

BrokerCheck Report

THOMAS EDISON KELLY JR

CRD# 2877415

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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:

- o 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
- o 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.



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

Thank you for using FINRA BrokerCheck.

THOMAS E. KELLY JR

CRD# 2877415

Currently employed by and registered with the following Firm(s):**AEGIS CAPITAL CORP.**810 7TH AVENUE
18TH FLOOR
NEW YORK, NY 10019
CRD# 15007

Registered with this firm since: 05/10/2018

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 registered with:**

- 2 Self-Regulatory Organizations
- 26 U.S. states and territories

This broker has passed:

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

Registration History**This broker was previously registered with the following securities firm(s):****NATIONAL SECURITIES CORPORATION**CRD# 7569
NEW YORK, NY
05/2008 - 05/2018**FIRST REPUBLIC GROUP, LLC**CRD# 39781
NEW YORK, NY
01/1998 - 05/2008**NORTHEAST SECURITIES, INC.**CRD# 25996
MITCHELFIELD, NY
01/1998 - 02/1998**Disclosure Events**

All individuals registered to sell securities or provide investment advice are required to disclose customer complaints and arbitrations, regulatory actions, employment terminations, bankruptcy filings, and criminal or civil judicial proceedings.

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

The following types of disclosures have been reported:

Type	Count
Customer Dispute	19



Broker Qualifications

Registrations

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

This individual is currently registered with 2 SROs and is licensed in 26 U.S. states and territories through his or her employer.

Employment 1 of 1

Firm Name: **AEGIS CAPITAL CORP.**

Main Office Address: **810 7TH AVE
18TH & 22ND FLOOR
NEW YORK, NY 10019**

Firm CRD#: **15007**

SRO	Category	Status	Date
FINRA	General Securities Representative	APPROVED	05/10/2018
Nasdaq Stock Market	General Securities Representative	APPROVED	05/10/2018

U.S. State/ Territory	Category	Status	Date	U.S. State/ Territory	Category	Status	Date
Arizona	Agent	APPROVED	05/10/2018	Kansas	Agent	APPROVED	05/10/2018
Arkansas	Agent	APPROVED	05/24/2018	Louisiana	Agent	APPROVED	05/10/2018
California	Agent	APPROVED	05/18/2018	Maryland	Agent	APPROVED	05/10/2018
Connecticut	Agent	APPROVED	06/18/2018	Minnesota	Agent	APPROVED	05/17/2018
District of Columbia	Agent	APPROVED	05/10/2018	Nevada	Agent	APPROVED	05/24/2018
Florida	Agent	APPROVED	05/22/2018	New Jersey	Agent	APPROVED	10/10/2018
Georgia	Agent	APPROVED	05/10/2018	New Mexico	Agent	APPROVED	05/10/2018
Idaho	Agent	APPROVED	05/11/2018	New York	Agent	APPROVED	05/10/2018
Illinois	Agent	APPROVED	06/28/2018	North Carolina	Agent	APPROVED	05/29/2018
Indiana	Agent	APPROVED	05/18/2018	Ohio	Agent	APPROVED	05/24/2018
Iowa	Agent	APPROVED	05/10/2018	Pennsylvania	Agent	APPROVED	05/26/2018
				South Carolina	Agent	APPROVED	05/31/2018



Broker Qualifications

Employment 1 of 1, continued

U.S. State/ Territory	Category	Status	Date
Tennessee	Agent	APPROVED	06/08/2018
Texas	Agent	APPROVED	05/10/2018
Washington	Agent	APPROVED	05/16/2018

Branch Office Locations

AEGIS CAPITAL CORP.
810 7TH AVENUE
18TH FLOOR
NEW YORK, NY 10019



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.

This individual has passed 0 principal/supervisory exams, 2 general industry/product exams, and 1 state securities law exam.

Principal/Supervisory Exams

Exam	Category	Date
No information reported.		

