

BrokerCheck Report

HARRIS INVESTORS DIRECT, INC.

CRD# 17664

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When communicating online or investing with any professional, make sure you know who you're dealing with. [Imposters](#) might link to sites like BrokerCheck from [phishing](#) or similar scam websites, or through [social media](#), trying to steal your personal information or your money.

Please contact FINRA with any concerns.

About BrokerCheck®

BrokerCheck offers information on all current, and many former, registered securities brokers, and all current and former registered securities firms. FINRA strongly encourages investors to use BrokerCheck to check the background of securities brokers and brokerage firms before deciding to conduct, or continue to conduct, business with them.

- **What is included in a BrokerCheck report?**

- BrokerCheck reports for individual brokers include information such as employment history, professional qualifications, disciplinary actions, criminal convictions, civil judgments and arbitration awards. BrokerCheck reports for brokerage firms include information on a firm's profile, history, and operations, as well as many of the same disclosure events mentioned above.

- Please note that the information contained in a BrokerCheck report may include pending actions or allegations that may be contested, unresolved or unproven. In the end, these actions or allegations may be resolved in favor of the broker or brokerage firm, or concluded through a negotiated settlement with no admission or finding of wrongdoing.

- **Where did this information come from?**

- The information contained in BrokerCheck comes from FINRA's Central Registration Depository, or CRD® and is a combination of:
 - information FINRA and/or the Securities and Exchange Commission (SEC) require brokers and brokerage firms to submit as part of the registration and licensing process, and
 - information that regulators report regarding disciplinary actions or allegations against firms or brokers.

- **How current is this information?**

- Generally, active brokerage firms and brokers are required to update their professional and disciplinary information in CRD within 30 days. Under most circumstances, information reported by brokerage firms, brokers and regulators is available in BrokerCheck the next business day.

- **What if I want to check the background of an investment adviser firm or investment adviser representative?**

- To check the background of an investment adviser firm or representative, you can search for the firm or individual in BrokerCheck. If your search is successful, click on the link provided to view the available licensing and registration information in the SEC's Investment Adviser Public Disclosure (IAPD) website at <https://www.adviserinfo.sec.gov>. In the alternative, you may search the IAPD website directly or contact your state securities regulator at <http://www.finra.org/Investors/ToolsCalculators/BrokerCheck/P455414>.

- **Are there other resources I can use to check the background of investment professionals?**

- FINRA recommends that you learn as much as possible about an investment professional before deciding to work with them. Your state securities regulator can help you research brokers and investment adviser representatives doing business in your state.

• **Thank you for using FINRA BrokerCheck.**



Using this site/information means that you accept the FINRA BrokerCheck Terms and Conditions. A complete list of Terms and Conditions can be found at brokercheck.finra.org



For additional information about the contents of this report, please refer to the User Guidance or www.finra.org/brokercheck. It provides a glossary of terms and a list of frequently asked questions, as well as additional resources. For more information about FINRA, visit www.finra.org.



HARRIS INVESTORS DIRECT, INC.

CRD# 17664

SEC# 8-35289

Main Office Location

111 WEST MONROE 19E
CHICAGO, IL 60603

Mailing Address

111 WEST MONROE 19E
CHICAGO, IL 60603

Business Telephone Number

312-461-6000

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 Delaware on 12/03/1985.
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 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	2
Arbitration	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: 04/15/2000

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 Delaware on 12/03/1985.

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.

HARRIS INVESTORS DIRECT, INC.

Doing business as HARRIS INVESTORS DIRECT, INC.

CRD# 17664

SEC# 8-35289

Main Office Location

111 WEST MONROE 19E
CHICAGO, IL 60603

Mailing Address

111 WEST MONROE 19E
CHICAGO, IL 60603

Business Telephone Number

312-461-6000



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): HARRIS BANK CORP

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

Position PARENT

Position Start Date 01/1986

Percentage of Ownership 75% or more

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

Is this a public reporting company? Yes

Legal Name & CRD# (if any): BYRNES, JOHN GERALD

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

Position CHAIRMAN PRESIDENT

Position Start Date 10/1997

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): HAEUSSLER, TONY FREDERICK
1235241

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

Position DIRECTOR

Position Start Date 05/1993

Percentage of Ownership Less than 5%



Firm Profile

Direct Owners and Executive Officers (continued)

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

Is this a public reporting company?

