

BrokerCheck Report
SHARPE CAPITAL, INC.
 CRD# 18452

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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.



SHARPE CAPITAL, INC.

CRD# 18452

SEC# 8-36709

Main Office Location

120 BROADWAY
NEW YORK, NY 10271

Mailing Address

120 BROADWAY
NEW YORK, NY 10271

Business Telephone Number

212-791-5662

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 07/14/1986.
Its fiscal year ends in September.

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	8
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:	10/31/2000
Does this brokerage firm owe any money or securities to any customer or brokerage firm?	Yes
Number of customers owed funds or securities:	2
Amount of money owed to customer:	\$11,750.00
Amount of money owed to brokerage firm:	\$0.00
Market value of securities owed to customer:	\$0.00
Market value of securities owed to brokerage firm:	\$0.00
Payment arrangement:	WORKING OUT WITH CLIENTS TOWARDS A PAYMENT SCHEDULE



Firm Profile

This firm is classified as a corporation.

This firm was formed in New York on 07/14/1986.

Its fiscal year ends in September.

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.

SHARPE CAPITAL, INC.

Doing business as SHARPE CAPITAL, INC.

CRD# 18452

SEC# 8-36709

Main Office Location

120 BROADWAY
NEW YORK, NY 10271

Mailing Address

120 BROADWAY
NEW YORK, NY 10271

Business Telephone Number

212-791-5662



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): HOES, LAWRENCE MATTHEW

1962908

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

Position CEO, DIRECTOR

Position Start Date 05/1989

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

Legal Name & CRD# (if any): SANTANGELO, GEORGE M

1089021

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

Position PRESIDENT, DIRECTOR

Position Start Date 10/1988

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

Legal Name & CRD# (if any): U.S. CLEARING CORP.

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

Position SHAREHOLDER

Position Start Date 02/1990

Firm Profile



Direct Owners and Executive Officers (continued)

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): LEONE, VINCENT ANTHONY
1431345

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

Position CHIEF FINANACIAL OFFICER, DIRECTOR

Position Start Date 02/1990

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): MORENO, GERARD ROBERT
2160966

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

Position INSTITUTIONAL TRADER

Position Start Date 06/1995

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 02/26/1987 to 12/22/2000.



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 7 types of businesses.

Types of Business

Broker or dealer making inter-dealer markets in corporation securities over-the-counter
Broker or dealer retailing corporate equity securities over-the-counter
Underwriter or selling group participant (corporate securities other than mutual funds)
Municipal securities broker
Non-exchange member arranging for transactions in listed securities by exchange member
Trading securities for own account
Other - 10Y SHARPE CAPITAL, INC. WILL ENGAGE IN TRADING LISTED SECURITIES OVER-THE-COUNTER (THIRD MARKET TRANSACTIONS).

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:	06/15/1995
Description:	SHARPE CAPITAL, INC., WILL DIRECT CLIENTS TO OUR CLEARING AFFILIATE, US CLEARING CORP., WHEN SHARPE CANNOT EXECUTE CERTAIN TRANSACTIONS.

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:	06/15/1995
Description:	SHARPE CAPITAL, INC., HAS A CLEARING AGREEMENT WITH US CLEARING CORP. USCC CLEARS ALL OF SHARPE'S TRADES ON A FULLY DISCLOSED BASIS. ALL FUNDS AND SECURITIES WILL BE HELD AT USCC AND SHARPE WILL PAY A CLEARING CHARGE.

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

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

Control Persons/Financing

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

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



Firm Operations

Organization Affiliates

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

This firm is, 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.

SHARPE SECURITIES is controlled by the firm.

Business Address: 120 BROADWAY
NEW YORK, NY 10271

Effective Date: 08/15/1989

Foreign Entity: No

Country: NEW YORK

Securities Activities: Yes

Investment Advisory Activities: No

Description: LAWRENCE HOES IS THE SOLE SHAREHOLDER OF LMH MANAGEMENT CORP AND GEROGE SANTANGELO IS THE SOLE SHAREHOLDER OF SAINT CONSULTING CORP. LMH MANAGEMENT CORP. AND SAINT CONSULTING CORP EACH OWN 31% OF SHARPE SECURITIES, A NEW YORK PARTNERSHIP, WHICH IS A FLOOR BROKERAGE COMPANY AND A MEMBER OF THE NEW YORK STOCK EXCHANGE

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	8	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 8

Reporting Source: Regulator

Current Status: Final



Allegations:	FAILURE TO REMIT ASSESSMENT FEE AND RESPOND TO INQUIRIES.
Initiated By:	CALIFORNIA DEPARTMENT OF CORPORATIONS
Date Initiated:	08/13/2001
Docket/Case Number:	
URL for Regulatory Action:	
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Revocation
Other Sanction(s)/Relief Sought:	
Resolution:	Order
Resolution Date:	08/13/2001
Sanctions Ordered:	Revocation/Expulsion/Denial
Other Sanctions Ordered:	
Sanction Details:	BROKER-DEALER CERTIFICATE SUMMARILY REVOKED FOR NON-PAYMENT OF ASSESSMENT FEE.