General Industry/Product Exams

Exam	Category	Date
Securities Industry Essentials Examination	SIE	10/01/2018
General Securities Representative Examination	Series 7	07/22/1997

State Securities Law Exams

Exam	Category	Date
Uniform Securities Agent State Law Examination	Series 63	08/11/1997

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/.



Registration and Employment History

Registration History

The broker previously was registered with the following firms:

Registration Dates	Firm Name	CRD#	Branch Location
05/2008 - 05/2018	NATIONAL SECURITIES CORPORATION	7569	NEW YORK, NY
01/1998 - 05/2008	FIRST REPUBLIC GROUP, LLC	39781	NEW YORK, NY
01/1998 - 02/1998	NORTHEAST SECURITIES, INC.	25996	MITCHELFIELD, NY
08/1997 - 01/1998	NICHOLS, SAFINA, LERNER & CO. INC.	35476	NEW YORK, 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 Dates	Employer Name	Employer Location
05/2018 - Present	AEGIS CAPITAL CORP	NEW YORK, NY
05/2008 - 05/2018	NATIONAL SECURITIES CORPORATION	NEW YORK, NY

Other Business Activities

This section includes information, if any, as provided by the broker regarding other business activities the broker is currently engaged in either as a proprietor, partner, officer, director, employee, trustee, agent or otherwise. This section does not include non-investment related activity that is exclusively charitable, civic, religious or fraternal and is recognized as tax exempt.

1) BLUR/TEXTA, 110 WALL ST 6TH FL, NEW YORK, NY 10005; NOT INVESTMENT RELATED; PASSIVE INVESTOR, TEXTING APP; START DATE: 11/2016; 0 HOURS PER MONTH DEVOTED TO BUSINESS; 0 HOURS DURING SECURITIES TRADING HOURS.



Disclosure Events

What you should know about reported disclosure events:

1. All individuals registered to sell securities or provide investment advice are required to disclose customer complaints and arbitrations, regulatory actions, employment terminations, bankruptcy filings, and criminal or civil judicial proceedings.
2. **Certain thresholds must be met before an event is reported to CRD, for example:**
 - o A law enforcement agency must file formal charges before a broker is required to disclose a particular criminal event.
 - o A customer dispute must involve allegations that a broker engaged in activity that violates certain rules or conduct governing the industry and that the activity resulted in damages of at least \$5,000.
 - o
3. **Disclosure events in BrokerCheck reports come from different sources:**
 - o As mentioned at the beginning of this report, information contained in BrokerCheck comes from brokers, brokerage firms and regulators. When more than one of these sources reports information for the same disclosure event, all 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.
 - o
4. **There are different statuses and dispositions for disclosure events:**
 - o 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.
 - o 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 brokers and brokerage 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.

For your convenience, below is a matrix of the number and status of 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.

	Pending	Final	On Appeal
Customer Dispute	5	14	N/A





Disclosure Event Details

When evaluating this information, please keep in mind that a disclosure event may be pending or involve allegations that are contested and have not been resolved or proven. The matter may, in the end, be withdrawn, dismissed, resolved in favor of the broker, or concluded through a negotiated settlement for certain business reasons (e.g., to maintain customer relationships or to limit the litigation costs associated with disputing the allegations) with no admission or finding of wrongdoing.

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.

Customer Dispute - Settled

This type of disclosure event involves a consumer-initiated, investment-related complaint, arbitration proceeding or civil suit containing allegations of sale practice violations against the broker that resulted in a monetary settlement to the customer.

