

## BrokerCheck Report

**JOSEPH SORBARA**

CRD# 1001403

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



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

**JOSEPH SORBARA**

CRD# 1001403

This broker is not currently registered.

**Report Summary for this Broker**

This report summary provides an overview of the broker's professional background and conduct. Additional information can be found in the detailed report.

**Broker Qualifications**

**This broker is not currently registered.**

**This broker has passed:**

- 1 Principal/Supervisory Exam
- 1 General Industry/Product Exam
- 1 State Securities Law Exam

**Registration History**

**This broker was previously registered with the following securities firm(s):**

- B JOSEPH STEVENS & COMPANY, INC.**  
CRD# 35459  
NEW YORK, NY  
04/1994 - 06/2008
- B A.S. GOLDMEN & CO., INC.**  
CRD# 23180  
RED BANK, NJ  
08/1991 - 05/1994
- B D. H. BLAIR & CO., INC.**  
CRD# 6833  
NEW YORK, NY  
01/1985 - 08/1991

**Disclosure Events**

This broker has been involved in one or more disclosure events involving certain final criminal matters, regulatory actions, civil judicial proceedings, or arbitrations or civil litigations.

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

**The following types of disclosures have been reported:**

Type	Count
Regulatory Event	3
Customer Dispute	1

## Broker Qualifications



### Registrations

This section provides the self-regulatory organizations (SROs), states and U.S. territories the broker is currently registered and licensed with, the category of each registration, and the date on which the registration became effective. This section also provides, for each firm with which the broker is currently employed, the address of each branch where the broker works.

This broker is not currently registered.



## Broker Qualifications

### Industry Exams this Broker has Passed

This section includes all securities industry exams that the broker has passed. Under limited circumstances, a broker may attain a registration after receiving an exam waiver based on exams the broker has passed and/or qualifying work experience. Any exam waivers that the broker has received are not included below. A passed exam or exam waiver does not permit a broker to do business without an active SRO or state registration.

**This individual has passed 1 principal/supervisory exam, 1 general industry/product exam, and 1 state securities law exam.**

### Principal/Supervisory Exams

Exam	Category	Date
<b>B</b> General Securities Principal Examination	Series 24	08/30/1993

### General Industry/Product Exams

Exam	Category	Date
<b>B</b> General Securities Representative Examination	Series 7	08/15/1981

### State Securities Law Exams

Exam	Category	Date
<b>B</b> Uniform Securities Agent State Law Examination	Series 63	10/06/1981

Additional information about the above exams or other exams FINRA administers to brokers and other securities professionals can be found at [www.finra.org/brokerqualifications/registeredrep/](http://www.finra.org/brokerqualifications/registeredrep/).

## Broker Qualifications



## Professional Designations

This section details that the representative has reported **0** professional designation(s).

No information reported.



## Registration and Employment History

### Registration History

The broker previously was registered with the following securities firms:

Registration Dates	Firm Name	CRD#	Branch Location
<b>B</b> 04/1994 - 06/2008	JOSEPH STEVENS & COMPANY, INC.	35459	NEW YORK, NY
<b>B</b> 08/1991 - 05/1994	A.S. GOLDMEN & CO., INC.	23180	RED BANK, NJ
<b>B</b> 01/1985 - 08/1991	D. H. BLAIR & CO., INC.	6833	NEW YORK, NY
<b>B</b> 10/1982 - 02/1985	SHEARSON/AMERICAN EXPRESS INC.	7506	
<b>B</b> 03/1984 - 06/1984	LEHMAN BROTHERS KUHN LOEB INCORPORATED	7555	
<b>B</b> 11/1982 - 03/1984	SHEARSON/AMERICAN EXPRESS INC.	7506	
<b>B</b> 08/1981 - 10/1982	BEAR, STEARNS & CO.	79	

### Employment History

This section provides up to 10 years of an individual broker's employment history as reported by the individual broker on the most recently filed Form U4.