Disclosure 2 of 8

Reporting Source:	Regulator
Current Status:	Final
Allegations:	FAILED TO PAY FINES AND/OR COSTS
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	12/22/2000
Docket/Case Number:	C8A000053
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Expulsion
Other Sanction(s)/Relief Sought:	



Resolution: Other

Resolution Date: 12/22/2000

Sanctions Ordered: Revocation/Expulsion/Denial

Other Sanctions Ordered:

Sanction Details: 01-03-01, EXPELLED FROM NASD MEMBERSHIP 12/22/00 FOR FAILURE TO PAY FINES AND/OR COSTS IN NASD CASE #C8A000053.[011052 36200]

Disclosure 3 of 8

Reporting Source: Regulator

Current Status: Final

Allegations: FAILED TO PAY FINES AND/OR COSTS

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

Date Initiated: 12/22/2000

Docket/Case Number: CMS000197

Principal Product Type: No Product

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Expulsion

Other Sanction(s)/Relief Sought:

Resolution: Other

Resolution Date: 12/22/2000

Sanctions Ordered: Revocation/Expulsion/Denial

Other Sanctions Ordered:

Sanction Details: 01-02-01, EXPELLED FROM NASD REGISTRATION 12/22/00 FOR FAILURE TO PAY FINES AND/OR COSTS IN NASD CASE #CMS000197.[011052 36200]

Disclosure 4 of 8

Reporting Source: Regulator

Current Status: Final

Allegations: 09/19/00EC: SEC RULES 15C2-11, 11AC1-4 AND 17A-3, IM-2110-2, NASD



RULES 2110, 2320, 2320(G)(1), 4632(A), 4632(C)(5), 6620(C)(3), 6620, 6130(B), 3110, 3010, 4642(A), 6620(A), 4642(A)(4), 6620(A)(3), 6420(A) AND 6740 - RESPONDENT FIRM REPORTED TRANSACTIONS TO THE AUTOMATED CONFIRMATION TRANSACTION SERVICES IN VIOLATION OF APPLICABLE SECURITIES LAWS AND REGULATIONS REGARDING TRADE REPORTING; FAILED TO DISPLAY IMMEDIATELY CUSTOMER LIMIT ORDERS, WHEN THE ORDERS WERE AT A PRICE THAT WOULD HAVE IMPROVED ITS BID OR OFFER IN EACH SUCH SECURITY RELATED TO THOSE ORDERS, OR WHEN THE FULL SIZE OF THE ORDERS WERE PRICED EQUAL TO ITS BID OR OFFER AND THE NATIONAL BEST BID OR OFFER AND THE ORDERS REPRESENTED MORE THAN A DE MINIMIS CHANGE IN RELATION TO THE SIZE ASSOCIATED WITH THE FIRM'S BID OR OFFER IN EACH SECURITY; FOLLOWING THE TRADING SUSPENSION PERIOD OF CERTAIN SECURITIES, AND PRIOR TO THE DAY AFTER THE CONCLUSION OF THE SUSPENSION AND THE FIRM PLACING AN ORDER FOR THE SECURITIES INTO INSTINET, THE FIRM FAILED TO FILE A FORM 211 WITH THE NASD AT LEAST THREE BUSINESS DAYS BEFORE THE FIRM'S QUOTATIONS IN THE SECURITIES WERE PUBLISHED OR DISPLAYED IN A QUOTATION MEDIUM, AND, FAILED TO ESTABLISH, MAINTAIN, AND ENFORCE WRITTEN PROCEDURES REASONABLY DESIGNED TO ACHIEVE COMPLIANCE WITH APPLICABLE SECURITIES LAWS AND REGULATIONS REGARDING TRADING AND MARKET MAKING ACTIVITIES TO PREVENT THE OCCURRENCE OF SUCH VIOLATIONS.