Disclosure 1 of 7

Reporting Source:	Broker
Employing firm when activities occurred which led to the complaint:	NATIONAL SECURITIES CORP
Allegations:	SUITABILITY, NEGLIGENCE AND BREACH OF FIDUCIARY DUTY
Product Type:	Equity-OTC Equity Listed (Common & Preferred Stock)
Alleged Damages:	\$118,000.00

Arbitration Information

Arbitration/CFTC reparation claim filed with (FINRA, AAA, CFTC, etc.):	FINRA
Docket/Case #:	12-03053
Date Notice/Process Served:	09/05/2012
Arbitration Pending?	No
Disposition:	Settled
Disposition Date:	07/02/2013
Monetary Compensation Amount:	\$23,000.00



Individual Contribution Amount: \$23,000.00

Disclosure 2 of 7

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: NATIONAL SECURITIES CORP

Allegations: MISREPRESENTATION, UNAUTHORIZED TRADING, SUITABILITY, EXCESSIVE COMMISSIONS, FRAUD, NEGLIGENCE, BREACH OF FIDUCIARY DUTY, BREACH OF CONTRACT

Product Type: Debt-Government
Debt-Municipal
Equity-OTC
Equity Listed (Common & Preferred Stock)
Mutual Fund
Other: ETF

Alleged Damages: \$45,000.00

Is this an oral complaint? No

Is this a written complaint? Yes

Is this an arbitration/CFTC reparation or civil litigation? No

Customer Complaint Information

Date Complaint Received: 03/10/2010

Complaint Pending? No

Status: Settled

Status Date: 01/15/2011

Settlement Amount: \$3,500.00

Individual Contribution Amount: \$3,500.00

Disclosure 3 of 7

Reporting Source: Broker

Employing firm when FIRST REPUBLIC GROUP, LLC



activities occurred which led to the complaint:

Allegations: EXCESSIVE TRADING, FALSE & MISLEADING STATEMENTS, FRAUD, NEGLIGENCE, MISREPRESENTATION, BREACH OF FIDUCIARY DUTY

Product Type: Equity Listed (Common & Preferred Stock)

Alleged Damages: \$100,000.00

Arbitration Information

Arbitration/CFTC reparation claim filed with (FINRA, AAA, CFTC, etc.): FINRA

Docket/Case #: 09-03328

Date Notice/Process Served: 06/15/2009

Arbitration Pending? No

Disposition: Settled

Disposition Date: 08/25/2010

Monetary Compensation Amount: \$14,000.00

Individual Contribution Amount: \$14,000.00

Disclosure 4 of 7

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: EASTBROOK CAPITAL GROUP F/K/A FIRST REPUBLIC GROUP

Allegations: ALLEGES BREACH OF CONTRACT, BREACH OF FIDUCIARY DUTY, FAILURE TO SUPERVISE, SUITABILITY, MISREPRESENTATION, FRAUD

Product Type: Equity - OTC

Alleged Damages: \$615,689.55

Customer Complaint Information

Date Complaint Received:

Complaint Pending?



Status: Arbitration/Reparation

Status Date:

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: FINRA ARBITRATION #08-03898

Date Notice/Process Served: 12/09/2008

Arbitration Pending? Yes

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: EASTBROOK CAPITAL GROUP, LLC, F/K/A FIRST REPUBLIC GROUP, LLC

Allegations: MISREPRESENTATION, VIOLATION OF ARIZONA SECURITIES ACT, VIOLATION OF FEDERAL SECURITIES LAW, BREACH OF CONTRACT, AND UNSUITABILITY

Product Type: Equity-OTC

Alleged Damages: \$4,570,400.00

Arbitration Information

Arbitration/CFTC reparation claim filed with (FINRA, AAA, CFTC, etc.): FINRA

Docket/Case #: 08-03898

Date Notice/Process Served: 12/08/2008

Arbitration Pending? No

Disposition: Settled

Disposition Date: 08/14/2009

Monetary Compensation Amount: \$18,000.00



Individual Contribution Amount: \$9,000.00

Broker Statement REGISTERED REPRESENTATIVE ADAMANTLY DENIED ANY AND ALL ALLEGATIONS OF WRONGDOING AS CONCERNS THE CUSTOMER ARBITRATION CLAIM THAT SOUGHT DAMAGES OF APPROXIMATELY \$100,000. UPON THE ADVICE OF COUNSEL, REGISTERED REPRESENTATIVE SETTLED THE DISPUTE FOR \$9000 AS A BUSINESS DECISION.

