

BrokerCheck Report

JEFFREY SCOTT RAMSON

CRD# 1574903

Report #98549-58167, data current as of Thursday, March 20, 2014.

<u>Section Title</u>	<u>Page(s)</u>
Report Summary	1
Broker Qualifications	2 - 3
Registration and Employment History	4 - 5
Disclosure Events	6

About BrokerCheck®



BrokerCheck offers information on all current-and many former-FINRA-registered securities brokers, and all current and former FINRA-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 <http://www.adviserinfo.sec.gov>. In the alternative, you may search the IAPD website directly or contact your state securities regulator at <http://www.nasaa.org>.

- **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.

Thank you for using FINRA BrokerCheck.

JEFFREY S. RAMSON
CRD# 1574903



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 with FINRA.

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**

- This broker has passed:**
- 2 Principal/Supervisory Exams
 - 3 General Industry/Product Exams
 - 1 State Securities Law Exam

Registration History

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

GREAT EASTERN SECURITIES, INC.
CRD# 2061
NEW YORK, NY
09/2000 - 01/2007

THE PRO-ACTIVE EQUITIES GROUP, INC.
CRD# 124579
SYOSSET, NY
07/2003 - 08/2006

J.P.R. CAPITAL CORP.
CRD# 38056
SYOSSET, NY
01/1999 - 10/2000

The following types of disclosures have been reported:

Type	Count
Regulatory Event	6
Customer Dispute	1



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 broker is not currently registered with FINRA.



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 2 principal/supervisory exams, 3 general industry/product exams, and 1 state securities law exam.

Principal/Supervisory Exams

Exam	Category	Date
Registered Options Principal Examination	Series 4	09/14/1999
General Securities Principal Examination	Series 24	02/08/1997

General Industry/Product Exams

Exam	Category	Date
National Commodity Futures Examination	Series 3	08/30/2001
General Securities Representative Examination	Series 7	03/04/1996
Limited Representative-Equity Trader Exam	Series 55	11/21/2000

State Securities Law Exams

Exam	Category	Date
Uniform Securities Agent State Law Examination	Series 63	03/11/1996

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 FINRA firms:

Registration Dates	Firm Name	CRD#	Branch Location
09/2000 - 01/2007	GREAT EASTERN SECURITIES, INC.	2061	NEW YORK, NY
07/2003 - 08/2006	THE PRO-ACTIVE EQUITIES GROUP, INC.	124579	SYOSSET, NY
01/1999 - 10/2000	J.P.R. CAPITAL CORP.	38056	SYOSSET, NY
08/1997 - 12/1998	DUPONT SECURITIES GROUP, INC.	42305	NEW YORK, NY
02/1997 - 07/1997	GOLDIS FINANCIAL GROUP, INC.	16444	GARDEN CITY, NY
01/1997 - 03/1997	KAPLAN & CO. SECURITIES INC.	38619	BOCA RATON, FL
03/1996 - 11/1996	MURPHEY, MARSEILLES, SMITH & NAMMACK, INC.	18032	NEW YORK, NY

Employment History

Below is the broker's employment history for up to the last 10 years.

Please note that the broker is required to provide this information only while registered with FINRA and the information is not updated 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
09/2002 - Present	THE PRO-ACTIVE EQUITIES GROUP INC.	PORT WASHINGTON, NY
09/2000 - Present	GREAT EASTERN SECURITIES, INC.	PORT WASHINGTON, 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.

GREAT EASTERN SECURITIES, INC.:2 SEAVIEW BLVD,SUITE 201, PORT WASHINGTON, NY 11050 START DATE: 09/2000; CEO/APPROX. 35 HOURS PER WEEK & TRADER

PRO-ACTIVE FUTURES - FUTURES BROKERAGE SERVICES.

PRO-ACTIVE PARTNERS - MANAGE A SMALL PRIVATE INVESTMENT PARTNERSHIP.

Registration and Employment History





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:**
 - A law enforcement agency must file formal charges before a broker is required to disclose a particular criminal event.
 - 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.
3. **Disclosure events in BrokerCheck reports come from different sources:**
 - 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.
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 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.