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

Date Initiated: 09/11/2000

Docket/Case Number: CMS000197

Principal Product Type: Other

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 09/11/2000

Sanctions Ordered: Censure
Monetary/Fine \$131,000.00

Other Sanctions Ordered:

Sanction Details: A CENSURE AND FINE OF \$131,000.00. AN UNDERTAKING TO REVISE THE



FIRM'S WRITTEN SUPERVISORY PROCEDURES. THE REVISED PROCEDURES SHOULD BE SUBMITTED TO THE STAFF WITHIN 30 CALENDAR DAYS OF ACCEPTANCE OF THIS AWC BY THE NAC. THE STAFF MAY REVIEW THE REVISED PROCEDURES, SAID REVIEW SHALL IN NO WAY CONSTITUTE AN APPROVAL OF THE REVISED PROCEDURES. THE FAILURE OF STAFF TO ALERT RESPONDENT TO ANY DEFICIENCIES IN THE REVISED PROCEDURES SHALL NOT PRECLUDE THE STAFF FROM INSTITUTING A SUBSEQUENT DISCIPLINARY ACTION AS A RESULT OF DEFICIENCIES IN THE REVISED PROCEDURES. REQUIRED TO PAY \$456.25 PLUS INTEREST IN RESTITUTION FROM THE DATE OF THE VIOLATIVE CONDUCT UNTIL THE DATE THIS LETTER OF ACCEPTANCE, WAIVER AND CONSENT IS ACCEPTED BY THE NATIONAL ADJUDICATORY COUNCIL. SATISFACTORY PROOF OF PAYMENT OF THE RESTITUTION, OR OF REASONABLE AND DOCUMENTED EFFORTS UNDERTAKEN TO EFFECT RESTITUTION, SHALL BE PROVIDED TO THE NASDR STAFF NO LATER THAN 120 DAYS AFTER ACCEPTANCE OF THIS LETTER OF ACCEPTANCE, WAIVER AND CONSENT.

01-02-01, EXPELLED FOR NON-PAYMENT OF FINES AND/OR COSTS ON 12/22/00.



Reporting Source:	Firm
Current Status:	Final
Allegations:	CENSURE AND FINE OF \$131,000
Initiated By:	NASD REGULATION, INC.
Date Initiated:	03/14/2000
Docket/Case Number:	MRD199804128
Principal Product Type:	Futures - Commodity
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	03/14/2000
Sanctions Ordered:	Censure Monetary/Fine \$131,000.00

**Other Sanctions Ordered:**

Sanction Details: THE FIRM WAS CENSURED AND FINED TOTAL OF \$131,000.00

Disclosure 5 of 8

Reporting Source: Regulator

Current Status: Final

Allegations: 10/18/00GS: NASD RULES 1120(A) AND 2110 - THE FIRM ALLOWED AN INDIVIDUAL TO CONDUCT A SECURITIES BUSINESS, DESPITE THE FACT THAT HIS SECURITIES REGISTRATION HAD BECOME INACTIVE BASED ON HIS FAILURE TO TIMELY COMPLETE THE REGULATORY ELEMENT OF THE CONTINUING EDUCATION PROGRAM.

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

Date Initiated: 09/20/2000

Docket/Case Number: C8A000053

Principal Product Type: Other

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 09/20/2000

Sanctions Ordered: Censure
Monetary/Fine \$10,000.00

Other Sanctions Ordered:

Sanction Details: CENSURED AND FINED \$10,000. 01-03-01, EXPELLED FOR NON-PAYMENT OF FINES AND/OR COSTS ON 12/22/00.

Reporting Source: Firm

Current Status: Final

Allegations: CENSURE AND FINE OF \$13,000 AGAINST RESPONDENT HUSHENG LIU FOR FAILURE TO COMPLETE CONTINUING EDUCATION AND CENSURE AND FINE OF \$10,000 AGAINST SHARPE CAPITAL, INC.



Initiated By: NASDR
Date Initiated: 06/29/2000
Docket/Case Number: C8A0000-AWC
Principal Product Type: Other
Other Product Type(s):
Principal Sanction(s)/Relief Sought: Censure
Other Sanction(s)/Relief Sought:
Resolution: Acceptance, Waiver & Consent(AWC)
Resolution Date: 08/02/2000
Sanctions Ordered: Censure
 Monetary/Fine \$10,000.00
Other Sanctions Ordered: A CENSURE AND A FINE OF \$13,000 AGAINST RESPONDENT HUSHENG LIU
 A CENSURE AND A FINE OF \$10,000 AGAINST RESPONDENT MEMBER
Sanction Details: FINE OF \$10,000.00 WAS PAID TO NASDR ON08/02/2000.
Firm Statement DURING THE PERIOD 01/20/1999 THROUGH 04/27/1999, HUSHENG LIU
 FAILED TO TIMELY COMPLETE THE REGULATORY ELEMENT OF C/E.
 DURING THE SAME PERIOD SHARPE CAPITAL, INC., ALLOWED MR. LIU TO
 CONDUCT A SECURITIES BUSINESS DESPITE THE FACT THAT HIS
 REGISTRATION HAD BECOME INACTIVE BASED ON HIS NOT COMPLETING
 HIS C/E.

