

BrokerCheck Report

STEVE CONDOS

CRD# 2064521

Report #41378-26180, data current as of Friday, January 18, 2013.

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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.

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.



STEVE CONDOS

CRD# 2064521

Currently employed by and registered with the following FINRA Firm(s):

MORGAN STANLEY

787 7TH AVENUE

36TH FLOOR

NEW YORK, NY 10019

CRD# 149777

Registered with this firm since: 06/01/2009

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:

- 4 Self-Regulatory Organizations
- 23 U.S. states and territories

Is this broker currently suspended or inactive with any regulator? **No**

This broker has passed:

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

Registration History

This broker was previously registered with FINRA at the following brokerage firms:

CITIGROUP GLOBAL MARKETS INC.

CRD# 7059

NEW YORK, NY

03/2005 - 06/2009

OPPENHEIMER & CO. INC.

CRD# 249

NEW YORK, NY

01/2003 - 03/2005

CIBC WORLD MARKETS CORP.

CRD# 630

NEW YORK, NY

10/1998 - 01/2003

Disclosure Events

Disclosure events are certain criminal matters; regulatory actions; civil judicial proceedings; customer complaints, arbitrations, or civil litigations; employment terminations; and financial matters in which the broker has been involved.

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

The following types of disclosures were reported:

Regulatory Event



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 registration, and the date on which the registration 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 4 SROs and is licensed in 23 U.S. states and territories through his or her employer.

Employment 1 of 1

Firm Name: **MORGAN STANLEY**
 Main Office Address: **2000 WESTCHESTER AVENUE**
PURCHASE, NY 10577-2530
 Firm CRD#: **149777**

SRO	Category	Status	Date
FINRA	General Securities Representative	APPROVED	06/01/2009
NASDAQ Stock Market	General Securities Representative	APPROVED	06/01/2009
NYSE MKT LLC	General Securities Representative	APPROVED	06/17/2011
New York Stock Exchange	General Securities Representative	APPROVED	06/01/2009

U.S. State/ Territory	Category	Status	Date	U.S. State/ Territory	Category	Status	Date
Arizona	Agent	APPROVED	06/01/2009	Michigan	Agent	APPROVED	10/21/2010
California	Agent	APPROVED	06/01/2009	Mississippi	Agent	APPROVED	06/01/2009
Colorado	Agent	APPROVED	06/01/2009	Missouri	Agent	APPROVED	06/01/2009
Connecticut	Agent	APPROVED	06/01/2009	New Jersey	Agent	APPROVED	06/01/2009
Delaware	Agent	APPROVED	06/01/2009	New York	Agent	APPROVED	06/01/2009
District of Columbia	Agent	APPROVED	10/12/2010	North Carolina	Agent	APPROVED	06/01/2009
Florida	Agent	APPROVED	06/01/2009	Ohio	Agent	APPROVED	06/01/2009
Illinois	Agent	APPROVED	06/01/2009	Pennsylvania	Agent	APPROVED	06/01/2009
Louisiana	Agent	APPROVED	06/01/2009	South Carolina	Agent	APPROVED	06/01/2009
Massachusetts	Agent	APPROVED	06/01/2009	Tennessee	Agent	APPROVED	06/01/2009
				Texas	Agent	APPROVED	06/01/2009



Broker Qualifications

Employment 1 of 1, continued

U.S. State/ Territory	Category	Status	Date
Virginia	Agent	APPROVED	06/01/2009
Washington	Agent	APPROVED	06/01/2009

Branch Office Locations

MORGAN STANLEY
787 7TH AVENUE
36TH 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 2 state securities law exams.

Principal/Supervisory Exams

Exam	Category	Date
No information reported.		

General Industry/Product Exams

Exam	Category	Date
General Securities Representative Examination	Series 7	06/16/1990
Futures Managed Funds Examination	Series 31	04/26/2004

State Securities Law Exams

Exam	Category	Date
Uniform Securities Agent State Law Examination	Series 63	06/27/1990
Uniform Investment Adviser Law Examination	Series 65	01/30/1998

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

This broker previously was registered with FINRA at the following firms:

Registration Dates	Firm Name	CRD#	Branch Location
03/2005 - 06/2009	CITIGROUP GLOBAL MARKETS INC.	7059	NEW YORK, NY
01/2003 - 03/2005	OPPENHEIMER & CO. INC.	249	NEW YORK, NY
10/1998 - 01/2003	CIBC WORLD MARKETS CORP.	630	NEW YORK, NY
12/1997 - 10/1998	M. J. WHITMAN, INC.	27870	NEW YORK, NY
02/1994 - 12/1997	PAINWEBBER INCORPORATED	8174	WEEHAWKEN, NJ
06/1990 - 03/1994	LEHMAN BROTHERS INC.	7506	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
06/2009 - Present	MORGAN STANLEY SMITH BARNEY	NEW YORK, NY
03/2004 - Present	CITIGROUP GLOBAL MARKETS INC.	NEW YORK, NY
01/2003 - 03/2004	FAHNESTOCK & CO. INC.	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.