Regulatory Event	Pending	Final	On Appeal
	0	6	0



Customer Dispute	0	1	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.

Regulatory - Final

This type of disclosure event may involve (1) a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, self-regulatory organization, federal regulatory such as the Securities and Exchange Commission, foreign financial regulatory body) for a violation of investment-related rules or regulations; or (2) a revocation or suspension of a broker's authority to act as an attorney, accountant, or federal contractor.

Disclosure 1 of 6

Reporting Source:	Regulator
Regulatory Action Initiated By:	FINRA
Sanction(s) Sought:	
Other Sanction(s) Sought:	
Date Initiated:	09/23/2008
Docket/Case Number:	2004200005302
Employing firm when activity occurred which led to the regulatory action:	
Product Type:	No Product
Other Product Type(s):	
Allegations:	RESPONDENT FAILED TO PAY FINES AND/OR COSTS OF \$82,076.08 IN FINRA CASE #2004200005302
Current Status:	Final
Resolution:	Other



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:	09/23/2008
Sanctions Ordered:	Revocation/Expulsion/Denial
Other Sanctions Ordered:	
Sanction Details:	IN ACCORDANCE WITH NASD RULE 8320, RESPONDENT'S FINRA REGISTRATION IS REVOKED FOR FAILURE TO PAY FINES AND/OR COSTS.

Disclosure 2 of 6

Reporting Source:	Regulator
Regulatory Action Initiated By:	FINRA
Sanction(s) Sought:	
Other Sanction(s) Sought:	
Date Initiated:	03/11/2008
Docket/Case Number:	2005003607001
Employing firm when activity occurred which led to the regulatory action:	GREAT EASTERN SECURITIES
Product Type:	No Product
Other Product Type(s):	
Allegations:	NASD RULE 2110 - IN HIS CAPACITY AS CEO OF HIS MEMBER FIRM, RAMSON APPROVED A RETROACTIVE APPLICATION OF A HIGHER COMMISSION RATE TO TRANSACTIONS THAT HAD BEEN PREVIOUSLY CONFIRMED IN WRITING TO A CUSTOMER.
Current Status:	Final
Resolution:	Acceptance, Waiver & Consent(AWC)



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:

03/11/2008

Sanctions Ordered:

Monetary/Fine \$5,000.00
Suspension

Other Sanctions Ordered:

Sanction Details:

WITHOUT ADMITTING OR DENYING THE FINDINGS, RAMSON CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS, THEREFORE, HE WAS FINED \$5,000 AND SUSPENDED FROM ASSOCIATION WITH ANY FINRA MEMBER IN ANY CAPACITY FOR 60 DAYS. THE FINE IS DUE AND PAYABLE EITHER IMMEDIATELY UPON RESPONDENT'S REASSOCIATION WITH A FINRA MEMBER FIRM FOLLOWING HIS SUSPENSION, OR PRIOR TO THE FILING OF ANY APPLICATION OR REQUEST FOR RELIEF FROM ANY STATUTORY DISQUALIFICATION, WHICHEVER IS EARLIER. THE SUSPENSION IN ANY CAPACITY IS IN EFFECT FROM APRIL 7, 2008, THROUGH JUNE 5, 2008.

Disclosure 3 of 6

Reporting Source:

Regulator

Regulatory Action Initiated By:

NASD

Sanction(s) Sought:

Other Sanction(s) Sought:

Date Initiated:

09/05/2006

Docket/Case Number:

20042000053-02

Employing firm when activity occurred which led to the regulatory action:

GREAT EASTERN SECURITIES, INC.