Legal Name & CRD# (if any): MEAD, DAVID L
2194645

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

Position DIRECTOR

Position Start Date 10/1991

Percentage of Ownership Less than 5%

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

Is this a public reporting company?

Legal Name & CRD# (if any): THOMAS SIZER

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

Position SECRETARY

Position Start Date 01/1986

Percentage of Ownership Less than 5%

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

Is this a public reporting company?

Legal Name & CRD# (if any): THOMAS, WAYNE W
2194641

Firm Profile



Direct Owners and Executive Officers (continued)

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

Position DIRECTOR

Position Start Date 10/1991

Percentage of Ownership Less than 5%

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

Is this a public reporting company?



Firm Profile

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

Indirect Owners

Legal Name & CRD# (if any):	BANK OF MONTREAL
Is this a domestic or foreign entity or an individual?	Foreign Entity
Company through which indirect ownership is established	BANKMONT FINANCIAL CORP
Relationship to Direct Owner	WHOLLY OWNED SUBSIDIARY
Relationship Established	01/1986
Percentage of Ownership	75% or more
Does this owner direct the management or policies of the firm?	Yes
Is this a public reporting company?	

Legal Name & CRD# (if any):	BANKMONT FINANCIAL CORP
Is this a domestic or foreign entity or an individual?	Domestic Entity
Company through which indirect ownership is established	HARRIS BANKCORP
Relationship to Direct Owner	WHOLLY OWNED SUSIDIARY
Relationship Established	01/1986
Percentage of Ownership	75% or more
Does this owner direct the management or policies of the firm?	Yes
Is this a public reporting company?	

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 08/29/1986 to 04/20/2000.



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
Investment advisory services
Non-exchange member arranging for transactions in listed securities by exchange member

Firm Operations



Clearing Arrangements

This firm does not hold or maintain funds or securities or provide clearing services for other broker-dealer(s).

Introducing Arrangements

This firm does not refer or introduce customers to other brokers and dealers.

Firm Operations

Industry Arrangements



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

Name: NATIONAL FINANCIAL SERVICEES
Business Address: 161 DEVONSHIRE
BOSTON, MA 02110
Effective Date: 01/15/1986
Description: HARRIS INVESTOR DIRECT WILL CONTINUE TO EMPLOY NATIONAL FINANCIAL SERVICES CORPORATION AS ITS CLEARING FIRM ON A FULL DISCLOSED BASIS

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

Name: NATIONAL FINANCIAL SERVICES
Business Address: 161 DEVONSHIRE STREET
BOSTON, MA 02110
Effective Date: 01/15/1986
Description: HARRIS INVESTORS DIRECT WILL CONTINUE TO EMPLOY NATIONAL FINANCIAL SERVICES CORPORATION AS ITS CLEARING BROKER ON A FULLY DISCLOSED BASIS.

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

Name: NATIONAL FINACIAL SERVICES
Business Address: 161 DEVONSHIRE STREET
BOSTON, MA 02110
Effective Date: 01/15/1986
Description: HARRIS INVESTORD DIRECT WILL CONTINUE TO EMPLOY NATIONAL FINANCIAL SERVICES CORPORATION AS ITS CLEARING BROKER ON A FULLY DISCLOSED BASIS.

Control Persons/Financing

This firm does not have individuals who control its management or policies through agreement.

This firm does not have individuals who wholly or partly finance the firm's business.



Firm Operations

Organization Affiliates

This section provides information on control relationships the firm has with other firms in the securities, investment advisory, or banking business.

This firm is, directly or indirectly:

- in control of
 - controlled by
 - or under common control with
- the following partnerships, corporations, or other organizations engaged in the securities or investment advisory business.

BURKE CHRISTENSEN & LEWIS SECURITIES INC. is under common control with the firm.

CRD #:	6580
Business Address:	303W MADISON CHICAGO, IL 60606
Effective Date:	12/01/1999
Foreign Entity:	No
Country:	
Securities Activities:	Yes
Investment Advisory Activities:	No
Description:	BURKE, CHRISTENSEN, & LEWIS IS UNDER COMMON OWNERSHIP WITH HARRIS INVESTORS DIRECT. BOTH FIRMS ARE OWNED BY BANKMONT FINANCIAL CORP, A SUBSIDIARY OF BANK OF MONTREAL.

