

BrokerCheck Report

YANKEE FINANCIAL GROUP, INC.

CRD# 17966

<u>Section Title</u>	<u>Page(s)</u>
Report Summary	1
Registration and Withdrawal	2
Firm Profile	3 - 6
Firm History	7
Firm Operations	8 - 13
Disclosure Events	14



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.



YANKEE FINANCIAL GROUP, INC.

CRD# 17966

SEC# 8-35997

Main Office Location

150 BROAD HOLLOW ROAD
SUITE 121
MELVILLE, NY 11747

Mailing Address

150 BROAD HOLLOW ROAD
SUITE 121
MELVILLE, NY 11747

Business Telephone Number

631-424-6900

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 Connecticut on 04/15/1986.

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	4
Civil Event	1
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: 07/01/2005

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 Connecticut on 04/15/1986.

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.

YANKEE FINANCIAL GROUP, INC.

Doing business as YANKEE FINANCIAL GROUP, INC.

CRD# 17966

SEC# 8-35997

Main Office Location

150 BROAD HOLLOW ROAD
SUITE 121
MELVILLE, NY 11747

Mailing Address

150 BROAD HOLLOW ROAD
SUITE 121
MELVILLE, NY 11747

Business Telephone Number

631-424-6900



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):	KRESGE, RICHARD FRANCIS 729077
Is this a domestic or foreign entity or an individual?	Individual
Position	CEO, PRESIDENT, MAJORITY SHAREHOLDER
Position Start Date	04/1986
Percentage of Ownership	75% or more
Does this owner direct the management or policies of the firm?	Yes
Is this a public reporting company?	No

Legal Name & CRD# (if any):	BORGNER, RICHARD REISS 1104666
Is this a domestic or foreign entity or an individual?	Individual
Position	VICE PRESIDENT, COMPLIANCE OFFICER
Position Start Date	08/2002
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):	CALISE, JAMES MARIO SR 38467
Is this a domestic or foreign entity or an individual?	Individual
Position	OPTIONS PRINCIPAL

Firm Profile



Direct Owners and Executive Officers (continued)

Position Start Date	11/2003
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

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 08/27/1986 to 08/04/2006.





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 14 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 dealer
U S. government securities broker
Municipal securities dealer
Municipal securities broker
Broker or dealer selling variable life insurance or annuities
Solicitor of time deposits in a financial institution
Put and call broker or dealer or option writer
Broker or dealer selling tax shelters or limited partnerships in primary distributions
Broker or dealer selling tax shelters or limited partnerships in the secondary market
Private placements of securities
Other - 10Y YANKEE FINANCIAL GROUP, INC. TAKES ORDERS FROM PRE-APPROVED MONEY MANAGERS FOR CUSTOMER ACCOUNTS. THE APPROVAL IS MADE BY RICHARD F. KRESGE AT YANKEE AND FROM THE CUSTOMER BY WAY OF A FORMAL LIST OF OR INDEPENDENT TRADING AUTHORIZATIONS HELD ON FILE

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:	FLEET SECURITIES, INC.
CRD #:	13071
Business Address:	26 BROADWAY NEW YORK, NY 10004
Effective Date:	01/12/1987
Description:	YANKEE IS FULLY DISCLOSED B/D THROUGH US CLEARING (FLEET SECURITIES), ALL RECORDS AND ACCTS ARE KEPT AND MAINTAINED BY US CLEARING ALL SECURITIES ARE SENT DIRECTLY TO US CLEARING BY CUSTOMER AND ALL CUSTOMER FUNDS ARE MADE OUT TO US CLEARING FOR DEPOSIT IN THEIR ACCOUNTS

Firm Operations

Industry Arrangements



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

Name: FLEET SECURITIES, INC.
CRD #: 13071
Business Address: 26 BROADWAY
NEW YORK, NY 10004
Effective Date: 01/12/1987
Description: YANKEE IS FULLY DISCLOSED B/D THROUGH US CLEARING,(FLEET SECURITIES) ALL RECORDS AND ACCTS ARE KEPT AND MAINTAINED BY US CLEARING, ALL SECURITIES ARE SENT DIRECTLY TO US CLEARING BY CUSTOMERS AND ALL CUSTOMER FUNDS ARE MADE OUT TO US CLEARING FOR DEPOSIT IN THEIR APPROPRIATE ACCTS

