BrokerCheck Report

FIRST HONOLULU SECURITIES, INC.

CRD# 7964

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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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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.

FIRST HONOLULU SECURITIES, INC.

CRD# 7964

SEC# 8-23919

Main Office Location

3615 HARDING AVE
SUITE 207
HONOLULU, HI 96816
Regulated by FINRA San Francisco Office

Mailing Address

3615 HARDING AVE
SUITE 207
HONOLULU, HI 96816

Business Telephone Number

808 523-9422

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 Hawaii on 08/17/1979.

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 firm is registered with:

- the SEC
- 1 Self-Regulatory Organization
- 4 U.S. states and territories

Is this brokerage firm currently suspended with any regulator? **No**

This firm conducts 7 types of businesses.

This firm is not affiliated with any financial or investment institutions.

This firm has referral or financial arrangements with other brokers or dealers.

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	9
Civil Event	1

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Firm Profile

This firm is classified as a corporation.

This firm was formed in Hawaii on 08/17/1979.

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.

FIRST HONOLULU SECURITIES, INC.

Doing business as FIRST HONOLULU SECURITIES, INC.

CRD# 7964

SEC# 8-23919

Main Office Location

3615 HARDING AVE
SUITE 207
HONOLULU, HI 96816

Regulated by FINRA San Francisco Office

Mailing Address

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SUITE 207
HONOLULU, HI 96816

Business Telephone Number

808 523-9422

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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):	KOWAL, GREGORY FRANCIS 274498
Is this a domestic or foreign entity or an individual?	Individual
Position	CHAIRMAN OF BOARD, CEO
Position Start Date	02/1993
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):	KOWAL, MICHAEL FRANCIS 2831595
Is this a domestic or foreign entity or an individual?	Individual
Position	EXEC REP, CFO, COO, CHIEF COMPLIANCE OFFICER
Position Start Date	08/2012
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):	KOWAL, PAUL DAVID 4711565
Is this a domestic or foreign entity or an individual?	Individual
Position	MUNICIPAL BOND PRINCIPAL

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Firm Profile

Direct Owners and Executive Officers (continued)

Position Start Date	01/2022
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

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Firm Profile

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

Indirect Owners

No information reported.

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Firm History

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

No information reported.

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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 currently registered with the SEC, 1 SRO and 4 U.S. states and territories.

Federal Regulator	Status	Date Effective
SEC	Approved	07/10/1979

SEC Registration Questions

This firm is registered with the SEC as:

A broker-dealer: Yes

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

A government securities broker or dealer only: No

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

Self-Regulatory Organization	Status	Date Effective
FINRA	Approved	08/27/1979

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Firm Operations

Registrations (continued)

U.S. States & Territories	Status	Date Effective
California	Approved	04/27/1993
Hawaii	Approved	07/17/1979
New York	Approved	07/21/1992
Texas	Approved	02/28/2005

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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 retailing corporate equity securities over-the-counter
Broker or dealer selling corporate debt securities
Underwriter or selling group participant (corporate securities other than mutual funds)
Municipal securities dealer
Municipal securities broker
Broker or dealer selling variable life insurance or annuities
Trading securities for own account

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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:	RBC CAPITAL MARKETS, LLC
CRD #:	31194
Business Address:	510MARQUETTE AVENUE SOUTH MINNEAPOLIS, MN 55402-1106
Effective Date:	02/04/2012
Description:	RBC CAPITAL MARKETS, LLC IS A NEW CLEARING ARRANGEMENT FOR FIRST HONOLULU SECURITIES.

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Firm Operations

Industry Arrangements

This firm does not have books or records maintained by a third party.

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.

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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**

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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	9	0
Civil Event	0	1	0

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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 9

Reporting Source:	Regulator
Current Status:	Final

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Allegations:	NASD CONDUCT RULES 2110, AND 3010 - WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, RESPONDENT MEMBER CONSENTED TO THE ENTRY OF FINDINGS THAT FROM JANUARY 2001 THROUGH DECEMBER 2001, RESPONDENT MEMBER FAILED TO ESTABLISH AND MAINTAIN WRITTEN SUPERVISORY PROCEDURES REASONABLY DESIGNED TO ENSURE COMPLIANCE WITH FIPS REPORTING REQUIREMENTS. SPECIFICALLY, WHILE RESPONDENT MEMBER MAINTAINED WRITTEN SUPERVISORY PROCEDURES THAT DELEGATED FIPS REPORTING RESPONSIBILITIES TO ITS CLEARING FIRM, RESPONDENT MEMBER DID NOT IMPLEMENT ANY SUPERVISORY MEASURES TO ENSURE THAT SUCH REPORTING WAS, IN FACT, BEING ACCOMPLISHED.
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	12/19/2000
Docket/Case Number:	C9B020092
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	12/19/2002
Sanctions Ordered:	Monetary/Fine $2,500.00
Other Sanctions Ordered:	
Sanction Details:	$2500.00 FINE.