BANK OF MONTREAL controls the firm.

Business Address:	129 ST JAMES STREET WEST P.O. BOX 6002 PLACE D'ARMES MONTREAL, QUEBEC H2Y 1L6
Effective Date:	01/15/1986
Foreign Entity:	Yes
Country:	CANADA
Securities Activities:	Yes
Investment Advisory Activities:	Yes
Description:	APPLICANT IS A SUBSIDIARY IN A TIERED BANK HOLDING COMPANY AND IS AN AFFILIATE OF OTHER SUBSIDIARIES, SOME OF WHICH ARE

Firm Operations



Organization Affiliates (continued)

INVOLVED IN THE SECURITIES AND INVESTMENT ADVISORY BUSINESS,
SUBJECT TO APPLICABLE REGULATION.

BANKMONT FINANCIAL CORP controls the firm.

Business Address: 100 WEST TENTH STREET
WILMINGTON, DE 19801

Effective Date: 01/15/1986

Foreign Entity: No

Country:

Securities Activities: Yes

**Investment Advisory
Activities:** Yes

Description: APPLICANT IS A SUBSIDIARY IN A TIERED BANK HOLDING COMPANY AND IS AN AFFILIATE OF OTHER SUBSIDIARIES, SOME OF WHICH ARE INVOLVED IN THE SECURITIES AND INVESTMENT ADVISORY BUSINESS, SUBJECT TO APPLICABLE REGULATION.

HARRIS BANKCORP controls the firm.

Business Address: 111 WEST MONROE
CHICAGO, IL 60603

Effective Date: 01/15/1986

Foreign Entity: No

Country:

Securities Activities: No

**Investment Advisory
Activities:** No

Description: APPLICANT IS A SUBSIDIARY IN A TIERED BANK HOLDING COMPANY AND AS AN AFFILIATE OF OTHER SUBSIDIARIES, SOME OF WHICH ARE INVOLVED IN THE SECURITIES AND INVESTMENT ADVISORY BUSINESS, SUBJECT TO APPLICABLE REGULATIONS.

This firm is directly or indirectly, controlled by the following:

- bank holding company
- national bank
- state member bank of the Federal Reserve System

Firm Operations



Organization Affiliates (continued)

- state non-member bank
- savings bank or association
- credit union
- or foreign bank

HARRIS BANKCORP is a Bank Holding Company and controls the firm.

Business Address: 111 WEST MONROE
CHICAGO, IL 60603

Effective Date: 01/15/1986

Description: APPLICANT IS A SUBSIDIARY IN A TIERED BANK HOLDING COMPANY AND IS AN AFFILIATE OF OTHER SUBSIDIARIES, SOME OF WHICH ARE INVOLVED IN THE SECURITIES AND INVESTMENT ADVISORY BUSINESS, SUBJECT TO APPLICABLE REGULATION



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	1	1	0
Arbitration	N/A	1	N/A



Disclosure Event Details

What you should know about reported disclosure events:

1. **BrokerCheck provides details for any disclosure event that was reported in CRD. It also includes summary information regarding FINRA arbitration awards in cases where the brokerage firm was named as a respondent.**
2. **Certain thresholds must be met before an event is reported to CRD, for example:**
 - A law enforcement agency must file formal charges before a brokerage firm is required to disclose a particular criminal event.
3. **Disclosure events in BrokerCheck reports come from different sources:**
 - Disclosure events for this brokerage firm were reported by the firm and/or regulators. When the firm and a regulator report information for the same event, both versions of the event will appear in the BrokerCheck report. The different versions will be separated by a solid line with the reporting source labeled.
4. **There are different statuses and dispositions for disclosure events:**
 - A disclosure event may have a status of *pending*, *on appeal*, or *final*.
 - A "pending" event involves allegations that have not been proven or formally adjudicated.
 - An event that is "on appeal" involves allegations that have been adjudicated but are currently being appealed.
 - A "final" event has been concluded and its resolution is not subject to change.
 - A final event generally has a disposition of *adjudicated*, *settled* or *otherwise resolved*.
 - An "adjudicated" matter includes a disposition by (1) a court of law in a criminal or civil matter, or (2) an administrative panel in an action brought by a regulator that is contested by the party charged with some alleged wrongdoing.
 - A "settled" matter generally involves an agreement by the parties to resolve the matter. Please note that firms may choose to settle customer disputes or regulatory matters for business or other reasons.
 - A "resolved" matter usually involves no payment to the customer and no finding of wrongdoing on the part of the individual broker. Such matters generally involve customer disputes.
5. **You may wish to contact the brokerage firm to obtain further information regarding any of the disclosure events contained in this BrokerCheck report.**