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

Name: FLEET SECURITIES, INC.
CRD #: 13071
Business Address: 26 BROADWAY
NEW YORK, NY 10004
Effective Date: 01/12/1987
Description: YANKEE IS FULLY DISCLOSED B/D THROUGH US CLEARING,(FLEET SECURITIES) ALL RECORDS AND ACCTS ARE KEPT AND MAINTAINED BY US CLEARING AND ALL SECURITIES ARE SENT DIRECTLY TO US CLEARING BY CUSTOMERS AND ALL CUSTOMER FUNDS ARE MADE OUT TO US CLEARING FOR DEPOSIT IN THEIR APPROPRIATE ACCT

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

Name: FLEET SECURITIES, INC.
CRD #: 13071
Business Address: 26 BROADWAY
NEW YORK, NY 10004
Effective Date: 01/12/1987
Description: YANKEE IS FULLY DISCLOSED B/D THROUGH US CLEARING,(FLEET SECURITIES) ALL RECORDS AND KEPT AND MAINTAINED BY US CLEARING, ALL SECURITIES ARE SENT DIRECTLY TO US CLEARING FOR DEPOSIT IN THEIR IN THIER ACCOUNTS

Firm Operations



Industry Arrangements (continued)

Control Persons/Financing

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

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



Firm Operations

Organization Affiliates

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

This firm is not, directly or indirectly:

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

This firm is not directly or indirectly, controlled by the following:

- bank holding company
- national bank
- state member bank of the Federal Reserve System
- state non-member bank
- savings bank or association
- credit union
- or foreign bank



Disclosure Events

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

	Pending	Final	On Appeal
Regulatory Event	0	4	0
Civil Event	0	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 4

Reporting Source: Regulator

Current Status: Final



Allegations: NASD RULES 1021(A), 1031(A), 2110, 2120, 2310, 3010, 3070(C), INTERPRETATIVE MATERIAL (IM)-1000-1, IM-1000-3 AND IM-2310-2, AND SECTION 10(B) OF THE SEC EXCHANGE ACT AND RULE 10B-5 THEREUNDER - YANKEE FINANCIAL GROUP, INC., ACTING THROUGH A REPRESENTATIVE, ENTERED INTO AN ORAL AGREEMENT WITH TWO UNREGISTERED INDIVIDUALS TO OPEN A BRANCH OFFICES OF THE FIRM THAT SET THE STAGE FOR A MASSIVE, FRAUDULENT SCHEME PERPETRATED UPON THE PUBLIC THAT RESULTED IN \$8 MILLION IN INVESTOR LOSSES. THE COMPLAINT ALLEGES THAT THE FIRM'S BRANCH OFFICES USED HIGH-PRESSURE, "BOILER ROOM" TYPE SALES TACTICS THAT INCLUDED FRAUDULENT MISREPRESENTATIONS, BASELESS PRICE PREDICTIONS, AND OMISSIONS OF MATERIAL FACT ALL DESIGNED TO INDUCE UNSUSPECTING INVESTORS TO PURCHASE SHARES OF HIGHLY SPECULATIVE OVER-THE-COUNTER BULLETIN BOARD (OTCBB) SECURITIES. THE COMPLAINT ALSO ALLEGES THAT THE FIRM BROKERS RECOMMENDED THESE EXTREMELY RISKY SECURITIES TO ELDERLY PERSONS FOR WHOM THEY WERE PATENTLY UNSUITABLE. THE COMPLAINT FURTHER ALLEGES THAT THE FIRM, ACTING VICARIOUSLY THROUGH ITS EMPLOYEES/AGENTS, AND THE FIRM AND REPRESENTATIVE, AS CONTROLLING PERSONS ARE LIABLE FOR THE FRAUDULENT AND DECEPTIVE SALES PRACTICES AND UNSUITABLE RECOMMENDATIONS OF THE FIRM'S BRANCH MANAGER AND REGISTERED REPRESENTATIVES. IN ADDITION, THE COMPLAINT ALLEGES THAT THE FIRM FAILED TO SUPERVISE AND OPERATING WITHOUT ANY WRITTEN SUPERVISORY PROCEDURES; FAILED TO REPORT CUSTOMER COMPLAINTS TO NASD; AND FAILED TO REGISTER AN INDIVIDUAL AS A PRINCIPAL AND REPRESENTATIVE OF THE FIRM.