**Please note that the broker is required to provide this information only while registered with FINRA or a national securities exchange and the information is not updated via Form U4 after the broker ceases to be registered. Therefore, an employment end date of "Present" may not reflect the broker's current employment status.**

Employment	Employer Name	Position	Investment Related	Employer Location
10/1993 - Present	JOSEPH STEVENS & COMPANY, INC.	NOT PROVIDED	Y	BELLMORE, NY, United States

# Disclosure Events



## What you should know about reported disclosure events:

- 1. **Disclosure events in BrokerCheck reports come from different sources:**
  - As mentioned at the beginning of this report, information contained in BrokerCheck comes from brokers, their employing firms, and regulators. When more than one source reports information for the same disclosure event, all versions of the event will appear in the BrokerCheck report. The different versions are separated by a solid line with the reporting source labeled.

For your convenience, below is a matrix of the number and status of regulatory disclosure events involving this broker. Further information regarding these events can be found in the subsequent pages of this report. You also may wish to contact the broker to obtain further information regarding these events.

	Final	On Appeal
Regulatory Event	3	0
Customer Dispute	1	N/A





## Disclosure Event Details

This report provides the information exactly as it was reported to CRD and therefore some of the specific data fields contained in the report may be blank if the information was not provided to CRD.

### Regulatory - Final

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

#### Disclosure 1 of 3

<b>Reporting Source:</b>	Regulator
<b>Regulatory Action Initiated By:</b>	UNITED STATES SECURITIES AND EXCHANGE COMMISSION
<b>Sanction(s) Sought:</b>	Other: N/A
<b>Date Initiated:</b>	11/05/2013
<b>Docket/Case Number:</b>	3-15606
<b>Employing firm when activity occurred which led to the regulatory action:</b>	JOSEPH STEVENS & COMPANY, INC.
<b>Product Type:</b>	Equity-OTC
<b>Allegations:</b>	<p>SEC ADMIN RELEASE 34-70814, NOVEMBER 5, 2013: THE SECURITIES AND EXCHANGE COMMISSION ("COMMISSION") DEEMED IT APPROPRIATE AND IN THE PUBLIC INTEREST THAT PUBLIC ADMINISTRATIVE PROCEEDINGS BE INSTITUTED PURSUANT TO SECTION 15(B) OF THE SECURITIES EXCHANGE ACT OF 1934 ("EXCHANGE ACT") AGAINST JOSEPH SORBARA ("RESPONDENT").</p> <p>THE COMMISSION FOUND THAT ON SEPTEMBER 23, 2011, SORBARA WAS CRIMINALLY CONVICTED OF ATTEMPTED ENTERPRISE CORRUPTION IN VIOLATION OF SECTION 460.20(1)(A) OF THE NEW YORK PENAL LAW, GRAND LARCENY IN THE THIRD DEGREE IN VIOLATION OF SECTION 155.35 OF THE NEW YORK PENAL LAW, CRIMINAL POSSESSION OF STOLEN PROPERTY IN THE THIRD DEGREE IN VIOLATION SECTION 165.50 OF THE NEW YORK PENAL LAW AND SECURITIES FRAUD IN VIOLATION OF SECTIONS 352-C(5) AND (6) OF THE NEW YORK GENERAL BUSINESS LAW, UPON THE ENTRY OF HIS GUILTY PLEA BY THE SUPREME COURT OF THE STATE OF NEW YORK IN THE STATE OF NEW YORK V. JOSEPH SORBARA ET. AL., INDICTMENT NO. 2394/2009. SORBARA WAS SENTENCED TO 363 DAYS IN PRISON AND ORDERED TO PAY \$1 MILLION IN RESTITUTION.</p>



