BrokerCheck Report

MYRON DAVID SCHNEIDT

CRD# 1560906

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.

MYRON D. SCHNEIDT

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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 **MAXXTRADE, INC.**
CRD# 106471
LEXINGTON, KY
07/2001 - 09/2010

B **SECURITIES SERVICE NETWORK, INC.**
CRD# 13318
KNOXVILLE, TN
09/1995 - 01/2000

B **MARINER FINANCIAL SERVICES, INC.**
CRD# 8292
LARGO, FL
03/1995 - 09/1995

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	1
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	General Securities Principal Examination	Series 24	07/03/2001

General Industry/Product Exams

	Exam	Category	Date
B	General Securities Representative Examination	Series 7	10/18/1986

State Securities Law Exams

	Exam	Category	Date
B	Uniform Securities Agent State Law Examination	Series 63	11/12/1986

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/.

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	07/2001 - 09/2010	MAXXTRADE, INC.	106471	LEXINGTON, KY
B	09/1995 - 01/2000	SECURITIES SERVICE NETWORK, INC.	13318	KNOXVILLE, TN
B	03/1995 - 09/1995	MARINER FINANCIAL SERVICES, INC.	8292	LARGO, FL
B	03/1994 - 12/1994	MARINER FINANCIAL SERVICES, INC.	8292	LARGO, FL
B	10/1991 - 03/1992	PRUDENTIAL SECURITIES INCORPORATED	7471	NEW YORK, NY
B	10/1986 - 12/1989	DEAN WITTER REYNOLDS INC.	7556	PURCHASE, NY

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
09/1999 - Present	MAXXTRADE,INC	PRESIDENT / CCO	Y	LEXINGTON, KY, 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	1	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 1

Reporting Source:	Regulator
Regulatory Action Initiated By:	FINRA
Sanction(s) Sought:	Other: N/A
Date Initiated:	10/20/2010
Docket/Case Number:	2008011759202
Employing firm when activity occurred which led to the regulatory action:	MAXXTRADE, INC.
Product Type:	Debt-Corporate
Allegations:	ARTICLES IV, SECTION 8, ARTICLE V, SECTIONS 2 AND 3 OF NASD AND FINRA BY-LAWS, FINRA RULES 2010, 3130, 8210, NASD RULES 2110, 2440, 3010, 3012, 3013 - A MEMBER FIRM, ACTING THROUGH ITS PRESIDENT, MYRON SCHNEIDT AND OTHERS, CHARGED CUSTOMERS MARKUPS OR MARKDOWNS IN CORPORATE BOND TRANSACTIONS, WHICH WERE NOT FAIR AND REASONABLE, WERE NOT DISCLOSED TO ITS CUSTOMERS AND NOTHING IN THE NATURE OF ITS BUSINESS OR IN THE BOND TRADES JUSTIFIED THE SIZE OF THE MARKUPS OR MARKDOWNS. SCHNEIDT FAILED TO ESTABLISH AND MAINTAIN AN ADEQUATE SUPERVISORY SYSTEM, INCLUDING WRITTEN PROCEDURES, DESIGNED TO ENSURE THAT THE FIRM AND ITS REGISTERED REPRESENTATIVES COMPLIED WITH NASD RULE 2440 AND CHARGED MARKUPS/MARKDOWNS ON CORPORATE BOND TRANSACTIONS THAT WERE FAIR AND REASONABLE. SCHNEIDT FAILED TO FILE A BRANCH REGISTRATION FORM (FORM BR) TO REGISTER A BRANCH IN ANY CAPACITY WITH NASD AND THEN FINRA. SCHNEIDT FAILED TO EVIDENCE ANY PRINCIPAL APPROVAL OF NEW ACCOUNTS, SECURITIES TRANSACTIONS OR CORRESPONDENCE USED IN SECURITIES TRANSACTIONS BY INDIVIDUALS LOCATED AT THAT BRANCH AND FAILED TO REVIEW THE REPRESENTATIVES' COMMUNICATIONS WITH