No information reported.



Disclosure Events

What you should know about reported disclosure events:

1. Disclosure events are certain criminal matters; regulatory actions; civil judicial proceedings; customer complaints, arbitrations, or civil litigations; employment terminations; and financial matters in which the broker has been involved.
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 report 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" disclosure event involves allegations that have not been proven or formally adjudicated.
 - A disclosure event that is "on appeal" involves allegations that have been adjudicated but are currently being appealed.
 - A "final" disclosure event has been concluded and its resolution is not subject to change.
 - A final disclosure 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 represents a disposition wherein the parties involved in a dispute reach an agreement 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 includes a disposition wherein no payment is made to the customer or there is 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 disclosure events can be found in the subsequent pages of this report. You also may wish to contact the broker to obtain further information regarding the disclosure events.



	Pending	Final	On Appeal
Regulatory Event	0	2	0



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 disclosure event 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 involves (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 2

Reporting Source:	Regulator
Regulatory Action Initiated By:	ILLINOIS
Sanction(s) Sought:	Revocation
Date Initiated:	04/22/2010
Docket/Case Number:	1000086
Employing firm when activity occurred which led to the regulatory action:	MORGAN STANLEY SMITH BARNEY LLC.
Product Type:	No Product
Allegations:	RESPONDENT'S REGISTRATION AS A SALESPERSON IN THE STATE OF ILLINOIS IS SUBJECT TO REVOCATION PURSUANT TO SECTION 8.E(1)(J) OF THE ACT.
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: 08/04/2010

Sanctions Ordered: Civil and Administrative Penalty(ies)/Fine(s)
Other: RESPONDENT IS LEVIED COSTS OF INVESTIGATION IN THIS MATTER IN THE AMOUNT OF ONE THOUSAND DOLLARS (\$1,000.00), WHICH HAS BEEN PAID. NOTICE OF HEARING DATED APRIL 22, 2010 IS DISMISSED.

Monetary Sanction 1 of 1

Monetary Related Sanction: Civil and Administrative Penalty(ies)/Fine(s)

Total Amount: \$1,000.00

Portion Levied against individual: \$1,000.00

Payment Plan:

Is Payment Plan Current:

Date Paid by individual:

Was any portion of penalty waived? No

Amount Waived:

Summary: SCHEDULED HEARING JULY 14, 2010 TIME 10:00A.M. IF YOU HAVE QUESTIONS PLEASE, CONTACT DANIEL TUNICK (312)793-3384.

Reporting Source: Broker

Regulatory Action Initiated By: ILLINOIS

Sanction(s) Sought: Revocation

Date Initiated: 04/22/2010

Docket/Case Number: 1000086



Employing firm when activity occurred which led to the regulatory action:	CITIGROUP GLOBAL MARKETS, INC.
Product Type:	No Product
Allegations:	RESPONDENT'S REGISTRATION AS A SALESPERSON IN THE STATE OF ILLINOIS IS SUBJECT TO REVOCATION PURSUANT TO SECTION 8.E(1)(J) OF THE ACT, AS A RESULT OF THE PRIOR FINRA PROCEEDING.
Current Status:	Final
Resolution:	Dismissed
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:	08/04/2010
Sanctions Ordered:	Civil and Administrative Penalty(ies)/Fine(s) Other: RESPONDENT IS LEVIED COSTS OF INVESTIGATION IN THIS MATTER IN THE AMOUNT OF ONE THOUSAND DOLLARS (\$1,000.00), WHICH HAS BEEN PAID. NOTICE OF HEARING DATED APRIL 22, 2010 IS DISMISSED.
Monetary Sanction 1 of 1	
Monetary Related Sanction:	Civil and Administrative Penalty(ies)/Fine(s)
Total Amount:	\$1,000.00
Portion Levied against individual:	\$1,000.00
Payment Plan:	
Is Payment Plan Current:	
Date Paid by individual:	
Was any portion of penalty waived?	No
Amount Waived:	
Summary:	THE ILLINOIS SECURITIES DEPARTMENT DISMISSED ITS NOTICE OF HEARING TO CONSIDER WHETHER A SUSPENSION BY FINRA PROVIDES GROUNDS FOR SANCTIONS UNDER ILLINOIS LAW. IT'S THE FIRM'S



POSITION THAT THE FA HAS ALREADY BEEN PUNISHED BY THE FIRM AND FINRA AND FURTHER SANCTIONS BY ILLINOIS FOR THE VERY SAME ACTIONS WOULD BE UNNECESSARY, EXCESSIVELY PUNITIVE AND OUT OF PROPORTION TO THE ALLEGED VIOLATIONS. ILLINOIS DISMISSED THE MATTER WITH AN ORDER IN WHICH THE FA PAID \$1000 COSTS OF INVESTIGATION. NO FURTHER SANCTIONS WERE IMPOSED.

