

subject matter hereof, has determined that grounds exist to allege that the LICENSEE has engaged in acts or practices constituting violations of § 201 of the Securities Act, D.C. Official Code § 31-5602.01(a);

WHEREAS, without holding a hearing, without trial or formal finding of any issue of fact or law, and prior to the initiation of any formal proceeding, the Department and LICENSEE have reached a mutual agreement;

WHEREAS, LICENSEE voluntarily elects to permanently waive any right to a hearing and appeal under the District of Columbia Administrative Procedure Act, D.C. Official Code §§ 2-509(a) and 2-510(a) (2001); the Rules of Practice and Procedures for Hearings in the District of Columbia, 26 DCMR §§ B300 et seq.; and sections 602(b) and 803(a) of the Securities Act of 2000, effective September 29, 2000 (D.C. Law 13-203, D.C. Official Code § 31-5601.01 et seq. (2001)) ("Act"), D.C. Official Code §§ 31-5606.02(b) and 31-5608.03(a) with respect to this Administrative Consent Agreement and Order ("Order"); and

NOW, THEREFORE, the Commissioner, as administrator of Act hereby enters into this Administrative Consent Order ("Order") with LICENSEE:

I. STIPULATION OF FACTS

A. Jurisdiction

1. The Department has jurisdiction over this matter pursuant to District of Columbia Official Code § 31-5606.02(b).
2. This action concerns the period from March 2012 through October 2012 (the "Relevant Period").

B. Background

1. LICENSEE is licensed in the District of Columbia as a broker-dealer (CRD# 136952) with a business address of 1250 Connecticut Avenue, NW, Suite 310, Washington, DC 20036.
2. On October 10, 2012, the Department was notified that LFC Securities, LLC had a place of business in the District of Columbia as a broker-dealer but was not licensed in the District of Columbia to conduct broker-dealer activities.
3. Based on the foregoing information, the Department began an investigation to determine the full extent of the unlicensed activities by LICENSEE. That investigation yielded the information contained in paragraphs 4 – 11 of this section:
4. On March 24, 2010, LFC Securities, LLC moved its only office from Cleveland, Ohio to Washington, DC.
5. LICENSEE is properly registered with FINRA (2/6/06), SEC (2/6/06) and State of Ohio (1/1/06).
6. LICENSEE acknowledged, in writing, its error for not registering in District of Columbia when the firm moved its PLACE OF business to DC.
7. There were no other reports of violations of DC Laws BY LICENSEE.
8. LICENSEE had no disciplinary history.
9. LICENSEE has no consumer complaints on record.

10. To date, the LICENSEE and the principal have been fully cooperative and responsive to the Department's requests for information regarding the licensing matter.
11. No transactions have taken place during the unlicensed period.

II. CONCLUSIONS OF LAW

1. The Department of Insurance, Securities and Banking has jurisdiction over this matter pursuant to District of Columbia Code § 31-5602.01(a).
2. The conduct of the LICENSEE, which included moving its place of business in the District of Columbia, without being properly licensed in the District, could form the basis of charges under D.C. Official Code § 31-5602.07(a)(2).

III. AGREEMENT

1. On the basis of the Stipulation of Facts and Conclusions of Law, the LICENSEE consents to enter into this Order for the sole purpose of settling this matter, prior to a hearing.
2. This Order concludes the concerns of the Department and any other action that the Commissioner could commence on behalf of the District of Columbia as it relates to the LICENSEE; provided, however, that the Commissioner may enforce any claims against LICENSEE arising from or relating to any violation of this Order.
3. This Order shall become final upon its entry by the Department.

4. The LICENSEE will continue to provide to the Department all information reasonably necessary to demonstrate the company's compliance with the terms of this Order.
5. The LICENSEE shall pay an amount of \$2500.00 to the Department (which represents \$1615.00 as a civil monetary penalty, and \$885.00 for outstanding fees), pursuant to District of Columbia Official Code § 31-5606.02(b)(4), made payable to the 'D.C. Treasurer' to be deposited into the District of Columbia's General Fund, pursuant to District of Columbia Official Code § 1-204.50. This amount shall be paid to the District of Columbia Department of Insurance, Securities and Banking within ten (10) days of the entry of this Order.
6. If payment is not made by the LICENSEE as agreed, the Commissioner may vacate this Order, at its sole discretion, upon 10 days notice to the LICENSEE and without opportunity for administrative hearing and the LICENSEE agrees that any statute of limitations applicable to the subject of the investigation and any claims arising from or relating thereto are tolled from and after the date of this Order until such date that the Commissioner vacates this Order.
7. This Order and any dispute related thereto shall be construed and enforced in accordance, and governed by, the laws of the District of Columbia, without regard to any choice of law principles.

8. The LICENSEE represents, warrants, and agrees that the firm has received independent legal advice from its attorney(s) with respect to the advisability of executing this Order.
9. The LICENSEE through its execution of this Order, voluntarily waives its right on this matter and to judicial review of this Order under D.C. Official Code §§ 31-5606.02 (b) and 31-5608.03.

AGREED AND CONSENTED TO:

LICENSEE

BY:



Artin Anvar, Principal
LFC Securities, LLC

DATED THIS 28th OF May, 2013

APPROVED and so SETTLED: In Witness Whereof,
I have hereunto set my hand and affixed the official
seal. Of this Department in the District of Columbia,
this 30 day of May, 2013



William P. White,
Commissioner