Initiated By: NASD

Date Initiated: 08/12/2003

Docket/Case Number: [CMS030182](#)

Principal Product Type: Other

Other Product Type(s): STOCK

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Decision

Resolution Date: 09/06/2006



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:	Disgorgement/Restitution Revocation/Expulsion/Denial
Other Sanctions Ordered:	COSTS OF \$9,519.61, JOINTLY AND SEVERALLY
Sanction Details:	NAC DECISION RENDERED AUGUST 4, 2006 WHEREIN THE FINDINGS ARE AFFIRMED AND THE SANCTIONS ARE AFFIRMED IN PART AND MODIFIED IN PART. YANKEE FINANCIAL IS EXPELLED FROM NASD MEMBERSHIP EFFECTIVE AUGUST 4, 2006, AND ORDERED TO PAY \$3,866,426, PLUS INTEREST, PLUS REALIZED AND/OR UNREALIZED LOSSES OF A SECURITY JOINTLY AND SEVERALLY, IN RESTITUTION. UNPAID RESTITUTION SHALL BE PAID TO THE APPROPRIATE ESCHEAT, UNCLAIMED PROPERTY OR ABANDONED PROPERTY FUND FOR THE STATES IN WHICH THE CUSTOMERS LAST RESIDED. THE FIRM IS ALSO ASSESSED COSTS OF \$9,519.61, JOINTLY AND SEVERALLY. DECISION IS FINAL SEPTEMBER 6, 2006.
Regulator Statement	HEARING PANEL DECISION RENDERED DECEMBER 10, 2004, WHEREIN RESPONDENT MEMBER FIRM IS EXPELLED FROM NASD MEMBERSHIP AND ORDERED TO PAY RESTITUTION, JOINTLY AND SEVERALLY, TO CUSTOMERS IN THE AMOUNT OF \$3,866,426, PLUS INTEREST JOINTLY AND SEVERALLY, IN RESTITUTION AND ASSESSED COSTS OF \$7,820.22, JOINTLY AND SEVERALLY. APPEALED TO THE NAC ON JANUARY 5, 2005.

Reporting Source:	Firm
Current Status:	On Appeal
Appealed To and Date Appeal Filed:	NATIONAL ADJUDICATORY COUNCIL, JANUARY 4, 2005
Allegations:	THAT A BRANCH OFFICE OF YANKEE USED HIGH PRESSURE SALES TACTICS ALLEGEDLY INCLUDING FRAUDULENT MISREPRESENTATIONS, BASELESS PRICE PREDICTIONS AND OMISSIONS OF MATERIAL FACTS TO INDUCE INVESTORS TO PURCHASE SHARES OF HIGHLY SPECULATIVE OTC BB SECURITIES.
Initiated By:	NASD
Date Initiated:	08/18/2003
Docket/Case Number:	CMS030182



Principal Product Type:	Penny Stock(s)
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Expulsion
Other Sanction(s)/Relief Sought:	
Resolution:	Decision
Resolution Date:	12/10/2004
Sanctions Ordered:	Disgorgement/Restitution Revocation/Expulsion/Denial
Other Sanctions Ordered:	
Sanction Details:	HEARING PANEL DECISION RENDERED DECEMBER 10, 2004, WHEREIN RESPONDENT MEMBER FIRM IS EXPELLED FROM NASD MEMBERSHIP AND ORDERED TO PAY RESTITUTION, JOINTLY AND SEVERALLY, TO CUSTOMERS IN THE AMOUNT OF \$3,866,426, PLUS INTEREST AND ASSESSED COSTS OF \$7,820.22. IF NO FURTHER ACTION IS TAKEN, DECISION WILL BECOME FINAL JANUARY 26, 2005.
Firm Statement	APPEAL BEING FILED JANUARY 4, 2005.

Disclosure 2 of 4

Reporting Source:	Firm
Current Status:	Final
Allegations:	REGISTERED REPRESENTATIVE WAS NOT LICENSED IN STATE TO DO BUSINESS AT THE TIME OF THE SOLICITATION BY HIM TO CUSTOMERS, THIS WAS A PURELY CLERICAL ERROR BY THE THEN COMPLIANCE OFFICER, REP WAS LICENSED IN OTHER STATES AND THE NASD
Initiated By:	STATE OF CONNETICUT
Date Initiated:	04/29/1987
Docket/Case Number:	UNKNOWN
Principal Product Type:	Equity Listed (Common & Preferred Stock)
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Other