Disclosure 2 of 2

Reporting Source:	Regulator
Regulatory Action Initiated By:	FINRA
Sanction(s) Sought:	Other: N/A
Date Initiated:	02/05/2010
Docket/Case Number:	2007010398801
Employing firm when activity occurred which led to the regulatory action:	MORGAN STANLEY SMITH BARNEY
Product Type:	No Product
Allegations:	NASD RULE 2110 - STEPHEN CONDOS HAD KNOWLEDGE THAT A SALES ASSISTANT AND POSSIBLE OTHERS REPLACED CUSTOMER EMAIL ADDRESSES WITH THE SALES ASSISTANT'S FIRM EMAIL ADDRESS TO FACILITATE THE OPENING OF ONLINE ACCOUNTS AND TO LESSEN THE AMOUNT OF COMMUNICATIONS THAT WERE RECEIVED BY THE CUSTOMERS; THEREFORE, TRADE CONFIRMATIONS WERE SENT TO THE SALES ASSISTANT RATHER THAN THE CUSTOMERS ALTHOUGH THE CUSTOMERS CONTINUED TO RECEIVE THEIR MONTHLY ACCOUNT STATEMENTS, PROSPECTUSES AND 1099 FEDERAL TAX FORMS BY MAIL. CONDOS CAUSED HIS FIRM'S VIOLATION OF SEC RULE 17A-3 AND NASD RULE 3110.
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: 02/05/2010

Sanctions Ordered: Censure
Civil and Administrative Penalty(ies)/Fine(s)
Suspension

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: Suspension

Capacities Affected: ANY CAPACITY

Duration: THREE WEEKS

Start Date: 03/15/2010

End Date: 04/04/2010

Monetary Sanction 1 of 1

Monetary Related Sanction: Civil and Administrative Penalty(ies)/Fine(s)

Total Amount: \$15,000.00

Portion Levied against individual: \$15,000.00

Payment Plan:

Is Payment Plan Current: No

Date Paid by individual: 02/26/2010

Was any portion of penalty waived? No

Amount Waived:



Summary: WITHOUT ADMITTING OR DENYING THE FINDINGS, CONDOS CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS; THEREFORE, HE IS CENSURED, FINED \$15,000 AND SUSPENDED FROM ASSOCIATION WITH ANY FINRA MEMBER IN ANY CAPACITY FOR THREE WEEKS. THE SUSPENSION IS IN EFFECT FROM MARCH 15, 2010 THROUGH APRIL 4, 2010.

Reporting Source: Broker

Regulatory Action Initiated By: FINRA

Sanction(s) Sought: Other: NA

Date Initiated: 04/29/2009

Docket/Case Number: [2007010398801](#)

Employing firm when activity occurred which led to the regulatory action: CITIGROUP GLOBAL MARKETS, INC.

Product Type: No Product

Allegations: ALLEGATIONS WERE VIOLATIONS OF NASD RULES 2110, 2790 IN THAT STEPHEN CONDOS HAD KNOWLEDGE THAT A SALES ASSISTANT AND POSSIBLE OTHERS REPLACED CUSTOMER EMAIL ADDRESSES WITH THE SALES ASSISTANT'S FIRM EMAIL ADDRESS TO FACILITATE THE OPENING OF ONLINE ACCOUNTS AND TO LESSEN THE AMOUNT OF COMMUNICATIONS THAT WERE RECEIVED BY THE CUSTOMERS; THEREFORE, TRADE CONFIRMATIONS WERE SENT TO THE SALES ASSISTANT RATHER THAN THE CUSTOMERS ALTHOUGH THE CUSTOMERS CONTINUED TO RECEIVE THEIR MONTHLY ACCOUNT STATEMENTS, PROSPECTUSES AND 1099 FEDERAL TAX FORMS BY MAIL. CONDOS CAUSED HIS FIRM'S VIOLATION OF SEC RULE 17A-3 AND NASD RULE 3110.

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: 02/05/2010
Sanctions Ordered: Censure
 Civil and Administrative Penalty(ies)/Fine(s)
 Suspension
Sanction 1 of 1
Sanction Type: Suspension
Capacities Affected: ANY CAPACITY
Duration: THREE WEEKS
Start Date: 03/15/2010
End Date: 04/04/2010
Monetary Sanction 1 of 1
Monetary Related Sanction: Civil and Administrative Penalty(ies)/Fine(s)
Total Amount: \$15,000.00
Portion Levied against individual: \$15,000.00
Payment Plan:
Is Payment Plan Current: No
Date Paid by individual: 02/27/2010
Was any portion of penalty waived? No
Amount Waived:
Summary: WITHOUT ADMITTING OR DENYING THE FINDINGS, MR. CONDOS
 CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF
 FINDINGS.

End of Report



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