Reporting Source:	Firm
Current Status:	Final
Allegations:	FHS FAILED TO ESTABLISH AND MAINTAIN WSP RESONABLY DESIGNED TO ENSURE FIPS COMPLIANCE SPECIFICALLY, FHS WAS UNAWARE THE NADS REJECTED 43 FIPS TRANACTION REPORTS EXECUTED BETWEEN 8/22/01 AAND 9/7/01 DUE TO TECHNOLOGICAL PROBLEMS THAT COULD NOT BE TRACED. FIPS HAS SINCE BEEN REPLACED BY THE TRACE SYSTEM OF REPORTING.
Initiated By:	NASD

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Date Initiated:	11/30/2001
Docket/Case Number:	C9B020090
Principal Product Type:	Debt - Corporate
Other Product Type(s):	FIPS REPORTING
Principal Sanction(s)/Relief Sought:	Civil and Administrative Penalt(ies) /Fine(s)
Other Sanction(s)/Relief Sought:	
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	12/19/2002
Sanctions Ordered:	Monetary/Fine $2,500.00
Other Sanctions Ordered:	
Sanction Details:	FHS FINED $2500.00

Disclosure 2 of 9

Reporting Source:	Firm
Current Status:	Final
Allegations:	UNFAIR MARK-UPS
Initiated By:	NASD
Date Initiated:	05/21/1991
Docket/Case Number:	CO1910019
Principal Product Type:	Debt - Corporate
Other Product Type(s):	DEBT-MUNICIPAL
Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	FINED
Resolution:	Decision
Resolution Date:	11/30/1993
Sanctions Ordered:	Censure Monetary/Fine $7,400.00

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Other Sanctions Ordered:	DBCC COSTS $2,691.97
Sanction Details:	CENSURED AND FINED $7,400.00 , PLUS DBCC COSTS $2,691.97
Firm Statement	NASD DECISION WAS REVIEWED AND REDUCED AND MODIFIED BY SEC

Disclosure 3 of 9

Reporting Source:	Regulator
Current Status:	Final
Allegations:	10/30/00GS: NASD RULES 3010(B) AND 6240 - RESPONDENT MEMBER EFFECTED CUSTOMER TRANSACTIONS IN FIXED INCOME PRICING SYSTEM (FIPS) SECURITIES AND FAILED TO REPORT THOSE TRANSACTIONS TO THE NASD; AND, FAILED TO ESTABLISH AND MAINTAIN WRITTEN SUPERVISORY PROCEDURES THAT ADDRESSED THE REPORTING OF FIPS SECURITIES TO THE NASD.
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS
Date Initiated:	10/12/2000
Docket/Case Number:	C01000025
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:	10/12/2000
Sanctions Ordered:	Monetary/Fine $4,000.00
Other Sanctions Ordered:	
Sanction Details:	05-29-01, $4,000 PAID 11/17/00.

Reporting Source:	Firm
Current Status:	Final
Allegations:	DURING MAY 1 - 31, 1999, FIRST HONOLULU SECURITIES FAILED TO REPORT 36 FIPS TRANSACTIONS. FAILED TO ESTABLISH AND MAINTAIN

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	WRITTEN SUPERVISORY PROCEDURES FOR FIPS REPORTING.
Initiated By:	NASD
Date Initiated:	08/06/1999
Docket/Case Number:	C01000025
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:	
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	10/12/2000
Sanctions Ordered:	Monetary/Fine $4,000.00
Other Sanctions Ordered:	REVISE WRITTEN SUPPERVISORY PROCEDURES TO COVER FIPS REPORTING.
Sanction Details:	AWC ACCEPTED BY FIRST HONOLULU SECURITIES. FIRM FINED $4000.00.

Disclosure 4 of 9

Reporting Source:	Firm
Current Status:	Final
Allegations:	SEC ADMINISTRATIVE PROCEEDING RELEASE 34-19876; THE COMMISSION DEEMS IT APPROPRIATE THAT PUBLIC PROCEEDINGS BE INSTITUTED PURSUANT TO SECTIONS 15(B) AN 19(H) OF THE SECURITIES EXCHANGE ACT OF 1934(EXCHANGE ACT) WITH RESPECT TO A BROKER DEALER(REGISTRANT) AND ITS PRINCIPAL TO DETERMINE WHETHER THE REGISTRANT WILLFULLY VIOLATED AND WHETHER KOWAL WILLFULLY AIDED AND ABETTED VIIOLATIONS OF SECTIONS 15(C093) AND 17(A) OF THE EXCHANGE ACT AND RULES 15C3-1 AND 17A-3 THEREUNDER
Initiated By:	SECURITIES & EXCHANGE COMMISSION
Date Initiated:	08/24/1981
Docket/Case Number:	SEC 3-6258
Principal Product Type:	No Product
Other Product Type(s):	