Regulatory - Final

This type of disclosure event involves (1) a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, self-regulatory organization, federal regulator such as the U.S. Securities and Exchange Commission, foreign financial regulatory body) for a violation of investment-related rules or regulations; or (2) a revocation or suspension of the authority of a brokerage firm or its control affiliate to act as an attorney, accountant or federal contractor.

Disclosure 1 of 1

Reporting Source: Firm

Current Status: Final



Allegations:	VIOLETION OF SECTION 15C OF THE EXCHANGE ACT AND 17C.F.R 240.17A-3 AND 240.17A-4 THEREUNDER HGSI ALONG WITH OTHER FIRMS ENTERED INTO WITH THE COMMISSION AN OFFER OF SETTLEMENT WHICH THE COMMISSION, THE OCC AND BOARD ACCEPTED
Initiated By:	SECURITIES EXCHANGE COMMISSION
Date Initiated:	01/16/1992
Docket/Case Number:	SEC FILE 3-7646
Principal Product Type:	Other
Other Product Type(s):	GOVERNMENT SPONSORED ENTERPRISES
Principal Sanction(s)/Relief Sought:	Civil and Administrative Penalties /Fine(s)
Other Sanction(s)/Relief Sought:	
Resolution:	Settled
Resolution Date:	01/16/1992
Sanctions Ordered:	Monetary/Fine \$550,000.00
Other Sanctions Ordered:	NONE
Sanction Details:	550,000.00 ON 01/16/1992



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 1

Reporting Source:	Firm
Current Status:	Pending
Appealed To and Date Appeal Filed:	N.A.
Allegations:	CLAIMANT ALLEGES THAT HE WAS UNABLE TO CANCEL A BUY ORDER PLACED ON THE INTERNET SITE OF HARRIS INVESTORS DIRECT, INC. SPECIFIC CLAIMS ARE FAILURE TO SUPERVISE, NEGLIGENCE, BREACH OF IMPLIED CONTRACT, MISREPRESENTATION, DISCLOSURE, AND BREACH OF POSITION OF TRUST.
Initiated By:	NASD ARBITRATION
Date Initiated:	03/12/2000
Docket/Case Number:	00-00613
Principal Product Type:	Equity - OTC
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Other
Other Sanction(s)/Relief Sought:	CASE PENDING - CLAIMANT SEEKING \$9,891.95 PLUS INTEREST AND ARBITRATION FILING FEES.
Firm Statement	CASE IS IN THE DISCOVERY STAGE. NO HEARING DATE HAS BEEN SET.



Arbitration Award - Award / Judgment

Brokerage firms are not required to report arbitration claims filed against them by customers; however, BrokerCheck provides summary information regarding FINRA arbitration awards involving securities and commodities disputes between public customers and registered securities firms in this section of the report.
The full text of arbitration awards issued by FINRA is available at www.finra.org/awardsonline.

Disclosure 1 of 1

Reporting Source:	Regulator
Type of Event:	ARBITRATION
Allegations:	ACCOUNT RELATED-BREACH OF CONTRACT; ACCOUNT RELATED-FAILURE TO SUPERVISE; ACCOUNT RELATED-NEGLIGENCE; OTHER-ON-LINE TRADING DISPUTE
Arbitration Forum:	NASD
Case Initiated:	03/15/2000
Case Number:	00-00613
Disputed Product Type:	COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE
Sum of All Relief Requested:	\$9,891.95
Disposition:	AWARD AGAINST PARTY
Disposition Date:	01/04/2001
Sum of All Relief Awarded:	\$2,718.75

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

End of Report



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