Disclosure 5 of 7

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: FIRST REPUBLIC GROUP, LLC

Allegations: SUITABILITY, EXCESSIVE TRADING AND COMMISSIONS

Product Type: Equity Listed (Common & Preferred Stock)

Alleged Damages: \$110,000.00

Is this an oral complaint? No

Is this a written complaint? Yes

Is this an arbitration/CFTC reparation or civil litigation? No

Customer Complaint Information

Date Complaint Received: 06/06/2006

Complaint Pending? No

Status: Settled

Status Date: 09/19/2006

Settlement Amount: \$88,000.00

Individual Contribution Amount: \$88,000.00

Disclosure 6 of 7

Reporting Source: Broker



Employing firm when activities occurred which led to the complaint: FIRST REPUBLIC GROUP, LLC

Allegations: CHURNING, UNSUITABLE TRANSACTIONS

Product Type: Equity Listed (Common & Preferred Stock)

Alleged Damages: \$145,000.00

Customer Complaint Information

Date Complaint Received: 01/24/2005

Complaint Pending? No

Status: Settled

Status Date: 07/28/2005

Settlement Amount: \$75,000.00

Individual Contribution Amount: \$75,000.00

Disclosure 7 of 7

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: FIRST REPUBLIC GROUP, LLC

Allegations: FAILURE TO EXECUTE

Product Type: Equity - OTC

Alleged Damages: \$8,200.00

Customer Complaint Information

Date Complaint Received: 03/27/2003

Complaint Pending? No

Status: Arbitration/Reparation

Status Date: 04/15/2003

Settlement Amount:

Individual Contribution Amount:



Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.:	NASD # 02-07022
Date Notice/Process Served:	03/27/2003
Arbitration Pending?	No
Disposition:	Settled
Disposition Date:	04/15/2003
Monetary Compensation Amount:	\$4,200.00
Individual Contribution Amount:	\$4,200.00



Customer Dispute - Closed-No Action / Withdrawn / Dismissed / Denied

This type of disclosure event involves (1) a consumer-initiated, investment-related arbitration or civil suit containing allegations of sales practice violations against the individual broker that was dismissed, withdrawn, or denied; or (2) a consumer-initiated, investment-related written complaint containing allegations that the broker engaged in sales practice violations resulting in compensatory damages of at least \$5,000, forgery, theft, or misappropriation, or conversion of funds or securities, which was closed without action, withdrawn, or denied.

Disclosure 1 of 7

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	NATIONAL SECURITIES CORP
Allegations:	UNAUTHORIZED TRADING
Product Type:	Other: STRUCTURED PRODUCTS
Alleged Damages:	\$98,575.00
Is this an oral complaint?	No
Is this a written complaint?	Yes
Is this an arbitration/CFTC reparation or civil litigation?	No

Customer Complaint Information

Date Complaint Received:	03/16/2018
Complaint Pending?	No
Status:	Closed/No Action
Status Date:	05/04/2018

Settlement Amount:

Individual Contribution Amount:

Firm Statement TRADE CANCELLED PURSUANT OT THE CLIENTS REQUEST.

Reporting Source:	Broker
Employing firm when activities occurred which led to the complaint:	NATIONAL SECURITIES CORP



Allegations: UNAUTHORIZED TRADING
Product Type: Other: STRUCTURED PRODUCTS
Alleged Damages: \$98,575.00
Is this an oral complaint? No
Is this a written complaint? Yes
**Is this an arbitration/CFTC
reparation or civil litigation?** No

Customer Complaint Information

Date Complaint Received: 03/16/2018
Complaint Pending? No
Status: Closed/No Action
Status Date: 05/04/2018
Settlement Amount:
**Individual Contribution
Amount:**
Broker Statement TRADE CANCELLED PURSUANT TO THE CLIENTS REQUEST.