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Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	SPECIAL STIPULATION
Resolution:	Settled
Resolution Date:	06/15/1983
Sanctions Ordered:	Censure Suspension
Other Sanctions Ordered:	-SEC IMPOSED SANCTIONS WHICH LIMIT ACTIVITIES,FUNCTION, & OPERATION OF HYUN, KOWAL, FARLEY & CO. TO THAT OF AN INTRODUCING BROKER FOR A PERIOD OF 5 YEARS . EDMUND HYUN AND GREG KOWAL WERE EACH SUSPENED 35 DAYS.
Sanction Details:	WITHOUT ADMITTING OR DENYING THE ALLEGATIONS AND FINDS HEREIN, RESPONDENTS BY THEIR OFFER OF SETTLEMENT HEREBY CONSENT TO THE FINDS AND IMPOSITION THE REMEDIAL SANCTIONS, THERFORE, KOWAL BE AND HEREBY IS SUSPENDED FROM ANY ASSOCIATION WITH ANY BROKER OR DEALER FOR A PERIOD OF 35 BUSINESS DAYS
Firm Statement	FROM AT LEASE MARCH 1981 THROUGH JULY 1981 AND THEREAFTER, A BROKER DEALER(THE REGISTRANT) WILLFULLY VIOLATED AND RESPONDENT KOWAL WILLFULLY AIDED AND ABETTED VIOLATIONS OF, SECTION 15(C)(3) OF THE EXCHANGE ACT AND RULE 15C3-1 THEREUNDER BY MAKING USE OF THE MAILS OR ANY MEANS OR INSTRUMENTALITY OF INTERSTATE COMMERCE TO EFFECT ANY TRANSACTION IN, OR TO INDUCE OR ATTEMPT TO INDUCE PURCHASE OR SALE OF ANY SECURITY AT A TIME WHEN REGISTRANT WAS NOT IN COMPLIANCE WITH THE COMMISSION NET CAPITAL RULE, COMPUTED IN ACCORDANCE WITH RULE 15C3-1. AS OF JUNE 30,1981, REGISTRANT HAD A NET CAPITAL DEFICIENCY OF AT LEAST $26,045.05;WILLFULLY AIDED AND ABETTED VIOLATIONS OF, SECTION 15(C)(3) OF THE EXCHANGE ACT AND RULE 15C3-3(E) THEREUNDER, IN THAT THE REGISTRANT EFFECTED TRANSACTION IN, AND INDUCED AND ATTEMPTED TO INDUCE THE PURCHASE AND SALE OF SECURITIES, AT A TIME WHEN REGISTRANT FAILED AND NEGLECTED TO MAINTAIN IN A RESERVE BAND ACCOUNT OR ACCOUNTS THROUGH DEPOSITS MADE THEREIN CASH OR QUALIFIED SECURITIES IN THE AMOUNT COMPUTED PURSUANT TO THE FORMULA PRESCRIBED BY RULE 15C3-3(E). AS OF JUNE 30, 1981, REGISTRANT FAILED TO HAVE A REQUIRED RESERVE ACCOUNT DEPOSIT OF AT LEAST $173,795. WILLFULLY AIDED AND ABETTED VIOLATION OF , SECTION 17(A) OF THE EXCHANGE ACT AND ULE 17A-3 THEREUNDER IN THAT

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RESONDENTS MADE AND CAUSED TO BE MADE FALSE ENTRIES IN THE BOOKS AND RECORDS OF REGISTRANT AND THEBY CAUSED REGISTRANT TO FAIL TO ACCURTELY MAKE AND KEEP CURRENT RECORDS RELATING TO ITS BUSINESS, INCLUDING, BUT NOT LIMITED TO , BLOTTERS, LEDGER ACCOUNT, AND SECURITIES POSITION RECORDS.

Disclosure 5 of 9

Reporting Source:	Regulator
Current Status:	Final
Allegations:	
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	09/08/1997
Docket/Case Number:	C01970004
Principal Product Type:	
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	09/08/1997
Sanctions Ordered:	Censure Monetary/Fine $7,500.00
Other Sanctions Ordered:	
Sanction Details:	
Regulator Statement	ON SEPTEMBER 8, 1997, DISTRICT NO. 1 NOTIFIED RESPONDENT FIRST HONOLULU SECURITIES, INC. THAT THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT NO. C01970004 WAS ACCEPTED; THEREFORE, THEY ARE CENSURED AND FINED $7,500 - (MSRB RULE G-3, G-27 AND G-37 - RESPONDENT MEMBER FAILED TO ESTABLISH AND IMPLEMENT ADEQUATE WRITTEN SUPERVISORY PROCEDURES REGARDING MSRB RULE G-37 IN THAT THE FIRM'S PROCEDURES FAILED TO: DETAIL THE PROCESS BY WHICH THE FIRM WOULD MONITOR POLITICAL CONTRIBUTIONS MADE BY ITS