ACCORDING TO THE PLEA ALLOCUTION UPON WHICH THE CRIMINAL CONVICTION WAS BASED, SORBARA, ACTING AS A PRINCIPAL OWNER OF A BROKER/DEALER, AND OTHERS, ENGAGED IN A PATTERN OF CRIMINAL ACTIVITY INVOLVING BUYING AND SELLING OVER-THE-COUNTER STOCKS ON BEHALF OF THE FIRM'S RETAIL CUSTOMERS THAT INCLUDED: (1) PROVIDING BLOCKS OF STOCK TO THE FIRMS TRADERS; (2) THE ACCUMULATION OF BLOCKS OF STOCK BY THE FIRM TRADERS FOR THE PURPOSES OF GENERATING EXTRA COMMISSIONS ON STOCKS IN WHICH THE FIRM MADE MARKETS; AND (3) NOT DISCLOSING TO FIRM CUSTOMERS THE RELEVANT TRADING INFORMATION AND TRUE PRICE OF THE STOCKS.

**Current Status:** Final

**Resolution:** Order

**Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?** No

**Resolution Date:** 11/05/2013

**Sanctions Ordered:** Bar (Permanent)

**If the regulator is the SEC, CFTC, or an SRO, did the action result in a finding of a willful violation or failure to supervise?** No



**(1) willfully violated any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board, or to have been unable to comply with any provision of such Act, rule or regulation?**

**(2) willfully aided, abetted, counseled, commanded, induced, or procured the violation by any person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board? or**



**(3) failed reasonably to supervise another person subject to your supervision, with a view to preventing the violation by such person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any such Acts, or any of the rules of the Municipal Securities Rulemaking Board?**

#### **Sanction 1 of 3**

**Sanction Type:** Bar (Permanent)

**Capacities Affected:** ASSOCIATION WITH ANY BROKER, DEALER, INVESTMENT ADVISER, MUNICIPAL SECURITIES DEALER, MUNICIPAL ADVISOR OR TRANSFER AGENT

**Duration:** Indefinite

**Start Date:** 11/05/2013

**End Date:**

#### **Sanction 2 of 3**

**Sanction Type:** Bar (Permanent)

**Capacities Affected:** PARTICIPATING IN ANY OFFERING OF A PENNY STOCK

**Duration:** Indefinite

**Start Date:** 11/05/2013

**End Date:**

#### **Sanction 3 of 3**

**Sanction Type:** Bar (Permanent)

**Capacities Affected:** ASSOCIATION WITH ANY NATIONALLY RECOGNIZED STATISTICAL RATING ORGANIZATION

**Duration:** Indefinite



**Start Date:** 11/05/2013

**End Date:**

**Regulator Statement**

IN ANTICIPATION OF THE INSTITUTION OF THE PROCEEDINGS, RESPONDENT SUBMITTED AN OFFER OF SETTLEMENT (THE "OFFER") WHICH THE COMMISSION DETERMINED TO ACCEPT. SOLELY FOR THE PURPOSE OF THE PROCEEDINGS AND ANY OTHER PROCEEDINGS BROUGHT BY OR ON BEHALF OF THE COMMISSION, OR TO WHICH THE COMMISSION IS A PARTY, RESPONDENT CONSENTED TO THE COMMISSION'S JURISDICTION OVER HIM AND THE SUBJECT MATTER OF THE PROCEEDINGS AND TO THE ENTRY OF THE ORDER INSTITUTING ADMINISTRATIVE PROCEEDINGS PURSUANT TO SECTION 15(B) OF THE SECURITIES EXCHANGE ACT OF 1934, MAKING FINDINGS, AND IMPOSING REMEDIAL SANCTIONS ("ORDER").