Disclosure 6 of 8

Reporting Source: Regulator
Current Status: Final
Allegations: 07/25/00GS: NASD RULES 2110 AND 3010 - RESPONDENT MEMBER, A
 MARKET MAKER, FAILED TO EXECUTE ORDERS THAT WERE PRESENTED
 TO THE FIRM AT ITS PUBLISHED BID OR PUBLISHED OFFER IN AN AMOUNT
 UP TO ITS PUBLISHED QUOTATION SIZE; AND FAILED TO PROVIDE A
 SUPERVISORY SYSTEM REASONABLY DESIGNED TO ACHIEVE
 COMPLIANCE WITH RESPECT TO THE APPLICABLE SECURITIES LAWS AND
 REGULATIONS CONCERNING THE SEC AND NASD FIRM QUOTE RULES.
Initiated By: THE NATIONAL ASSOCIATION OF SECURITIES DEALERS
Date Initiated: 06/23/2000



Docket/Case Number: CMS000125

Principal Product Type: Equity - OTC

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 06/23/2000

Sanctions Ordered: Censure
Monetary/Fine \$10,000.00

Other Sanctions Ordered:

Sanction Details: 11-16-00, \$10,000 PAID 8/17/00, INVOICE 00-MS-472

Reporting Source: Firm

Current Status: Final

Allegations: CENSURE AND FINE OF \$10,000 (\$5,000 FOR THE FIRM QUOTE RULE VIOLATIONS AND \$5,000 FOR THE SUPERVISION VIOLATION)

Initiated By: NASD REGULATION, INC.

Date Initiated: 06/23/2000

Docket/Case Number: CMS000125

Principal Product Type: Equity - OTC

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Censure

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 06/23/2000

Sanctions Ordered: Censure
Monetary/Fine \$10,000.00

**Other Sanctions Ordered:**

Sanction Details: A CENSURE AND A FINE OF \$10,000 (\$5,000 FOR THE FIRM QUOTE RULE VIOLATIONS AND \$5,000 FOR THE SUPERVISION VIOLATION).

Disclosure 7 of 8

Reporting Source: Regulator

Current Status: Final

Allegations: 03/25/00GS: NASD RULES 2110, 2320 AND 3010 AND SEC RULES 10B-10, 11AC1-4, 17A-3 AND 17A4 - RESPONDENT MEMBER FAILED TO CONTEMPORANEOUSLY EXECUTE OR PARTIALLY EXECUTE A CUSTOMER LIMIT ORDER AFTER TRADING IN THE SAME SECURITY FOR ITS OWN ACCOUNT; FAILED TO USE REASONABLE DILIGENCE TO ASCERTAIN THE BEST INTER-DEALER MARKET FOR SECURITIES' FAILED TO DISCLOSE IN A CUSTOMER CONFIRMATION THAT THE FIRM ACTED AS A MARKET MAKER; FAILED TO DISCLOSE THE REPORTED PRICE IN A CUSTOMER CONFIRMATION; FAILED TO DISCLOSE THE CORRECT CAPACITY ON A CUSTOMER CONFIRMATION; ENTERED A PRICED ORDER INTO SELECTNET BROADCAST WITHOUT COMMUNICATING TO THE NASD SUCH PRICED ORDER FOR AT LEAST THE MINIMUM QUOTATION SIZE THAT IS REQUIRED BY THE NASD, FAILED TO DISPLAY IMMEDIATELY CUSTOMER LIMIT ORDERS WHEN THE ORDERS WERE AT A PRICE THAT WOULD HAVE IMPROVED THE FIRM'S BID OR OFFER IN EACH SECURITY RELATED TO THOSE ORDERS; FAILED TO MAINTAIN MEMORANDA OF CUSTOMER ORDERS AND A COMPLETE RECORD OF ALL LIMIT ORDERS RECEIVED; AND, FAILED TO ESTABLISH AND MAINTAIN WRITTEN SUPERVISORY PROCEDURES IN ORDER TO PREVENT THE ABOVE VIOLATIONS.