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MUNICIPAL FINANCE PROFESSIONALS AND EXECUTIVE OFFICERS; ESTABLISH CONTROL TO PRECLUDE POLITICAL CONTRIBUTIONS WITHOUT
THE KNOWLEDGE OF THE FIRM, AND THE ACTION TO BE TAKEN IN THE EVENT THAT THE FIRM BECAME AWARE OF A CONTRIBUTION AFTER THE FACT; PROVIDE FOR THE MAINTENANCE OF RECORDS CONCERNING POLITICAL CONTRIBUTIONS AND MUNICIPAL SECURITIES BUSINESS PROHIBITIONS PURSUANT TO MSRB RULE G-8(a)(xvi); AND PROVIDE FOR COMPLIANCE WITH THE QUARTERLY FILING REQUIREMENTS OF MSRB RULE
G-37; MADE POLITICAL CONTRIBUTIONS TO THREE POLITICAL CANDIDATES AND FAILED TO TIMELY FILE FORMS G-37 WITH THE MSRB; AND, CONDUCTED A MUNICIPAL SECURITIES BUSINESS WITHOUT HAVING A
REGISTERED MUNICIPAL SECURITIES PRINCIPAL AND PERMITTED THE REVIEW AND APPROVAL OF MUNICIPAL SECURITIES TRANSACTIONS BY A PERSON WHO WAS NOT REGISTERED AS A MUNICIPAL SECURITIES PRINCIPAL). **$7,500.00 PAID ON 9/16/97, INVOICE #97-01-796**

Reporting Source:	Firm
Current Status:	Final
Allegations:	BOOKS AND RECORDS VIOLATION, SALE BY UNREGISTERED PERSON,FAILURE TO SUPERVISE, MSRB RULES G-3, G-27, AND G-37 FAILURE TO FILE FINANCIAL REPORTS
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	01/31/1997
Docket/Case Number:	C01970004
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	MONETARY/FINE
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	09/02/1997
Sanctions Ordered:	Censure

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	Monetary/Fine $7,500.00
Other Sanctions Ordered:	
Sanction Details:	AWC ACCEPTED BY NATIONAL BUSINES CONDUCT COMMITTEE AND DBCC. FIRM FINED $7500.
Firm Statement	MSRB RULES G-3, G-27 AND G-37

Disclosure 6 of 9

Reporting Source:	Regulator
Current Status:	Final
Allegations:	ALLEGING VIOLATIONS OF ARTICLE III, SECTIONS 1 AND 4 OF THE RULES OF FAIR PRACTICE AND MSRB RULE G-30 IN THAT RESPONDENT MEMBER, THROUGH JACOBSON, SOLD CORPORATE SECURITIES/BONDS FROM ITS OWN ACCOUNT TO PUBLIC CUSTOMERS AT PRICES THAT WERE UNFAIR/UNREASONABLE.
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	05/21/1991
Docket/Case Number:	C01910019
Principal Product Type:	Other
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Decision
Resolution Date:	11/22/1993
Sanctions Ordered:	Censure Monetary/Fine $7,400.00
Other Sanctions Ordered:	
Sanction Details:	DECISION RENDERED 11/18/1991; RESPONDENTS ARE CENSURED (C?D) AND FINED $25,000, JOINTLY AND SEVERALLY (J&S) AND ASSESSED COSTS OF $2,691.91, J&S. 12/02/1991 - APPEALED TO THE BOARD OF GOVERNORS (B/G), WHICH RENDERED DECISION 05/08/1992 MODIFYING THE FINDINGS MADE AND SANCTIONS IMPOSED; RESPONDENTS MEMBER AND JACOBSON ARE C?D AND FINED $12,900, J&S AND ASSESSED DBCC

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COSTS OF $2,691.97, J&S. B/G AFFIRMED DBCC'S FINDINGS AS TO 7 SECURITIES TRANSACTIONS BUT DISMISSED THE REMAINING TRANSACTIONS REASONING THAT RESPONDENTS' MARKUPS WERE FAIR GIVEN THE TYPE OF SECURITY, THE AMOUNT OF MONEY INVOLVED IN THE TRANSACTIONS, AND THE PATTERN OF MARKUPS; REVERSED DBCC'S FINDINGS REGARDING 13 CORPORATE BOND SALES REASONING THAT THE MARKUPS WERE FAIR AND REASONABLE; AND AFFIRMED DBCC'S FINDINGS OF UNFAIR MARKUPS IN THE REMAINING TRANSACTIONS. APPEALED TO SEC, WHICH RENDERED DECISION 09/21/1993, THAT MODIFIED THE FINDINGS MADE AND SANCTIONS IMPOSED; RESPONDENTS ARE C?D, FINED $7,400, J&S AND ASSESSED DBCC COSTS OF $2,691.97, J&S. SEC AFFIRMED FINDINGS OF VIOLATION FOR 2 TRANSACTIONS IN THE 9.7 PERCENT BONDS WITH MARKUPS AT 5.45 PERCENT AND 2 TRANSACTIONS WITH MARKUPS AT 5.86 PERCENT, BUT SET ASIDE FINDINGS OF VIOLATIONS FOR MARKUPS AT ISSUE BETWEEN 4 AND 5 PERCENT. SEC ALSO BELIEVED THAT THE MARKUPS ON MUNICIPAL DEBT SECURITIES HERE BELOW 4 PERCENT MAY HAVE BEEN UNFAIR. HOWEVER, NASD INTRODUCED NO EVIDENCE OF UNFAIRNESS OF MARKUPS AT THESE LEVELS SO SEC SET ASIDE THOSE FINDINGS OF VIOLATION AS WELL. DECISION IS FINAL 11/22/1993. $10,091.91 J&S PAID ON 11/30/93