Disclosure 2 of 7

Reporting Source: Broker
**Employing firm when
activities occurred which led
to the complaint:** NATIONAL SECURITIES CORP
Allegations: UNAUTHORIZED TRADING
Product Type: Equity-OTC
Alleged Damages: \$0.00
**Alleged Damages Amount
Explanation (if amount not
exact):** The firm is unable to make a good faith determination that the damages from the
alleged conduct would be less than \$5,000.
Is this an oral complaint? No
Is this a written complaint? Yes



**Is this an arbitration/CFTC
reparation or civil litigation?** No

Customer Complaint Information

Date Complaint Received: 03/18/2016
Complaint Pending? No
Status: Closed/No Action
Status Date: 01/23/2017
Settlement Amount:
**Individual Contribution
Amount:**

Disclosure 3 of 7

Reporting Source: Broker
**Employing firm when
activities occurred which led
to the complaint:** NATIONAL SECURITIES CORP
Allegations: MISREPRESENTATION AND POOR ADVICE
Product Type: Debt-Corporate
Alleged Damages: \$16,700.00
Is this an oral complaint? No
Is this a written complaint? Yes
**Is this an arbitration/CFTC
reparation or civil litigation?** No

Customer Complaint Information

Date Complaint Received: 01/17/2012
Complaint Pending? No
Status: Withdrawn
Status Date: 02/14/2012
Settlement Amount:
**Individual Contribution
Amount:**



Disclosure 4 of 7

Reporting Source:	Broker
Employing firm when activities occurred which led to the complaint:	NATIONAL SECURITIES CORP
Allegations:	MISREPRESENTATION
Product Type:	Debt-Corporate
Alleged Damages:	\$0.00
Alleged Damages Amount Explanation (if amount not exact):	FIRM IS UNABLE TO MAKE A GOOD FAITH DETERMINATION THAT THE DAMAGES FROM THE ALLEGED CONDUCT WOULD BE LESS THAN \$5,000
Is this an oral complaint?	No
Is this a written complaint?	Yes
Is this an arbitration/CFTC reparation or civil litigation?	No

Customer Complaint Information

Date Complaint Received:	10/24/2011
Complaint Pending?	No
Status:	Closed/No Action
Status Date:	12/28/2011
Settlement Amount:	
Individual Contribution Amount:	

Disclosure 5 of 7

Reporting Source:	Broker
Employing firm when activities occurred which led to the complaint:	NATIONAL SECURITIES CORP
Allegations:	UNAUTHORIZED TRADING; MARGIN PROBLEMS



Product Type: Debt-Corporate
Equity Listed (Common & Preferred Stock)

Alleged Damages: \$137,010.99

Is this an oral complaint? No

Is this a written complaint? Yes

**Is this an arbitration/CFTC
reparation or civil litigation?** No

Customer Complaint Information

Date Complaint Received: 06/01/2011

Complaint Pending? No

Status: Closed/No Action

Status Date: 09/15/2011

Settlement Amount:

**Individual Contribution
Amount:**

Disclosure 6 of 7

Reporting Source: Broker

**Employing firm when
activities occurred which led
to the complaint:** FIRST REPUBLIC GROUP, LLC

Allegations: UNAUTHORIZED TRADING, MUTUAL FUND SWITCHING

Product Type: Mutual Fund(s)

Alleged Damages: \$9,000.00

Customer Complaint Information

Date Complaint Received: 03/14/2007

Complaint Pending? No

Status: Closed/No Action

Status Date: 03/28/2007

Settlement Amount:



Individual Contribution Amount:

Broker Statement

CLAIM IS SIMPLY FALSE. CLIENT PLACED A NUMBER OF TRADES AND THEN SENT IN HIS CHECKS 15 DAYS LATE. THERE WAS NO UNAUTHORIZED TRANSACTION THE ACCOUNT WAS SOLD OUT DUE TO NON PAYMENT AS PER REGULATION T.