Initiated By: THE NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated: 10/29/1999

Docket/Case Number: CMS990141

Principal Product Type: Equity - OTC

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 10/29/1999



Sanctions Ordered: Censure
Monetary/Fine \$25,000.00
Disgorgement/Restitution

Other Sanctions Ordered: RESTITUTION OF \$3,071.88, PLUS INTEREST NO LATER THAN 120 DAYS OF AWC ACCEPTANCE. ** 04/11/2000 \$25,000 PAID ON 12/03/99 - INVOICE NO. 99-MS-966.

Sanction Details: NONE

Reporting Source: Firm

Current Status: Final

Allegations: SHARPE HAS AGREED TO PROVIDE RESTITUTION OF \$3,071.88, PLUS INTEREST TO INVESTORS WHOSE ORDERS DID NOT RECEIVE BEST EXECUTION.

Initiated By: NASD REGULATION, INC.

Date Initiated: 10/29/1999

Docket/Case Number: WAIVER & CONSENT NO. CMS990141 AWC

Principal Product Type: Equity - OTC

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Censure

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 10/29/1999

Sanctions Ordered: Monetary/Fine \$3,071.88

Other Sanctions Ordered:

Sanction Details: CENSURE AND A FINE OF \$25,000 TO SHARPE CAPITAL. RESTITUTION OF \$3,071.88, PLUS INTEREST TO INVESTORS.

Firm Statement SHARPE TO PROVIDE RESTITUTION OF \$3,071.88, PLUS INTEREST TO INVESTORS WHOSE ORDERS DID NOT RECEIVE BEST EXECUTION.

Disclosure 8 of 8

Reporting Source: Regulator



Current Status:	Final
Allegations:	THE DIVISION ALLEGED, BASED UPON INFORMATION SUBMITTED BY SHARPE CAPITAL, INC., SECURITIES TRANSACTIONS WERE EFFECTED PRIOR TO ITS BROKER-DEALER REGISTRATION BEING APPROVED IN MARYLAND.
Initiated By:	MARYLAND DIVISION OF SECURITIES
Date Initiated:	06/28/1996
Docket/Case Number:	BD-96-0182
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:	06/28/1996
Sanctions Ordered:	
Other Sanctions Ordered:	
Sanction Details:	THE COMMISSIONER ACCEPTED A CONSENT ORDER AND ORDERED SHARPE CAPITAL TO RETURN THE SUM OF \$1,625.00 IN COMMISSIONS TO THE ISSUER BY WHICH SHARPE WAS PAID FOR THE MARYLAND TRANSACTIONS.
Regulator Statement	CONTACT: ELLEN E. CHERRY, (410) 576-6494
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Reporting Source:	Firm
Current Status:	Final
Allegations:	THE DIVISION ALLEGED, BASED UPON INFORMATION SUBMITTED BY SHARPE CAPITAL, INC., SECURITIES TRANSACTIONS WERE EFFECTED PRIOR TO ITS BROKER-DEALER REGISTRATION BEING APPROVED IN MARYLAND.
Initiated By:	MARYLAND DIVISION OF SECURITIES



Date Initiated: 06/28/1996

Docket/Case Number: BD-96-0182

Principal Product Type: Equity - OTC

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Restitution

Other Sanction(s)/Relief Sought:

Resolution: Settled

Resolution Date: 06/28/1996

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: THE COMMISSIONER ACCEPTED A CONSENT A CONSENT ORDER AND ORDERED SHARPE CAPITAL TO RETURN THE SUM OF \$1,625.00 IN COMMISSIONS TO THE ISSUER BY WHICH SHARPE WAS PAID FOR THE MARYLAND TRANSACTIONS.

Firm Statement CONTACT: ELLEN E. CHERRY, (410) 576-6494



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-BRCH OF FIDUCIARY DT; ACCOUNT RELATED-BREACH OF CONTRACT; ACCOUNT RELATED-FAILURE TO SUPERVISE; ACCOUNT RELATED-NEGLIGENCE
Arbitration Forum:	NASD
Case Initiated:	02/01/2001
Case Number:	01-00368
Disputed Product Type:	COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE
Sum of All Relief Requested:	\$18,200.00
Disposition:	AWARD AGAINST PARTY
Disposition Date:	08/17/2001
Sum of All Relief Awarded:	\$11,625.01

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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