Regulator Statement

[TOP] COMPLAINT NO. C01910019 (DISTRICT NO. 1) FILED 05/21/1991 AGAINST RESPONDENTS FIRST HONOLULU SECURITIES, INC. AND CHARLES FREDERICK JACOBSON ALLEGING VIOLATIONS OF ARTICLE III, SECTIONS 1 AND 4 OF THE RULES OF FAIR PRACTICE AND MSRB RULE G-30 IN THAT RESPONDENT MEMBER, THROUGH JACOBSON, SOLD CORPORATE SECURITIES/BONDS FROM ITS OWN ACCOUNT TO PUBLIC CUSTOMERS AT PRICES THAT WERE UNFAIR/UNREASONABLE. DECISION RENDERED 11/18/1991; RESPONDENTS ARE CENSURED (C?D) AND FINED $25,000, JOINTLY AND SEVERALLY (J&S) AND ASSESSED COSTS OF $2,691.91, J&S. 12/02/1991 - APPEALED TO THE BOARD OF GOVERNORS (B/G), WHICH RENDERED DECISION 05/08/1992 MODIFYING THE FINDINGS MADE AND SANCTIONS IMPOSED; RESPONDENTS MEMBER AND JACOBSON ARE C?D AND FINED $12,900, J&S AND ASSESSED DBCC COSTS OF $2,691.97, J&S. B/G AFFIRMED DBCC'S FINDINGS AS TO 7 SECURITIES TRANSACTIONS BUT DISMISSED THE REMAINING TRANSACTIONS REASONING THAT RESPONDENTS' MARKUPS WERE FAIR GIVEN THE TYPE OF SECURITY, THE AMOUNT OF MONEY INVOLVED IN THE TRANSACTIONS, AND THE PATTERN OF MARKUPS; REVERSED DBCC'S FINDINGS REGARDING 13 CORPORATE BOND SALES REASONING THAT THE MARKUPS WERE FAIR AND REASONABLE; AND AFFIRMED DBCC'S FINDINGS OF UNFAIR MARKUPS IN THE REMAINING TRANSACTIONS. APPEALED TO SEC, WHICH RENDERED DECISION 09/21/1993, THAT MODIFIED THE FINDINGS MADE AND SANCTIONS IMPOSED; RESPONDENTS ARE C?D, FINED $7,400, J&S AND ASSESSED DBCC COSTS

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OF $2,691.97, J&S. SEC AFFIRMED FINDINGS OF VIOLATION FOR 2 TRANSACTIONS IN THE 9.7 PERCENT BONDS WITH MARKUPS AT 5.45 PERCENT AND 2 TRANSACTIONS WITH MARKUPS AT 5.86 PERCENT, BUT SET ASIDE FINDINGS OF VIOLATIONS FOR MARKUPS AT ISSUE BETWEEN 4 AND 5 PERCENT. SEC ALSO BELIEVED THAT THE MARKUPS ON MUNICIPAL DEBT SECURITIES HERE BELOW 4 PERCENT MAY HAVE BEEN UNFAIR. HOWEVER, NASD INTRODUCED NO EVIDENCE OF UNFAIRNESS OF MARKUPS AT THESE LEVELS SO SEC SET ASIDE THOSE FINDINGS OF VIOLATION AS WELL. DECISION IS FINAL 11/22/1993. $10,091.91 J&S PAID ON 11/30/93

Reporting Source:	Firm
Current Status:	Final
Allegations:	UNFAIR MARK-UPS
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC
Date Initiated:	05/21/1991
Docket/Case Number:	C01910019
Principal Product Type:	Debt - Corporate
Other Product Type(s):	DEBT/MUNICIPAL
Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	MONTARY PENALTY/FINE
Resolution:	Decision
Resolution Date:	11/30/1993
Sanctions Ordered:	Censure Monetary/Fine $7,400.00
Other Sanctions Ordered:	DBCC COSTS $2691.97
Sanction Details:	CENSURED AND FINED
Firm Statement	DECISION MODIFIED BY SEC

Disclosure 7 of 9

Reporting Source:	Regulator

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Current Status:	Final
Allegations:	
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	01/02/1985
Docket/Case Number:	SF-1086
Principal Product Type:	
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Settled
Resolution Date:	08/25/1986
Sanctions Ordered:	Censure Monetary/Fine $4,500.00
Other Sanctions Ordered:	
Sanction Details:	
Regulator Statement	COMP #SF-1086, FILED 1/2/85, DIST. #2N, ALLEGING VIOLATIONS OF ARTICLE III, SECTIONS 1, 21 AND 27 OF THE RULES OF FAIR PRACTICE AND MSRB RULE G-30 IN THAT RESPONDENT MEMBER, ACTING THRU RESPONDENTS GREGORY F. KOWAL AND CHARLES F. JACOBSON, EFFECTED TEN SALES OF BONDS TO PUBLIC CUSTOMERS AT AGGREGATE PRICES WHICH WERE NOT FAIR AND REASONABLE; EFFECTED THREE MUNICIPAL SECURITIES TRANSACTIONS AS PRINCIPAL AT AGGREGATE PRICES WHICH WERE NOT FAIR AND REASONABLE; MEMBER, ACTING THRU KOWAL, ARRANGED FOR THE EXTENSION OF CREDIT TO CUSTOMERS UPON TERMS AND CONDITIONS OTHERWISE THAN THOSE UPON WHICH THE FIRM COULD HAVE EXTENDED CREDIT IN CONTRAVENTION OF REG T; MEMBER, ACTING THRU KOWAL, REC'D FUNDS FROM PUBLIC CUSTOMERS AND FAILED TO REPORT THE TRANSACTIONS TO THE DEPT OF THE TREASURY IN CONTRAVENTION OF SEC RULE 17a-8; MEMBER, ACTING THRU KOWAL, FAILED TO PREPARE AND MAINTAIN MONTHLY COMPUTATIONS OF NET CAPITAL AND AGGREGATE INDEBTEDNESS FOR THREE MONTHS; FAILED