Product Type:

No Product

Other Product Type(s):

**Allegations:**

NASD RULES 2110, 3010 - JEFFREY RAMSON FAILED TO ESTABLISH, MAINTAIN AND ENFORCE A SYSTEM OF SUPERVISION AND PROCEDURES REASONABLY DESIGNED TO ACHIEVE COMPLIANCE WITH APPLICABLE SECURITIES LAWS, REGULATIONS, AND NASD RULES; A MEMBER FIRM THROUGH RAMSON, FAILED TO IDENTIFY PERSONS DELEGATED RESPONSIBILITIES FOR SUPERVISING SALESMEN AND ELECTRONIC TRADERS ASSIGNED TO THE HOME OFFICE; IDENTIFY PERSONS DELEGATED RESPONSIBILITY FOR PERFORMING AND DOCUMENTING SUPERVISORY REVIEWS; TAKE REASONABLE MEASURES TO ENSURE PERSONS ASSIGNED SUPERVISORY DUTIES AT THE HOME OFFICE WERE QUALIFIED, PROPERLY TRAINED AND PROVIDED ADEQUATE SUPPORT TO CARRY OUT DUTIES; FAILED TO TAKE STEPS TO VERIFY THAT DESIGNATED PRINCIPALS AT THE HOME OFFICE WERE DILIGENTLY EXERCISING THEIR SUPERVISORY RESPONSIBILITIES; AND UPDATE THE FIRMS WRITTEN SUPERVISORY PROCEDURES TO ACCURATELY REFLECT CHANGES IN SUPERVISORY SYSTEM AND PERSONNEL; AS A DIRECT SUPERVISOR OF AN INDIVIDUAL, FAILED TO TAKE REASONABLE STEPS TO ENSURE HE WAS REASONABLY EXERCISING HIS DELEGATED SUPERVISORY AUTHORITY OVER THE FIRMS BRANCH OFFICES AND HOME OFFICE.

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:

11/08/2006

Sanctions Ordered:

Bar
Monetary/Fine \$100,000.00
Suspension

Other Sanctions Ordered:**Sanction Details:**

WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, RAMSON CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS; THEREFORE, HE IS FINED \$100,000, JOINTLY AND SEVERALLY, BARRED FROM ASSOCIATION WITH ANY NASD MEMBER IN A GENERAL SECURITIES PRINCIPAL CAPACITY, AND SUSPENDED FROM ASSOCIATION WITH ANY NASD MEMBER IN ANY CAPACITY FOR SIX MONTHS. THE SUSPENSION IN ANY CAPACITY IS IN EFFECT FROM DECEMBER 1, 2006

**Summary:**

THROUGH MAY 31, 2007.

COMPLAINT ISSUED 4/10/06: NASD RULES 2110, 3010 - JEFFREY RAMSON, AS THE IMMEDIATE SUPERVISOR OF A REGISTERED REPRESENTATIVE, FAILED TO SUPERVISE HIS ACTIVITIES; FAILED TO ESTABLISH, MAINTAIN AND ENFORCE A SYSTEM TO SUPERVISE THE ACTIVITIES OF EACH OF HIS MEMBER FIRMS REGISTERED REPRESENTATIVES TO ACHIEVE COMPLIANCE WITH APPLICABLE SECURITIES LAWS, REGULATIONS, AND NASD RULES; AND FAILED TO ESTABLISH, MAINTAIN AND ENFORCE WRITTEN SUPERVISORY PROCEDURES TO ACHIEVE COMPLIANCE WITH APPLICABLE SECURITIES LAWS, REGULATIONS, AND NASD RULES.

Reporting Source:

Broker

Regulatory Action Initiated By:

NASD

Sanction(s) Sought:

Disbarment

Other Sanction(s) Sought:

DISGORGЕ FULLY ANY AND ALL ILL-GOTTEN GAINS, AND/OR MAKE FULL RESTITUTION

Date Initiated:

04/10/2006

Docket/Case Number:

20042000053-02

Employing firm when activity occurred which led to the regulatory action:

GREAT EASTERN SECURITIES, INC.

Product Type:

No Product

Other Product Type(s):

ERNEST VIOLA, THE FIRM'S COMPLIANCE OFFICER, AND I FAILED TO SUPERVISE THE ACTIVITIES OF AN OFFSITE BROKER, FAILED TO ESTABLISH AN ADEQUATE SYSTEM OF SUPERVISION, AND FAILED TO ESTABLISH ADEQUATE WSPS.

