OF THE FUNDS ITS REPRESENTATIVES BROUGHT INTO THE PONZI FUND OFFSET BY ANY WITHDRAWALS FROM THOSE INVESTOR ACCOUNTS. THIS COMPENSATION ARRANGEMENT INDICATED TO COHMAD THAT THE PONZI FUND'S MANAGER WAS NOT PROVIDING ANY REAL RETURNS TO INVESTORS. FOR EXAMPLE, WHERE THE CLIENT'S PRINCIPAL



INVESTMENT HAD BEEN \$10,000, COHMAD STOPPED RECEIVING FEES IF A CLIENT WITHDREW \$15,000 FROM AN ACCOUNT, EVEN IF UNDER THE PONZI FUND MANAGER'S MANAGEMENT THE ACCOUNT HAD PURPORTEDLY GROWN TO \$100,000. IN COHMAD'S INTERNAL RECORDS, SUCH AN ACCOUNT WAS DESIGNATED WITH A NEGATIVE \$5,000 NUMBER.

Initiated By: UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Court Details: UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF NEW YORK; NEW YORK, NY; 09-CV-5680

Date Court Action Filed: 06/22/2009

Principal Product Type: Other

Other Product Types: PONZI SCHEME

Relief Sought: Injunction

Other Relief Sought: CIVIL PENALTY, DISGORGEMENT, PREJUDGMENT INTEREST

Resolution: Judgment Rendered

Resolution Date: 11/02/2010

Sanctions Ordered or Relief Granted: Cease and Desist/Injunction

Other Sanctions:

Sanction Details:

COHMAD SUBMITTED A CONSENT AGREEMENT TO THE COURT, WHICH INCLUDED A PARTIAL JUDGMENT PERMANENTLY ENJOINING COHMAD FROM FUTURE VIOLATIONS OF SECTION 17(A)(2) OF THE SECURITIES ACT, SECTIONS 15(B)(1) AND 17(A) OF THE EXCHANGE ACT AND RULES 15B3-1 AND 17A-3 THEREUNDER AND VIOLATING, OR AIDING AND ABETTING VIOLATIONS OF, SECTION 206(4) OF THE ADVISERS ACT AND RULE 206(4)-3 THEREUNDER. THE PARTIAL JUDGMENT PROVIDED THAT THE ISSUE OF DISGORGEMENT, PREJUDGMENT INTEREST AND CIVIL PENALTY RELIEF WILL BE DECIDED AT A LATER TIME. IN CONSENTING TO THE PARTIAL JUDGMENT, COHMAD NEITHER ADMITTED NOR DENIED THE ALLEGATIONS OF THE AMENDED COMPLAINT, EXCEPT THAT SOLELY FOR PURPOSES OF THE COURT'S LATER DETERMINATION OF MONETARY RELIEF, THE ALLEGATIONS OF THE AMENDED COMPLAINT ARE ACCEPTED AS AND DEEMED TRUE BY THE COURT.

SEC LITIGATION RELEASE 21722, NOVEMBER 3, 2010: THE SECURITIES AND EXCHANGE COMMISSION ANNOUNCED THAT ON NOVEMBER 2, 2010 THE UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF NEW YORK ENTERED A PARTIAL JUDGMENT BY CONSENT PERMANENTLY ENJOINING COHMAD SECURITIES CORP. FROM VIOLATING SECTION 17(A)(2) OF THE SECURITIES ACT, SECTIONS 15(B)(1) AND 17(A) OF THE



EXCHANGE ACT AND RULES 15B3-1 AND 17A-3 THEREUNDER AND VIOLATING, OR AIDING AND ABETTING VIOLATIONS OF, SECTION 206(4) OF THE ADVISERS ACT AND RULE 206(4)-3 THEREUNDER.

THE PARTIAL JUDGMENT PROVIDED THAT THE ISSUE OF DISGORGEMENT, PREJUDGMENT INTEREST AND CIVIL PENALTY RELIEF AGAINST COHMAD WILL BE DECIDED AT A LATER TIME.