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AT
VARIOUS TIMES TO RECORD RECEIPT OF CASH FROM CUSTOMERS ON THE
FIRM'S BOOKS AND RECORDS; AND, FAILED TO REVIEW AND ENDORSE IN WRITING CORRESPONDENCE OF THE FIRM'S REGISTERED REPRESENTATIVES
PERTAINING TO THE SOLICITATION OF SECURITIES. ***** ENTERED 9/26/86: DECISION RENDERED AUGUST 25, 1986, WHEREIN THE OFFER OF SETTLEMENT SUBMITTED BY THE RESPONDENTS WAS ACCEPTED; THEREFORE,
RESPONDENT MEMBER IS CENSURED AND FINED $4,500.00 AND RESPONDENTS KOWAL AND JACOBSON ARE CENSURED AND FINED $1,500.00,
EACH. ***** 2/13/87-FC #9591 PAID IN FULL 10-23-86.

Reporting Source:	Firm
Current Status:	Final
Allegations:	EXTENDED CREDIT NOT IN CONFORMITY WITH REGULATORY PROVISIONS;FAILED TO REPORT RECEIPT OF CUSTOMER FUNDS TO US DEPT OF TREASURY, TRANSACTIONS NOT INITIALED BY PRINCIPAL;UNFAIR PRICES,FAILURE TO MAINTAIN RECORDS,NET CAPITAL VIOLATION
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	01/02/1985
Docket/Case Number:	SF-1086
Principal Product Type:	Debt - Corporate
Other Product Type(s):	MUNICIPAL SECURITIES
Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	MONETARY/FINE
Resolution:	Settled
Resolution Date:	08/25/1986
Sanctions Ordered:	Censure Monetary/Fine $4,500.00
Other Sanctions Ordered:	

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Sanction Details:

HYUN,KOWAL, & CO, INC. WAS CENSURED AND FINED $4500.CHARLES JACOBSON AND GREG KOWAL WERE CENSURED AND FINED $1,500.00 EACH.

Disclosure 8 of 9

Reporting Source: Regulator

Current Status: Final

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

Date Initiated: 08/21/1981

Docket/Case Number: CA-886

Principal Product Type:

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Decision

Resolution Date: 04/29/1983

Sanctions Ordered: Censure
Monetary/Fine $5,000.00

Other Sanctions Ordered:

Sanction Details:

Regulator Statement COMPLAINT NO. CA-886 FILED AUGUST 21, 1981 BY DISTRICT NO. 2N AGAINST RESPONDENTS FIRST HONOLULU SECURITIES, INC., EDMUND C. H. HYUN, GREGORY F. KOWAL AND LAUREEN M. FARLEY ALLEGING VIOLATIONS OF ARTICLE III, SECTIONS 1, 19(c) AND 21(a) OF THE RULES OF FAIR PRACTICE IN THAT RESPONDENTS FAILED TO MAINTAIN REQUIRED NET CAPITAL; FAILED TO ACCURATELY COMPUTE AND MAKE REQUIRED DEPOSITS TO SPECIAL RESERVE ACCOUNT; FAILED TO TAKE APPROPRIATE ACTION TO REDUCE CUSTOMER'S FULLY PAID SECURITIES TO POSSESSION AND CONTROL WITHIN PRESCRIBED TIME FRAMES; FAILED
TO MAINTAIN RECORD OF REQUIRED BANK NOTIFICATION REGARDING

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ESTABLISHMENT OF RESERVE BANK ACCOUNT; CAUSED CUSTOMERS' FULLY
PAID SECURITIES TO BE HYPOTHECATED CONTARY TO REQUIREMENTS OF
SEC RULE 15c2-1; FAILED TO MAINTAIN STOCK RECORD BY FAILING TO
POST 563 BONDS WHICH WERE IN THE FIRM'S PHYSICAL POSSESSION AND
CONTROL.

DECISION RENDERED MARCH 2, 1982, WHEREIN RESPONDENTS MEMBER AND HYUN ARE EACH CENSURED AND FINED $10,000; RESPONDENT KOWAL
IS CENSURED AND FINED $2,500; AND, RESPONDENTS MEMBER, HYUN AND
KOWAL ARE EACH ASSESSED ONE-THIRD THE COSTS OF $615.10. THE COMPLAINT IS DISMISSED WITH REGARD TO RESPONDENT FARLEY. IF NO FURTHER ACTION, DECISION IS FINAL APRIL 16, 1982.