Current Status:

Final

Resolution:

Decision & Order of Offer of Settlement

Resolution Date:

11/08/2006

Sanctions Ordered:

Bar
Monetary/Fine \$100,000.00
Suspension

**Other Sanctions Ordered:****Sanction Details:**

WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, RAMSON CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS; THEREFORE, HE IS FINED \$100,000, JOINTLY AND SEVERALLY, BARRED FROM ASSOCIATION WITH ANY NASD MEMBER IN A GENERAL SECURITIES PRINCIPAL CAPACITY, AND SUSPENDED FROM ASSOCIATION WITH ANY NASD MEMBER IN ANY CAPACITY FOR SIX MONTHS. THE SUSPENSION IN ANY CAPACITY IS IN EFFECT FROM DECEMBER 1, 2006 THROUGH MAY 31, 2007.

Disclosure 4 of 6**Reporting Source:**

Regulator

Regulatory Action Initiated By:

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Sanction(s) Sought:

Cease and Desist

Other Sanction(s) Sought:

CENSURE AND CIVIL PENALTY

Date Initiated:

06/13/2001

Docket/Case Number:

FILE #3-10504

Employing firm when activity occurred which led to the regulatory action:

JPR CAPITAL CORP.

Product Type:

Other

Other Product Type(s):

UNKNOWN TYPE OF SECURITIES

Allegations:

SEC ADMINISTRATIVE PROCEEDING RELEASE NO. 34-44412, DATED 06/13/2001: THE SEC HAS INSTITUTED PUBLIC ADMINISTRATIVE AND CEASE-AND-DESIST PROCEEDINGS AGAINST JEFFREY RAMSON ("RAMSON" OR "RESPONDENT") PURSUANT TO SECTIONS 15(B) AND 21C OF THE SECURITIES EXCHANGE ACT OF 1934 ("EXCHANGE ACT").

Current Status:

Final

Resolution:

Order

Resolution Date:

06/13/2001

Sanctions Ordered:

Cease and Desist/Injunction
Censure
Monetary/Fine \$5,500.00



Other Sanctions Ordered:

Sanction Details:

IT IS ORDERED THAT: [A] RAMSON BE, AND HEREBY IS, CENSURED. [B] RAMSON CEASE AND DESIST, PURSUANT TO SECTION 21C OF THE EXCHANGE ACT, FROM COMMITTING OR CAUSING ANY VIOLATION AND ANY FUTURE VIOLATION OF SECTION 7(D) OF THE EXCHANGE ACT AND REGULATION T PROMULGATED BY THE FEDERAL RESERVE BOARD. [C] RAMSON SHALL, WITHIN 30 DAYS OF THE ENTRY OF THIS ORDER, PAY A CIVIL MONEY PENALTY IN THE AMOUNT OF \$5,500 TO THE UNITED STATES TREASURY.

Summary:

RAMSON HAS SUBMITTED AN OFFER OF SETTLEMENT WITHOUT ADMITTING OR DENYING ANY OF THE FINDINGS, EXCEPT AS TO THE JURISDICTION OF THE SEC, AND CONSENTED TO THE ENTRY OF THIS ORDER. THE SEC FINDS THAT: [A] BETWEEN 01/1999 AND 03/2000, CUSTOMERS OF FIRM RECEIVED \$1.3 MILLION IN UNCOLLATERALIZED LOANS FROM OTHER CUSTOMER ACCOUNTS IN THE NAME OF TWO CORPORATIONS AND ONE LIMITED PARTNERSHIP CONTROLLED BY RAMSON. THE CUSTOMERS USED THESE UNCOLLATERALIZED LOANS TO COVER AT LEAST 22 MARGIN CALLS ISSUED TO THOSE CUSTOMERS BY CLEARING FIRM PURSUANT TO REGULATION T. ALTHOUGH THE RAMSON ACCOUNTS WERE NOT IN HIS NAME, ALL OR SOME OF THE FUNDS IN THOSE ACCOUNTS CAME FROM HIM, HE CONTROLLED THE ENTITIES FROM WHICH THE LOANS ORIGINATED, AND HE HAD DISCRETIONARY AUTHORITY OVER ALL OF THE FUNDS IN THOSE ACCOUNTS. [B] RAMSON GAVE PERSONS IN FIRM'S COMPLIANCE DEPARTMENT DISCRETION AND CONTROL OVER MOST ASPECTS OF THE LOANS MADE FROM ONE OF THE RAMSON ACCOUNTS, INCLUDING THE DECISION AS TO WHICH CUSTOMERS RECEIVED LOANS AND THE AMOUNT OF FUNDS THE CUSTOMERS RECEIVED. RAMSON ALSO GAVE PERSONS IN FIRM'S COMPLIANCE DEPARTMENT THE AUTHORITY TO MAKE THE LOANS WITHOUT HIS PRE-AUTHORIZATION. THUS, RAMSON DID NOT INDIVIDUALLY AUTHORIZE PARTICULAR LOANS, LEARN THE IDENTITIES OF THE BORROWERS, OR APPROVE THE CREDITWORTHINESS OF PARTICULAR BORROWERS. FURTHER, ALTHOUGH RAMSON IS A "CREDITOR" IN THIS SITUATION, HE DID NOT MAINTAIN A RECORD OF EACH LOAN TO CUSTOMERS SHOWING THE FULL DETAILS OF THAT TRANSACTION. [C] RAMSON'S ACTIONS ALLOWED FIRM'S DAY TRADING CUSTOMERS TO CONTINUE TRADING WHEN POSITIONS IN THEIR ACCOUNTS WOULD OTHERWISE HAVE, AND SHOULD HAVE, BEEN LIQUIDATED BY CLEARING FIRM. [D] RAMSON WILLFULLY VIOLATED, AND COMMITTED OR CAUSED VIOLATIONS OF, SECT. 7(D) OF THE EXCHANGE ACT AND REGULATION T, BY, DIRECTLY OR INDIRECTLY, EXTENDING AND MAINTAINING CREDIT TO OR FOR FIRM'S CUSTOMERS IN VIOLATION OF REGULATION T PROMULGATED BY THE FEDERAL RESERVE BOARD [12



C.F.R. SEC. 220.1, ET SEQ.]

Reporting Source:	Firm
Regulatory Action Initiated By:	UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Sanction(s) Sought:	Cease and Desist
Other Sanction(s) Sought:	CENSURE AND CIVIL PENALTY
Date Initiated:	06/13/2001
Docket/Case Number:	REL. #34-44412; FILE #3-10504
Employing firm when activity occurred which led to the regulatory action:	JPR CAPITAL CORP.
Product Type:	Other
Other Product Type(s):	UNKNOWN TYPE OF SECURITIES
Allegations:	SEC ADMINISTRATIVE PROCEEDING RELEASE #34-44412, DATED 06/13/2001, DISCLOSES: THE SEC HAS INSTITUTED PUBLIC ADMINISTRATIVE AND CEASE-AND-DESIST PROCEEDINGS AGAINST JEFFREY RAMSON ("RAMSON" OR "RESPONDENT") PURSUANT TO SECTIONS 15(B) AND 21C OF THE SECURITIES EXCHANGE ACT OF 1934 ("EXCHANGE ACT").
Current Status:	Final
Resolution:	Order
Resolution Date:	06/13/2001
Sanctions Ordered:	Cease and Desist/Injunction Censure Monetary/Fine \$5,500.00
Other Sanctions Ordered:	
Sanction Details:	IT IS ORDERED THAT: [A] RAMSON BE, AND HEREBY IS, CENSURED. [B] RAMSON CEASE AND DESIST, PURSUANT TO SECTION 21C OF THE EXCHANGE ACT, FROM COMMITTING OR CAUSING ANY VIOLATION AND ANY FUTURE VIOLATION OF SECTION 7(D) OF THE EXCHANGE ACT AND REGULATION T PROMULGATED BY THE FEDERAL RESERVE BOARD. [C] RAMSON SHALL, WITHIN 30 DAYS OF THE ENTRY OF THIS ORDER, PAY A CIVIL MONEY PENALTY IN THE AMOUNT OF \$5,500 TO THE UNITED STATES