Regulator Statement

SEC LITIGATION RELEASE 21718, NOVEMBER 1, 2010: THE SECURITIES AND EXCHANGE COMMISSION ANNOUNCED THAT IT FILED AN AMENDED COMPLAINT AGAINST COHMAD SECURITIES CORPORATION. THE AMENDED COMPLAINT ALLEGED THAT COHMAD MADE MATERIAL MISREPRESENTATIONS AND OMISSIONS BY REFERRING HUNDREDS OF INVESTORS TO A PONZI SCHEME OPERATOR AND HIS FIRM, WHILE COHMAD WAS AWARE OF AND FAILED TO DISCLOSE FACTS THAT SHOULD HAVE RAISED SERIOUS QUESTIONS ABOUT THE PROPRIETY OF THE INVESTMENT. THE INVESTORS REFERRED TO THE PONZI FUND MANAGER BY COHMAD PROVIDED THE FUND'S MANAGER WITH MORE THAN ONE BILLION DOLLARS.

Reporting Source:

Firm

Current Status:

Pending

Allegations:

SEC LITIGATION RELEASE 21095, JUNE 22, 2009: SECTION 17(A) OF THE SECURITIES ACT, SECTIONS 10(B), 15(B)(1), 15(B)(7), AND 17(A) OF THE EXCHANGE ACT AND RULES 10B-5, 15B3-1, 15B7-1 AND 17A-3 AND AIDED AND ABETTED VIOLATIONS OF SECTIONS 206(1), 206(2) AND 206(4) OF THE ADVISERS ACT AND RULE 206(4)-3. THE SEC CHARGED THE FIRM AND OTHERS ALLEGING THAT THEY COLLECTIVELY RAISED BILLIONS FROM INVESTORS FOR A PONZI SCHEME. THE SEC CHARGED THE DEFENDENT AND THE OTHERS FOR ACTIVELY MARKETING INVESTMENT OPPORTUNITIES WITH AN INDIVIDUAL AND HIS FIRM WHILE KNOWINGLY OR RECKLESSLY DISREGARDING FACTORS INDICATING THAT THE INDIVIDUAL WAS OPERATING A FRAUD.

Initiated By:

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Court Details:

UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF NEW YORK, SEC VS COHMAD SECURITIES CORPORATION, ET AL., (S.D.N.Y. CIV. 09 CV 5680)

Date Court Action Filed:

06/22/2009

Principal Product Type:

No Product

Other Product Types:



Relief Sought:	Injunction
Other Relief Sought:	INJUNCTIONS, FINANACIAL PENALTIES AND A COURT ORDER REQUIRING DISGORGEMENT OF ILL GOTTEN GAINS
Firm Statement	COHMAD VIGOROUSLY DENIES THE ALLEGATIONS!



Disclosure Events for Non-Registered Control Affiliates

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

	Pending	Final	On Appeal
Regulatory Event	0	1	0



Disclosure Event Details

Regulatory - Final

Disclosure 1 of 1

Reporting Source:	Firm
Affiliate:	MADOFF, BERNARD LAWRENCE
Current Status:	Final
Allegations:	VIOLATION OF NASD RULES 2230 AND 2110.
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	07/01/1963
Docket/Case Number:	COMPLAINT NO. NY-802
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	
Resolution:	Decision
Resolution Date:	11/08/1963
Sanctions Ordered:	Monetary/Fine \$500.00
Other Sanctions Ordered:	
Sanction Details:	FINED IN THE AMOUNT OF \$500.00 AND ASSESSED COSTS OF THE PROCEEDING IN THE AMOUNT OF \$60.65. THE FINE AND COSTS OF THE PROCEEDINGS WERE PAID IN FULL IN NOVEMBER 1963.
Firm Statement	THE FINDING OF A VIOLATION OF NASD RULE 2230 WAS LIMITED TO A TECHNICAL INFRACTION.

End of Report



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