FIRM CUSTOMERS; FAILED TO REQUIRE THAT THE REPRESENTATIVES ATTEND ANY ANNUAL COMPLIANCE MEETING OR INTERVIEW; FAILED TO HOLD ANY TRAINING MEETING ON COMPLIANCE MATTERS WITH THE REPRESENTATIVES; FAILED TO CONDUCT ANY INSPECTION OF THE BRANCH OFFICE; AND THE FIRM, ACTING THROUGH SCHNEIDT, FAILED TO PREPARE AND IMPLEMENT A HEIGHTENED SUPERVISION PLAN FOR REPRESENTATIVES AT THE BRANCH FOR SEVERAL YEARS. THE FIRM, ACTING THROUGH SCHNEIDT, FAILED TO ESTABLISH, MAINTAIN AND ENFORCE SUPERVISORY CONTROL POLICIES AND PROCEDURES ADDRESSING NUMEROUS AREAS; PREPARED INADEQUATE ANNUAL INTERNAL AUDIT REPORTS FOR SEVERAL YEARS BECAUSE THEY FAILED TO ADDRESS OBVIOUS SUPERVISORY WEAKNESSES; FAILED TO PREPARE CERTIFICATIONS THAT THE FIRM HAD PROCEDURES IN PLACE TO ESTABLISH, MAINTAIN, REVIEW, TEST AND MODIFY WRITTEN COMPLIANCE POLICIES AND WRITTEN SUPERVISORY PROCEDURES REASONABLY DESIGNED TO ACHIEVE COMPLIANCE WITH APPLICABLE RULES AND SECURITIES LAWS; FAILED TO IMPLEMENT HEIGHTENED SUPERVISION FOR CUSTOMER ACCOUNT ACTIVITY OF A REGISTERED REPRESENTATIVE; AND FAILED TO CORRECT DEFICIENCIES IN SUPERVISORY POLICIES AND PROCEDURES AS REQUESTED BY FINRA. SCHNEIDT FAILED TO TIMELY FILE OR AMEND FORMS U4 AND FAILED TO REPORT AN ARBITRATION ON A FORM U5. SCHNEIDT FAILED TO RESPOND TO FINRA REQUESTS FOR INFORMATION AND DOCUMENTS.

Current Status:	Final
Resolution:	Decision & Order of Offer of Settlement
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:	03/16/2012
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 1

Sanction Type:	Bar (Permanent)
Capacities Affected:	All Capacities
Duration:	Indefinite
Start Date:	03/16/2012
End Date:	
Regulator Statement	WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, SCHNEIDT CONSENTED TO THE DESCRIBED SANCTION AND TO THE ENTRY OF FINDINGS; THEREFORE, HE IS BARRED FROM ASSOCIATION WITH ANY FINRA MEMBER IN ANY CAPACITY.

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

Reporting Source:	Regulator
Employing firm when activities occurred which led to the complaint:	MAXXTRADE, INC.
Allegations:	MISREPRESENTATIONS; SUITABILITY; BREACH OF FIDUCIARY DUTY; COMMON LAW FRAUD; NEGLIGENCE
Product Type:	Other: SUBORDINATED NOTES
Alleged Damages:	$1,220,804.00

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.:	FINRA - CASE #09-00363
Date Notice/Process Served:	01/20/2009
Arbitration Pending?	No
Disposition:	Award
Disposition Date:	08/20/2010
Disposition Detail:	SCHNEIDT IS JOINTLY AND SEVERALLY LIABLE FOR AND SHALL PAY ONE CLAIMANT $768,043.50 IN COMPENSATORY DAMAGES, PLUS INTEREST. SCHNEIDT IS JOINTLY AND SEVERALLY LIABLE FOR AND SHALL PAY ANOTHER CLAIMANT $307,219.05 IN COMPENSATORY DAMAGES, PLUS INTEREST. ANY RELIEF TO THE THIRD CLAIMANT IS DENIED WITH PREJUDICE.

End of Report

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