**Summary:****TREASURY.**

RAMSON HAS SUBMITTED AN OFFER OF SETTLEMENT WITHOUT ADMITTING OR DENYING ANY OF THE FINDINGS, EXCEPT AS TO THE JURISDICTION OF THE SEC, AND CONSENTED TO THE ENTRY OF THIS ORDER. THE SEC FINDS THAT: [A] BETWEEN 01/1999 AND 03/2000, CUSTOMERS OF FIRM RECEIVED \$1.3 MILLION IN UNCOLLATERALIZED LOANS FROM OTHER CUSTOMER ACCOUNTS IN THE NAME OF TWO CORPORATIONS AND ONE LIMITED PARTNERSHIP CONTROLLED BY RAMSON. THE CUSTOMERS USED THESE UNCOLLATERALIZED LOANS TO COVER AT LEAST 22 MARGIN CALLS ISSUED TO THOSE CUSTOMERS BY CLEARING FIRM PURSUANT TO REGULATION T. ALTHOUGH THE RAMSON ACCOUNTS WERE NOT IN HIS NAME, ALL OR SOME OF THE FUNDS IN THOSE ACCOUNTS CAME FROM HIM, HE CONTROLLED THE ENTITIES FROM WHICH THE LOANS ORIGINATED, AND HE HAD DISCRETIONARY AUTHORITY OVER ALL OF THE FUNDS IN THOSE ACCOUNTS. [B] RAMSON GAVE PERSONS IN FIRM'S COMPLIANCE DEPARTMENT DISCRETION AND CONTROL OVER MOST ASPECTS OF THE LOANS MADE FROM ONE OF THE RAMSON ACCOUNTS, INCLUDING THE DECISION AS TO WHICH CUSTOMERS RECEIVED LOANS AND THE AMOUNT OF FUNDS THE CUSTOMERS RECEIVED. RAMSON ALSO GAVE PERSONS IN FIRM'S COMPLIANCE DEPARTMENT THE AUTHORITY TO MAKE THE LOANS WITHOUT HIS PRE-AUTHORIZATION. THUS, RAMSON DID NOT INDIVIDUALLY AUTHORIZE PARTICULAR LOANS, LEARN THE IDENTITIES OF THE BORROWERS, OR APPROVE THE CREDITWORTHINESS OF PARTICULAR BORROWERS. FURTHER, ALTHOUGH RAMSON IS A "CREDITOR" IN THIS SITUATION, HE DID NOT MAINTAIN A RECORD OF EACH LOAN TO CUSTOMERS SHOWING THE FULL DETAILS OF THAT TRANSACTION. [C] RAMSON'S ACTIONS ALLOWED FIRM'S DAY TRADING CUSTOMERS TO CONTINUE TRADING WHEN POSITIONS IN THEIR ACCOUNTS WOULD OTHERWISE HAVE, AND SHOULD HAVE, BEEN LIQUIDATED BY CLEARING FIRM. [D] RAMSON WILLFULLY VIOLATED, AND COMMITTED OR CAUSED VIOLATIONS OF, SECT. 7(D) OF THE EXCHANGE ACT AND REGULATION T, BY, DIRECTLY OR INDIRECTLY, EXTENDING AND MAINTAINING CREDIT TO OR FOR FIRM'S CUSTOMERS IN VIOLATION OF REGULATION T PROMULGATED BY THE FEDERAL RESERVE BOARD [12 C.F.R. SEC. 220.1, ET SEQ.].

.....

Reporting Source:**Regulatory Action Initiated By:****Sanction(s) Sought:**

Broker

U.S. SECURITIES AND EXCHANGE COMMISSION

Cease and Desist

**Other Sanction(s) Sought:**

MONETARY FINE OF \$5,500

Date Initiated:

06/13/2001

Docket/Case Number:

REL. #34-44412; FILE #3-10504

Employing firm when activity occurred which led to the regulatory action:

JPR CAPITAL CORP.