THE CLAIM OF MUTUAL FUND SWITCHING DOES NOT APPLY AS THE ONLY SALES IN THIS ACCOUNT WERE DUE TO LATE OR NON PAYMENT. ALL TRANSACTIONS WERE DONE WITH NEW MONEY - NO MUTUAL FUNDS WERE BOUGHT WITH PROCEEDS.

Disclosure 7 of 7

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: FIRST REPUBLIC GROUP, LLC

Allegations: UNAUTHORIZED TRADE

Product Type: Mutual Fund(s)

Alleged Damages: \$9,639.00

Customer Complaint Information

Date Complaint Received: 05/14/2003

Complaint Pending? No

Status: Closed/No Action

Status Date: 06/10/2003

Settlement Amount:

Individual Contribution Amount:

Broker Statement

CLIENT PLACED A GOOD ORDER TO BUY AND THEN RENEGED. TRANSACTION WAS CANCELED TO ACCOMIDATE CUSTOMER.



Customer Dispute - Pending

This type of disclosure event involves (1) a pending consumer-initiated, investment-related arbitration or civil suit that contains allegations of sales practice violations against the broker; or (2) a pending, consumer-initiated, investment-related written complaint containing allegations that the broker engaged in, sales practice violations resulting in compensatory damages of at least \$5,000, forgery, theft, or misappropriation, or conversion of funds or securities.

Disclosure 1 of 5

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	NATIONAL SECURITIES CORP
Allegations:	SUITABILITY, UNAUTHORIZED TRADING, BREACH OF FIDUCIARY DUTY & NEGLIGENCE
Product Type:	Equity-OTC Equity Listed (Common & Preferred Stock)
Alleged Damages:	\$500,000.00

Arbitration Information

Arbitration/CFTC reparation claim filed with (FINRA, AAA, CFTC, etc.):	FINRA
Docket/Case #:	18-03719
Date Notice/Process Served:	11/01/2018
Arbitration Pending?	Yes

Reporting Source:	Broker
Employing firm when activities occurred which led to the complaint:	NATIONAL SECURITIES CORP
Allegations:	SUITABILITY, UNAUTHORIZED TRADING, BREACH OF FIDUCIARY DUTY AND NEGLIGENCE
Product Type:	Equity-OTC Equity Listed (Common & Preferred Stock)
Alleged Damages:	\$500,000.00

Arbitration Information



Arbitration/CFTC reparation claim filed with (FINRA, AAA, CFTC, etc.): FINRA

Docket/Case #: 18-03719

Date Notice/Process Served: 11/01/2018

Arbitration Pending? Yes

Disclosure 2 of 5

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: NATIONAL SECURITIES CORP

Allegations: MISREPRESENTATION, NEGLIGENCE, & BREACH OF FIDUCIARY DUTY.

Product Type: Equity Listed (Common & Preferred Stock)

Alleged Damages: \$230,000.00

Arbitration Information

Arbitration/CFTC reparation claim filed with (FINRA, AAA, CFTC, etc.): FINRA

Docket/Case #: 18-06639

Date Notice/Process Served: 10/01/2018

Arbitration Pending? Yes

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: NATIONAL SECURITIES CORP

Allegations: TIME FRAME: UNSPECIFIED. CLAIMANT ALLEGES MISREPRESENTATION, NEGLIGENCE, BREACH OF FIDUCIARY DUTY

Product Type: Equity Listed (Common & Preferred Stock)