THE COMMISSION DEEMED IT APPROPRIATE AND IN THE PUBLIC INTEREST TO IMPOSE THE SANCTIONS AGREED TO IN RESPONDENT SORBARA'S OFFER. ACCORDINGLY, IT IS HEREBY ORDERED PURSUANT TO SECTION 15(B)(6) OF THE EXCHANGE ACT THAT RESPONDENT SORBARA IS BARRED FROM ASSOCIATION WITH ANY BROKER, DEALER, INVESTMENT ADVISER, MUNICIPAL SECURITIES DEALER, MUNICIPAL ADVISOR, TRANSFER AGENT, OR NATIONALLY RECOGNIZED STATISTICAL RATING ORGANIZATION AND BARRED FROM PARTICIPATING IN ANY OFFERING OF A PENNY STOCK, INCLUDING: ACTING AS A PROMOTER, FINDER, CONSULTANT, AGENT OR OTHER PERSON WHO ENGAGES IN ACTIVITIES WITH A BROKER, DEALER OR ISSUER FOR PURPOSES OF THE ISSUANCE OR TRADING IN ANY PENNY STOCK, OR INDUCING OR ATTEMPTING TO INDUCE THE PURCHASE OR SALE OF ANY PENNY STOCK.

ANY REAPPLICATION FOR ASSOCIATION BY THE RESPONDENT WILL BE SUBJECT TO THE APPLICABLE LAWS AND REGULATIONS GOVERNING THE REENTRY PROCESS, AND REENTRY MAY BE CONDITIONED UPON A NUMBER OF FACTORS, INCLUDING, BUT NOT LIMITED TO, THE SATISFACTION OF ANY OR ALL OF THE FOLLOWING: (A) ANY DISGORGEMENT ORDERED AGAINST THE RESPONDENT, WHETHER OR NOT THE COMMISSION HAS FULLY OR PARTIALLY WAIVED PAYMENT OF SUCH DISGORGEMENT; (B) ANY ARBITRATION AWARD RELATED TO THE CONDUCT THAT SERVED AS THE BASIS FOR THE COMMISSION ORDER; (C) ANY SELF-REGULATORY ORGANIZATION ARBITRATION AWARD TO A CUSTOMER, WHETHER OR NOT RELATED TO THE CONDUCT THAT SERVED AS THE BASIS FOR THE COMMISSION ORDER; AND (D) ANY RESTITUTION ORDER BY A SELF-REGULATORY ORGANIZATION, WHETHER OR NOT RELATED TO THE CONDUCT THAT SERVED AS THE BASIS FOR THE COMMISSION ORDER.



### Disclosure 2 of 3

<b>Reporting Source:</b>	Regulator
<b>Regulatory Action Initiated By:</b>	FINRA
<b>Sanction(s) Sought:</b>	Other: N/A
<b>Date Initiated:</b>	04/19/2010
<b>Docket/Case Number:</b>	2007011366403
<b>Employing firm when activity occurred which led to the regulatory action:</b>	JOSEPH STEVENS & COMPANY, INC.
<b>Product Type:</b>	No Product
<b>Allegations:</b>	FINRA RULES 2010, 8210 - JOSEPH SORBARA FAILED TO APPEAR FOR FINRA INVESTIGATIVE TESTIMONY.
<b>Current Status:</b>	Final
<b>Resolution:</b>	Decision & Order of Offer of Settlement
<b>Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?</b>	No
<b>Resolution Date:</b>	07/26/2011
<b>Sanctions Ordered:</b>	Bar (Permanent)
<b>If the regulator is the SEC, CFTC, or an SRO, did the action result in a finding of a willful violation or failure to supervise?</b>	No



**(1) willfully violated any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board, or to have been unable to comply with any provision of such Act, rule or regulation?**

**(2) willfully aided, abetted, counseled, commanded, induced, or procured the violation by any person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board? or**



(3) failed reasonably to supervise another person subject to your supervision, with a view to preventing the violation by such person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any such Acts, or any of the rules of the Municipal Securities Rulemaking Board?