MARCH 12, 1982 - APPEALED TO THE BOARD OF GOVERNORS.

BOARD OF GOVERNOR DECISION RENDERED MARCH 15, 1983, WHEREIN THE FINDINGS MADE ARE AFFIRMED AND THE SANCTIONS IMPOSED ARE MODIFIED; THEREFORE, RESPONDENTS MEMBER, HYUN AND KOWAL ARE EACH CENSURED AND FINED $5,000; RESPONDENT HYUN IS REQUIRED TO REQUALIFY BY EXAMINATION AS A PRINCIPAL WITHIN 6 MONTHS; AND, RESPONDENTS MEMBER, HYUN AND KOWAL ARE EACH ASSESSED ONE THIRD
THE COSTS OF $615.10. THE COMPLAINT IS DISMISSED WITH REGARD TO RESPONDENT FARLEY. IF NO FURHTER ACTION DECISION IS FINAL APRIL 29, 1983.

APRIL 29, 1983 - DECISION IS FINAL.

Reporting Source: Firm

Current Status: Final

Allegations: FAILURE TO COMPLY WITH NET CAPITAL,
FAILURE TO REDUCE CUSTOMER FULLY PAID SECURITIES TO POSSESSION & CONTROL IN PRESCRIBED TIME ;CAUSED CUSTOMER SECURITIES TO BE HYPOTHECATED
FAILED TO MAKE REQ DEPOSITS IN RESERVE AC,COMPUTE ACCURATE RES FORMULA COMP., AND
MAINTAIN RECORDS

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Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS INC
Date Initiated:	08/21/1981
Docket/Case Number:	CA-886
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	MONETARY PENALTY/FINE
Resolution:	Decision
Resolution Date:	04/29/1983
Sanctions Ordered:	Censure Monetary/Fine $5,000.00
Other Sanctions Ordered:	COSTS/$205.03
Sanction Details:	HYUN, KOWAL, FARLEY & CO WAS CENSURED AND FINED $5,000.00. EDMUND HYUN AND GREG KOWAL WERE ALSO CENSURED AND FINED $5,000.00 EACH.

Disclosure 9 of 9

Reporting Source:	Regulator
Current Status:	Final
Allegations:	
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	08/11/1980
Docket/Case Number:	SC-45
Principal Product Type:	
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Decision

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Resolution Date: 09/25/1980

Sanctions Ordered: Censure
Monetary/Fine $1,000.00

Other Sanctions Ordered:

Sanction Details:

Regulator Statement SUMMARY COMPLAINT NO. SC-45 FILED AUGUST 11, 1980 BY DISTRICT NO. 2N AGAINST RESPONDENTS FIRST HONOLULU SEUCRITIES, INC. AND EDMUND C. H. HYUN ALLEGING VIOLATIONS OF ARTICLE III, SECTIONS 1 AND 27 OF THE RULES OF FAIR PRACTICE IN THAT RESPONDENTS FAILED TO MAINTAIN THE MINIMUM NET CAPITAL; FAILED TO REGISTER TWO OF THE FIRM'S OFFICERS AND SHAREHOLDERS AS PRINCIPALS; FAILED TO MAINTAIN ADEQUATE SUPERVISORY PROCEDURES WITH RESPECT
TO TRANSACTIONS OF MUNICIPAL BONDS, OPTIONS AND THE IMPLEMENTATION OF THE LOST AND STOLEN SECURITIES PROGRAM; AND,
FAILED TO HAVE NINE OF THE FIRM'S EMPLOYEES FINGERPRINTED.

DECISION RENDERED AUGUST 12, 1980, WHEREIN RESPONDENTS ARE CENSURED AND FINED $1,000, JOINTLY AND SEVERALLY. IF NO FURTHER ACTION, DECISION IS FINAL SEPTEMBER 25, 1980.

SEPTEMBER 25, 1980 - DECISION IS FINAL.

AUGUST 22, 1980 - $1,000 FINE PAID.

Reporting Source: Firm

Current Status: Final

Allegations: FAILURE TO MAINTAIN NET CAPITAL,
FAILURE TO HAVE 9 EMPLOYEES FINGERPRINTED,FAILURE TO SUPERVISE,
FAILURE TO REGISTER ASSOCIATED PERSONS

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS,INC.