Alleged Damages: \$230,000.00



Arbitration Information

Arbitration/CFTC reparation claim filed with (FINRA, AAA, CFTC, etc.): FINRA

Docket/Case #: 18-03369

Date Notice/Process Served: 10/01/2018

Arbitration Pending? Yes

Disclosure 3 of 5

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: NATIONAL SECURITIES CORP

Allegations: EXCESSIVE TRADING

Product Type: Real Estate Security

Alleged Damages: \$211,844.00

Is this an oral complaint? No

Is this a written complaint? Yes

Is this an arbitration/CFTC reparation or civil litigation? No

Customer Complaint Information

Date Complaint Received: 07/30/2018

Complaint Pending? Yes

Settlement Amount:

Individual Contribution Amount:

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: NATIONAL SECURITIES CORP



Allegations: TIME FRAME: UNSPECIFIED. EXCESSIVE TRADING

Product Type: Real Estate Security

Alleged Damages: \$211,844.00

Is this an oral complaint? No

Is this a written complaint? Yes

**Is this an arbitration/CFTC
reparation or civil litigation?** No

Customer Complaint Information

Date Complaint Received: 07/30/2018

Complaint Pending? Yes

Settlement Amount:

**Individual Contribution
Amount:**

Disclosure 4 of 5

Reporting Source: Firm

**Employing firm when
activities occurred which led
to the complaint:** NATIONAL SECURITIES CORP

Allegations: UNSUITABLE RECOMMENDATIONS,MISREPRESENTATIONS,
OMISSIONS,BREACH OF FIDUCIARY DUTY, NEGLIGENCE & BREACH OF
CONTRACT.

Product Type: Equity-OTC

Alleged Damages: \$750,000.00

Is this an oral complaint? No

Is this a written complaint? No

**Is this an arbitration/CFTC
reparation or civil litigation?** Yes

**Arbitration/Reparation forum
or court name and location:** FINRA

Docket/Case #: 18-02816



Filing date of arbitration/CFTC reparation or civil litigation: 08/09/2018

Customer Complaint Information

Date Complaint Received: 08/13/2018

Complaint Pending? Yes

Settlement Amount:

Individual Contribution Amount:

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: NATIONAL SECURITIES CORP

Allegations: TIME FRAME: UNSPECIFIED. CLAIMANT ALLEGES UNSUITABLE RECOMMENDATIONS, MISREPRESENTATIONS, OMISSIONS, BREACH OF FIDUCIARY DUTY, NEGLIGENCE AND BREACH OF CONTRACT.

Product Type: Equity-OTC

Alleged Damages: \$750,000.00

Is this an oral complaint? No

Is this a written complaint? No

Is this an arbitration/CFTC reparation or civil litigation? Yes

Arbitration/Reparation forum or court name and location: FINRA

Docket/Case #: 18-02816

Filing date of arbitration/CFTC reparation or civil litigation: 08/09/2018

Customer Complaint Information

Date Complaint Received: 08/13/2018

Complaint Pending? Yes

**Settlement Amount:****Individual Contribution Amount:****Disclosure 5 of 5****Reporting Source:** Broker**Employing firm when activities occurred which led to the complaint:****Allegations:** SALES WERE MADE TO COVER MARGIN REQUIREMENTS, CLIENT THOUGHT THEY WERE UNAUTHORIZED TRADES. CLIENT DID NOT SEND FUNDS TIMELY TO COVER FED REQUIREMENT ON NEW TRADES.**Product Type:****Alleged Damages:****Customer Complaint Information****Date Complaint Received:** 02/26/1999**Complaint Pending?** Yes**Settlement Amount:****Individual Contribution Amount:****Broker Statement** NOT PROVIDED
RESPONSE WAS MADE BOTH TO CLIENT & NASD. THIS IS A CASE OF THE CLIENT NOT BEING AWARE. HIS ACCOUNT WAS MADE WHOLE WITH THE REMITTANCE OF REGULATORY REQUIRED FUNDS. HE DID NOT REMIT FUNDS ON TRACES IN A TIMELY MANNER.

End of Report



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