Other Sanction(s)/Relief Sought:	RECISSION OF TRADES OFFERED TO CLIENTS
Resolution:	Decision & Order of Offer of Settlement
Resolution Date:	04/27/1987
Sanctions Ordered:	
Other Sanctions Ordered:	RECISSION OFFERED TO CUSTOMERS FOR TRADES THAT OCCURRED
Sanction Details:	PAID 04/29/87 , ALL BY YANKEE FINANCIAL GROUP, INC. PROPER, NO PORTION PAID BY ANYONE ELSE
Firm Statement	A CLERICAL ERROR BY THE COMPLIANCE OFFICER AT THAT TIME (DID NOT CHECK CT STATE BOX ON U-4),CAUSED A REPRESENTATIVE TO BE UNLICENSED IN THE ST OF CT.,REP WAS LICENSED NASD AN OTHER STATES, THIS WAS AT THE TIME A NEW FILING AND WAS SIMPLY A CLERICAL ERROR.THIS OCCURRED OVER 12 YEARS AGO AND HAS NEVER REOCCURRED,OCCURRED 04/29/1987

Disclosure 3 of 4

Reporting Source:	Regulator
Current Status:	Final
Allegations:	
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	03/26/1993
Docket/Case Number:	C10930010
Principal Product Type:	
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Consent
Resolution Date:	03/26/1993
Sanctions Ordered:	Censure Monetary/Fine \$10,000.00
Other Sanctions Ordered:	



Sanction Details:

Regulator Statement

ON MARCH 26, 1993, THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT NO. C10930010 (DISTRICT NO. 10) SUBMITTED BY YANKEE FINANCIAL GROUP, INC. AND RICHARD F. KRESGE WAS ACCEPTED; THEREFORE, THEY ARE CENSURED AND FINED \$10,000, JOINTLY AND SEVERALLY - (MSRB RULE G-2 AND PART II, SECTION (2)(e) OF SCHEDULE C OF THE NASD BY-LAWS - RESPONDENT MEMBER, ACTING THROUGH RESPONDENT KRESGE, EXECUTED 29 MUNICIPAL SECURITIES TRANSACTIONS WITH PUBLIC CUSTOMERS ON A RISKLESS PRINCIPAL BASIS WITHOUT A MUNICIPAL SECURITIES PRINCIPAL BEING EFFECTIVELY REGISTERED WITH RESPONDENT MEMBER; AND, EXECUTED 22 OPTIONS TRANSACTIONS WITH ITS CUSTOMERS WITHOUT A REGISTERED OPTIONS PRINCIPAL BEING EFFECTIVELY REGISTERED WITH RESPONDENT MEMBER).
10,000.00 PAID ON 12/8/93 INVOICE #93-10-295

Reporting Source:	Firm
Current Status:	Final
Allegations:	MUNI AND OPTIONS PRINCIPAL DID NOT REQUALIFY THE RESPECTIVE PRINCIPALS LICENSURE IN TIME AND TRADES WERE TRANSACTED
Initiated By:	NASD
Date Initiated:	03/04/1993
Docket/Case Number:	AWC# C10930010
Principal Product Type:	Debt - Municipal
Other Product Type(s):	OPTIONS
Principal Sanction(s)/Relief Sought:	Other
Other Sanction(s)/Relief Sought:	AWC# C10930010
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	03/04/1993
Sanctions Ordered:	Censure Monetary/Fine \$10,000.00



Other Sanctions Ordered:	NONE REQUALIFICATION WAS COMPLETED BUT NOT WITHIN TIME FRAME
Sanction Details:	FINE WAS PAID TO NASD OVER ALLOTTED TIME FRAME IN EQUAL PAYMENTS, PAID OFF OVER 6 YEARS AGO
Firm Statement	29 MUNI TRADES AND 22 OPTION TRADES WERE TRANSACTED BEFORE THE APPROPRIATE PRINCIPALS WERE REQUALIFIED

Disclosure 4 of 4

Reporting Source:	Regulator
Current Status:	Final
Allegations:	
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	11/01/1991
Docket/Case Number:	C11900008

Principal Product Type:

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution:	Consent
Resolution Date:	11/01/1991
Sanctions Ordered:	Censure Monetary/Fine \$15,000.00

Other Sanctions Ordered:

Sanction Details:

Regulator Statement	ON NOVEMBER 1, 1991, THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT C11900008 (DISTRICT NO. 11) SUBMITTED BY RESPONDENTS YANKEE FINANCIAL GROUP, INC. AND RICHARD F. KRESGE WAS ACCEPTED; THEREFORE, THEY ARE CENSURED AND FINED \$15,000, JOINTLY AND SEVERALLY; AND, RESPONDENT KRESGE MUST REQUALIFY BY EXAMINATION AS A MUNICIPAL SECURITIES PRINCIPAL WITHIN 90 CALENDAR DAYS UPON NOTICE OF ACCEPTANCE OF THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT - (ARTICLE III, SECTION 1 AND
----------------------------	--