#### Sanction 1 of 1

**Sanction Type:** Bar (Permanent)

**Capacities Affected:** All Capacities

**Duration:** Indefinite

**Start Date:** 07/26/2011

**End Date:**

**Regulator Statement** WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, SORBARA CONSENTED TO THE DESCRIBED SANCTION AND TO THE ENTRY OF FINDINGS; THEREFORE, HE IS BARRED FROM ASSOCIATION WITH ANY FINRA MEMBER IN ANY CAPACITY.

#### Disclosure 3 of 3

**Reporting Source:** Regulator

**Regulatory Action Initiated By:** NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

**Sanction(s) Sought:**

**Other Sanction(s) Sought:**

**Date Initiated:** 05/23/2000

**Docket/Case Number:** CAF00006





<b>Employing firm when activity occurred which led to the regulatory action:</b>	JOSEPH STEVENS & COMPANY, INC.
<b>Product Type:</b>	Other
<b>Other Product Type(s):</b>	
<b>Allegations:</b>	05-26-00, SEC RULE 10B-6, NASD RULES 2110 AND 2710 - A RESPONDENT MEMBER, ACTING THROUGH SORBARA, PURCHASED WARRANTS FROM THE FIRM THAT WAS THE LEAD UNDERWRITER FOR THE INITIAL PUBLIC OFFERING AND SOLD ALL OF THE WARRANTS TO RETAIL CUSTOMERS WITHIN A 45 MINUTE PERIOD AND THE FIRM'S SALES FORCE RECEIVED HIGHER THAN NORMAL COMPENSATION FOR THE WARRANT SALES. THE SELLING OF THESE WARRANTS WAS OF SUCH MAGNITUDE AND ACCOMPANIED BY THE ABOVE-MENTIONED SPECIAL SELLING EFFORTS AND METHODS SO AS TO CONSTITUTE A DISTRIBUTION. THE FIRM AND SORBARA MADE A MARKET IN THIS SECURITY; ENGAGED IN A PUBLIC OFFERING WITHOUT FILING THE REQUIRED DOCUMENTS AND INFORMATION WITH THE NASD FOR REVIEW; FAILED TO OBTAIN AN OPINION FROM THE NASD THAT THE FIRM HAD NO OBJECTIONS TO THE UNDERWRITING AND OTHER TERMS AND ARRANGEMENTS; RECEIVED AN AMOUNT OF UNDERWRITING COMPENSATION THAT WAS UNFAIR AND UNREASONABLE; AND FAILED TO DISCLOSE ALL ITEMS OF UNDERWRITING COMPENSATION IN A PROSPECTUS OR SIMILAR DOCUMENT.
<b>Current Status:</b>	Final
<b>Resolution:</b>	Acceptance, Waiver & Consent(AWC)
<b>Resolution Date:</b>	05/23/2000
<b>Sanctions Ordered:</b>	Monetary/Fine \$75,000.00 Suspension
<b>Other Sanctions Ordered:</b>	
<b>Sanction Details:</b>	FINED \$75,000, JOINTLY AND SEVERALLY AND SUSPENDED FROM ASSOCIATION WITH ANY NASD MEMBER IN ANY CAPACITY FOR 75 DAYS. THE SUSPENSION WILL COMMENCE WITH THE OPENING OF BUSINESS ON JUNE 19, 2000 AND CONCLUDE AT THE CLOSE OF BUSINESS ON SEPTEMBER 1, 2000.

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**Reporting Source:** Broker