Date Initiated: 08/11/1980

Docket/Case Number: SC-45

Principal Product Type: No Product

Other Product Type(s):

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Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	MONETARY/FINE
Resolution:	Decision
Resolution Date:	09/25/1980
Sanctions Ordered:	Censure Monetary/Fine $1,000.00
Other Sanctions Ordered:	
Sanction Details:	FIRM WAS CENSURED AND FINED

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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:	
Initiated By:	SECURITIES AND EXCHANGE COMMISSION
Court Details:	
Date Court Action Filed:	08/24/1981
Principal Product Type:	
Other Product Types:	
Relief Sought:	
Other Relief Sought:	
Resolution:	Judgment Rendered
Resolution Date:	08/24/1981
Sanctions Ordered or Relief Granted:	Cease and Desist/Injunction
Other Sanctions:	
Sanction Details:	
Regulator Statement	[TOP] SEC NEW DIGEST 81-174, LR-9441 09/09/81 ON AUGUST 24 THE U.S. D.C. FOR THE DISTRICT OF HI, GRANTED THE SEC'S MOTION FOR PRELIMINARY INJUNCTION AND ENTERED AN ORDER AGAINST HYUN, KOWAL, FARLEY & CO., INC. (HKF&CO), WHICH ENJOINS THE BROKER-DEALER FROM VIOLATING SECTIONS 15(C) (3) AND 17(A) (1) OF THE EXCHANGE ACT AND RULES 15C3-1, 15C-3 AND 17A-3 (SEC V. HYUN, KOWAL, FARLEY & CO., INC., ET AL., U.S.D.C., D. HI, CIVIL ACTION NO. 81-0274). SEC NEWS DIGEST, ISSUE NO. 82-100 5/25/82 ON APRIL 19 U.S. MAGISTRATE FOR THE DISTRICT OF HI, GRANTED THE SEC'S MOTION FOR AN ORDER COMPELLING DISCOVERY AND ORDERED, HKF&CO, TO RESPOND TO THE SEC'S DISCOVERY REQUESTS RULES ON OR BEFORE 5/3/82. ON 4/30/82, THE MAGISTRATE ENTERED AN ORDER REQUIRING THE

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DEFENDANTS AND THEIR ATTORNEY, JOINTLY AND SEVERALLY, TO PAY THE SEC ON OR BEFORE 5/28/82, $1,930.40 FOR REASONABLE EXPENSES, INCLUDING ATTORNEY'S FEES, INCURRED IN OBTAINING SUCH ORDER. THE MAGISTRATE FOUND THAT THE DEFENDANTS HAD NO SUBSTANTIAL JUSTIFICATION FOR THEIR FAILURE TO RESPOND TO THE SEC'S DISCOVERY REQUESTS AND THAT NO OTHER CIRCUMSTANCES EXISTED WHICH MADE AN AWARD OF REASONABLE EXPENSES, INCLUDING
ATTORNEY'S FEES, INCURRED BY THE SEC IN OBTAINING THE ORDER UNJUST. EARLIER, ON 8/24/81, THE U.S.D.C. FOR THE D. OF HI, ENTERED AN ORDER OF PRELIMINARY INJUNCTION ENJOINING THE DEFENDANTS FROM VIOLATING OR AIDING AND ABETTING VIOLATIONS OF THE NET CAPITAL, CUSTOMER PROTECTION AND BOOKKEEPING PROVISIONS
OF THE SECURITIES EXCHANGE ACT OF 1934. (LR-9677) ****SEC NEWS DIGEST, 6/24/83, ISSUE 83-122. ON 6/10/83, DISTRICT JUDGE FOR HI ENTERED AN ORDER OF PERMANENT INJUNCTION AGAINST HFK&CO., ET
AL., ENJOINING THEM FROM FURTHER VIOLATIONS OF THE SECURITIES LAWS AS ALLEGED. THE RESPONDENTS ARE ALSO REQUIRED TO SUBMIT REPORTS TO THE COURT DEMONSTRATING THAT THE FIRM AND THE OFFICERS ARE COMPLYING WITH THE SEC'S RULES RELATING TO FINANCIAL RESPONSIBILITY. (LR-10038)

Reporting Source:	Firm
Current Status:	Final
Allegations:	AGAINST HYUN, KOWAL,FARLEY, & CO., INC. EDMUND C H HYUN AND GREGORY FRANCIS KOWAL NET CAPITAL VIOLATIONS, CUSTOMER SPECIAL RESERVE VIOLATIONS, RECORDKEEPING VIOLATIONS
Initiated By:	SECURITIES AND EXCHANGE COMMISSION
Court Details:	U.S.DISTRICT COURT, DISTRICT OF HAWAII HONOLULU, HI CIVIL ACTION NO. 81 0274
Date Court Action Filed:	08/24/1981
Principal Product Type:	No Product
Other Product Types:	
Relief Sought:	Injunction
Other Relief Sought:	

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Resolution:	Judgment Rendered
Resolution Date:	07/10/1983
Sanctions Ordered or Relief Granted:	Cease and Desist/Injunction
Other Sanctions:	
Sanction Details:	US DISTRICT COURT, DISTRICT OF HAWAII FOUND HYUN, KOWAL, FARLEY, AND CO. IN VIOLATION FO NET CAPITAL,CUSTOMER SPECIAL RESERVE AND RECORD KEEPING VIOLATIONS. SEC CENSURED, FINED FIRM AND LIMITED FIRMS FUNCTION TO THAT OF AN INTRODUCING BROKER FOR A PERIOD OF 5 YEARS. E. HYUN & G. KOWAL WERE EACH SUSPENED 35 DAYS. NASD CENSURED AND FINED THE FIRM, E HYUN AND G KOWAL $5,000 EACH.

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End of Report

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