MSRB RULES G-17 AND G-30(a) - RESPONDENT MEMBER, ACTING THROUGH RESPONDENT KRESGE EXECUTED VARIOUS MUNICIPAL SECURITIES TRANSACTIONS AS PRINCIPAL WITH CUSTOMERS WHICH TRANSACTIONS WERE NOT FAIR AND REASONABLE; AND, ALLOWED AN ASSOCIATED PERSON TO ENGAGE IN THE INVESTMENT BANKING OR SECURITIES BUSINESS PRIOR TO BEING EFFECTIVELY REGISTERED WITH THE NASD).
 \$15,000.00 J&S PAID ON 12/27/91 INVOICE #91-11-1322

Reporting Source: Firm

Current Status: Final

Allegations: EXCESSIVE MARK UP/DOWN OF MUNI BONDS

Initiated By: NASD

Date Initiated: 06/27/1991

Docket/Case Number: AWC# C11900008

Principal Product Type: Debt - Municipal

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Other

Other Sanction(s)/Relief Sought: AWC# C11900008

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 06/27/1991

Sanctions Ordered: Censure
Monetary/Fine \$15,000.00

Other Sanctions Ordered: PRINCIPAL TO REQUALIFY IN THE MUNICIPAL AREA

Sanction Details: MUNI PRINCIPAL GIVEN 90 DAYS, CONDITION HAS BEEN SATISFIED FOR OVER 8 YRS, FINE PAID TO NASD OVER ALLOTTED TIME FRAME AND PAYMENT SCHEDULE YEARS AGO

Firm Statement DISTRICT 11(BOSTON) INSISTED THAT A TRADE OF MUNICIPAL BONDS BETWEEN CUSTOMERS IN HOUSE WAS VIEWED AS ONE TRADE BY THEM, YANKEE VIEW IT AS TWO, THEREFORE WHEN THIS OCCURRED YANKEE WAS OVER THE UNWRITTEN 3% RULE OF MSRB, OTHER DISTRICTS DO NOT CONSIDER THIS AS ONE TRADE BUT THEY VIEW IT AS TWO



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:	Firm
Current Status:	Final
Allegations:	CONDUCTING BUSINESS WITHOUT BEING REGISTERED, ALLOWING A BROKER TO CONDUCT BUSINESS WITHOUT BEING REGISTERED, OMISSION OF MATERIAL FACTS & FAILURE TO SUPERVISE.
Initiated By:	OKLAHOMA DEPT. OF SECURITIES
Court Details:	DISTRICT COURT OF PONTOTOC COUNTY, STATE OF OKLAHOMA CASE NO. C-03-586
Date Court Action Filed:	10/17/2003
Principal Product Type:	Equity - OTC
Other Product Types:	
Relief Sought:	Injunction
Other Relief Sought:	RESTITUTION & DISGOURGEMENT; FINE & "EQUITABLE RELIEF"
Resolution:	Settled
Resolution Date:	12/31/2003
Sanctions Ordered or Relief Granted:	Disgorgement/Restitution Cease and Desist/Injunction
Other Sanctions:	
Sanction Details:	PERMANENT BAR FROM REGISTERING IN OKLAHOMA, PARTIAL RESTITUTION OF \$24,999.99, PAID DECEMBER 11, 2003.
Firm Statement	ELDERLY CLIENT LOST MONEY IN CONJUNCTION WITH HIGH RISK SECURITIES. CASE WAS SETTLED AS FOLLOWS: 1) SETTLING DEFENDANTS ACCEPTED INJUNCTION AND YANKEE WAS ORDERED TO MAKE PARTIAL RESTITUTION OF \$24,999.99; NO FINE, NO DISGOURGEMENT AND NO OTHER EQUITABLE RELIEF WAS GRANTED.



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 ACTIVITY-MISREPRESENTATION; ACCOUNT ACTIVITY-OTHER; NO OTHER CONTROVERSY INVOLVED
Arbitration Forum:	NASD
Case Initiated:	08/12/1997
Case Number:	97-02986
Disputed Product Type:	ANNUITIES; NO OTHER TYPE OF SEC INVOLVE; MUTUAL FUNDS
Sum of All Relief Requested:	\$10,000.00
Disposition:	AWARD AGAINST PARTY
Disposition Date:	11/26/1997
Sum of All Relief Awarded:	\$2,729.00

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



This page is intentionally left blank.