<b>Regulatory Action Initiated By:</b>	NASD REGULATION, INC.
<b>Sanction(s) Sought:</b>	Censure
<b>Other Sanction(s) Sought:</b>	THE FIRM IS CENSURED; SORBARA SUSPENDED FOR A PERIOD OF 75 CALENDAR DAY; THE FIRM AND SORBARA FINED \$75,000 JOINTLY AND SEVERALLY; THE FIRM SHALL DISGORGE \$796,907 TO THE NASD REGULATION, WHICH ALONG WITH THE FINES REPRESENT THE UNDERWRITING COMPENSATION RECEIVED BY THE FIRM FOR SELLING SOUND SOURCE INTERACTIVE, INC. WARRANTS ON JULY 2, 1996.
<b>Date Initiated:</b>	08/02/1999
<b>Docket/Case Number:</b>	CAF000019
<b>Employing firm when activity occurred which led to the regulatory action:</b>	JOSEPH STEVENS & CO., INC.
<b>Product Type:</b>	Equity - OTC
<b>Other Product Type(s):</b>	
<b>Allegations:</b>	THE STAFF OF THE NASDR INITIATED A COMPLAINT STATING VIOLATION OF SECTION 10(B) OF THE SEC ACT OF 1934, AND RULES 10B-5 AND 10B-6 AS WELL AS SECTIONS 5(B) AND 17(A) OF THE SECURITIES ACT OF 1933, AND NASD CONDUCT RULES 2210, 2120 AND 2710 IN CONNECTION WITH CERTAIN TRANSACTIONS IN THE REDEEMABLE WARRANTS OF SOUND SOURCE INTRACTIVE, INC. WARRANTS SOLD ON JULY 2, 1996.
<b>Current Status:</b>	Final
<b>Resolution:</b>	Acceptance, Waiver & Consent(AWC)
<b>Resolution Date:</b>	05/24/2000
<b>Sanctions Ordered:</b>	Censure Monetary/Fine \$871,907.00 Suspension
<b>Other Sanctions Ordered:</b>	
<b>Sanction Details:</b>	THE FIRM IS CENSURED; SORBARA SUSPENDED FOR A PERIOD OF 75 CALENDAR DAYS; THE FIRM AND SORBARA FINED \$75,000 JOINTLY AND SEVERALLY; THE FIRM SHALL DISGORGE \$796,907 TO THE NASD REGULATION, WHICH ALONG WITH THE FINES REPRESENT THE UNDERWRITING COMPENSATION RECEIVED BY THE FIRM FOR SELLING SOUND SOURCE INTERACTIVE, INC. WARRANTS ON JULY 2, 1996.



**Broker Statement**

THE FIRM AND SORBARA ACCEPTED AND CONSENTED WITHOUT ADMITTING OR DENYING THE ALLEGED VIOLATIONS AND ENTERED INTO AN AWC AGREEMENT WITH THE NASD.



## Customer Dispute - Award / Judgment

This type of disclosure event involves a final, consumer-initiated, investment-related arbitration or civil suit containing allegations of sales practice violations against the named broker that resulted in an arbitration award or civil judgment for the customer.

### Disclosure 1 of 1

<b>Reporting Source:</b>	Broker
<b>Employing firm when activities occurred which led to the complaint:</b>	
<b>Allegations:</b>	MISREPRESENTATION-ALLEGED DAMAGES 248,000
<b>Product Type:</b>	Equity - OTC
<b>Alleged Damages:</b>	\$248,000.00

### Customer Complaint Information

<b>Date Complaint Received:</b>	01/18/1996
<b>Complaint Pending?</b>	No
<b>Status:</b>	Arbitration/Reparation
<b>Status Date:</b>	02/28/1996
<b>Settlement Amount:</b>	
<b>Individual Contribution Amount:</b>	

### Arbitration Information

<b>Arbitration/Reparation Claim filed with and Docket/Case No.:</b>	NASD 96-00125
<b>Date Notice/Process Served:</b>	01/18/1996
<b>Arbitration Pending?</b>	No
<b>Disposition:</b>	Award to Customer
<b>Disposition Date:</b>	02/28/1997
<b>Monetary Compensation Amount:</b>	\$253,582.41
<b>Individual Contribution Amount:</b>	
<b>Broker Statement</b>	CUSTOMER AWARDED 203,582.41, 25,000 ATTY'S FEES.



25,000 PUNITIVE DAMAGES, JOINTLY AND SEVERALLY  
NOT PROVIDED

## End of Report



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