Product Type:

No Product

Other Product Type(s):**Allegations:**

I WILLFULLY VIOLATED, AND COMMITTED OR CAUSED VIOLATIONS OF, SECTION 7(D) OF THE EXCHANGE ACT AND REGULATION T, BY, DIRECTLY OR INDIRECTLY, EXTENDING AND MAINTAINING CREDIT TO OR FOR JPR CAPITAL'S CUSTOMERS IN VIOLATION OF REGULATION T PROMULGATED BY THE FEDERAL RESERVE BOARD.

Current Status:

Final

Resolution:

Decision & Order of Offer of Settlement

Resolution Date:

06/13/2001

Sanctions Ordered:

Cease and Desist/Injunction
Censure
Monetary/Fine \$5,500.00

Other Sanctions Ordered:**Sanction Details:**

A FINE OF \$5500.00 WAS LEVIED AGAINST ME WHICH WAS PAID IN FULL THE BEGINNING OF JULY

Summary:

ALL MY ACTIONS WERE CONDONED AND FACILITATED BY MY EMPLOYER AT THE TIME. UNTIL THE COMMISSION RAISED THESE ISSUES WITH ME I BELIEVED THEY WERE LEGAL.

Disclosure 5 of 6**Reporting Source:**

Regulator

Regulatory Action Initiated By:

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

Sanction(s) Sought:

Disgorgement

Other Sanction(s) Sought:

FINED \$1,500.00; CENSURED

Date Initiated:

09/19/1996

**Docket/Case Number:**

C10990031

Employing firm when activity occurred which led to the regulatory action:**Product Type:**

Other

Other Product Type(s):**Allegations:**

ON APRIL 9, 1999, DISTRICT NO. 10 NOTIFIED RESPONDENT JEFFREY SCOTT RAMSON THAT THE LETTER OF AWC NO. C10990031 WAS ACCEPTED; THEREFORE, HE IS CENSURED, FINED \$1,500, AND ORDERED TO PAY DISGORGEMENT OF \$637.50 (\$572.50 IN TRANSACTION PROFITS AND \$65.00 IN COMMISSIONS) - (NASD RULE 2110 AND IM-2110-1 - RESPONDENT RAMSON CAUSED THE SALE OF WARRANTS OFFERED IN AN INITIAL PUBLIC OFFERING AT THE PUBLIC OFFERING PRICE TO A RESTRICTED ACCOUNT, WHICH TRADED AT A PREMIUM IN THE IMMEDIATE AFTERMARKET).

Current Status:

Final

Resolution:

Acceptance, Waiver & Consent(AWC)

Resolution Date:

04/09/1999

Sanctions Ordered:

Censure
Disgorgement/Restitution
Monetary/Fine \$1,500.00

Other Sanctions Ordered:**Sanction Details:**

ORDERED TO PAY DISGORGEMENT OF \$637.50 (\$572.50 IN TRANSACTION PROFITS AND \$65.00 IN COMMISSIONS); FINED \$1,500.00; CENSURED

Reporting Source:

Broker

Regulatory Action Initiated By:

NASD

Sanction(s) Sought:**Other Sanction(s) Sought:****Date Initiated:**

09/19/1996

Docket/Case Number:

C10990031



Employing firm when activity occurred which led to the regulatory action:

Product Type:

Other Product Type(s):

Allegations:

ON 9/16/1996 I CAUSED THE SALE OF 500 WARRANTS OFFERED IN AN IFO OF AMERICAN CRAFT BREWING INTERNATIONAL AT THE PUBLIC OFFERING PRICE OF 10 CENTS PER WARRANT TO A RESTRICTED ACCOUNT. THE WARRANTS TRADE AT A PREMIUM IN THE IMMEDIATE AFTERMARKET AT A PRICE OF \$1.23 PER WARRANT RESULTING IN A PROFIT OF 572.50 (VIOLATION OF NASD CONDUCT & RULE 2110)

Current Status:

Final

Resolution:

Acceptance, Waiver & Consent(AWC)

Resolution Date:

04/09/1999

Sanctions Ordered:

Censure
Disgorgement/Restitution
Monetary/Fine \$1,500.00

Other Sanctions Ordered:

Sanction Details:

CENSURE, FINE OF \$1,500, AND DISGORGEMENT OF PROFITS & COMMISSIONS OF \$637.50

Summary:

Not Provided

Disclosure 6 of 6

Reporting Source:

Regulator

Regulatory Action Initiated By:

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

Sanction(s) Sought:

Other Sanction(s) Sought:

Date Initiated:

08/25/1987

Docket/Case Number:

NY-5033



Employing firm when activity occurred which led to the regulatory action:

Product Type:

Other Product Type(s):

Allegations:

Current Status:

Final

Resolution:

Settled

Resolution Date:

07/29/1988

Sanctions Ordered:

Censure
Suspension

Other Sanctions Ordered:

Sanction Details:

Summary:

COMPLAINT NO. NY-5033 FILED AUGUST 25, 1987 BY DISTRICT NO. 12 AGAINST RESPONDENT JEFFREY S. RAMSON ALLEGING VIOLATIONS OF ARTICLE III, SECTION 1 OF THE RULES OF FAIR PRACTICE IN THAT RESPONDENT MAINTAINED AT LEAST TWO SECURITIES ACCOUNTS IN WHICH HE PRIMARILY TRADED OPTIONS; FAILED TO PAY DEBIT BALANCES.

DECISION RENDERED JULY 29, 1988, WHEREIN THE OFFER OF SETTLEMENT SUBMITTED BY THE RESPONDENT WAS ACCEPTED; THEREFORE, HE IS CENSURED AND SUSPENDED FROM TAKING ANY NASD EXAMINATION FOR TWO (2) MONTHS.

Reporting Source:

Broker

Regulatory Action Initiated By:

FIRST BOSTON CORP.

Sanction(s) Sought:

Other Sanction(s) Sought:

Date Initiated:

08/25/1987

Docket/Case Number:

NY-5033



Employing firm when activity occurred which led to the regulatory action:

Product Type:

Other Product Type(s):

Allegations:

CHECK FOR #10,000 RETURNED FOR UNCOLLECTED FUNDS

Current Status:

Final

Resolution:

Settled

Resolution Date:

07/29/1988

Sanctions Ordered:

Censure
Suspension

Other Sanctions Ordered:

Sanction Details:

I WAS NOT ALLOWED TO APPLY FOR SERIES 7 REGISTRATION FOR A 2 MONTH PERIOD.

Summary:

Not Provided



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 1

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: JPR CAPITAL CORP.

Allegations: [CUSTOMERS], FORMER CUSTOMERS OF JPR CAPITAL CORP., FILED A

STATEMENT OF CLAIM IN ARBITRATION DATED FEBRUARY 9, 2000, ALLEGING THAT RAMSON, THE REGISTERED REPRESENTATIVE OF RECORD FOR THEIR ACCOUNT, AND JPR, EFFECTED UNAUTHORIZED TRANSACTIONS IN THE ACCOUNT IN APPROXIMATELY NOVEMBER 1999.

Product Type: Equity - OTC

Alleged Damages: \$28,000.00

Customer Complaint Information

Date Complaint Received: 02/09/2000

Complaint Pending? No

Status: Arbitration/Reparation

Status Date: 04/26/2000

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: NASD-00-01830

Date Notice/Process Served: 04/26/2000

Arbitration Pending? No

Disposition: Settled

Disposition Date: 05/05/2001



Monetary Compensation Amount: \$16,000.00

Individual Contribution Amount: \$8,000.00

Reporting Source: Broker
JPR CAPITAL CORP.

Employing firm when activities occurred which led to the complaint:

Allegations: THEY ALLEGED THAT I EXECUTED UNAUTHORIZED TRADES IN THEIR ACCOUNT.

Product Type: Equity - OTC

Alleged Damages: \$28,000.00

Customer Complaint Information

Date Complaint Received: 02/09/2000

Complaint Pending? No

Status: Arbitration/Reparation

Status Date: 05/05/2001

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: NASD #00-01830

Date Notice/Process Served: 04/26/2000

Arbitration Pending? No

Disposition: Settled

Disposition Date: 05/05/2001

Monetary Compensation Amount: \$16,000.00

Individual Contribution Amount: \$8,000.00

End of Report



This page is intentionally left blank.