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Office of the
Director of Commerce

OCT 22 2009

Filed # 12,000

STATE OF MINNESOTA
COMMISSIONER OF COMMERCE

In the Matter of
Friedman Schnaier & Associates

CONSENT ORDER

TO: Chief Compliance Officer
Friedman Schnaier & Associates
1501 Broadway, Suite 2004
Garden City, New York 11530

Commissioner of Commerce Glenn Wilson (hereinafter "Commissioner") has determined as follows:

1. The Commissioner has advised the office of Friedman, Schnaier & Associates ("Respondent") with the broker dealer Prestige Financial Center that he is prepared to commence formal action based on the Commissioner's allegations that Respondent, through its agent or representative, engaged in excessive trading in violation of 17 C.F.R. § 240.15c1-7 (2009) and NASD Conduct Rule IM-2310-2(b)(2) (last amended Aug. 1, 2006), which constitute an underlying basis for a violation of Minn. Stat. §80A.67 Section 412 (d)(13) (2008). Likewise Respondent failed to supervise its agent or representative in violation of Minn. R. 2875.0910 (2007).

2. Respondent acknowledges that it has been advised of its rights to a hearing in this matter, to present argument to the Commissioner and to appeal from any adverse determination after a hearing, and Respondent hereby expressly waives those rights. Respondent further

acknowledges that it have been represented by legal counsel throughout these proceedings, or have been advised of its right to be represented by legal counsel, which right it hereby waives.

3. Respondent has agreed to informal disposition of this matter without a hearing as provided under Minn. Stat. § 14.59 (2008) and Minn. R. 1400.5900 (2007).

4. The following Order is in the public interest.

NOW, THEREFORE, IT IS HEREBY ORDERED, that that pursuant to Minn. Stat. § 45.027, subd. 6 (2008), Respondent shall pay to the State of Minnesota a civil penalty of \$12,000.

This Order shall be effective upon signature on behalf of the Commissioner.

Dated: _____

GLENN WILSON
Commissioner of Commerce
State of Minnesota

By: _____

EMMANUEL MUNSON-REGALA
Deputy Commissioner

85 Seventh Place East, Suite 500
St. Paul, Minnesota 55101
Telephone: (651) 296-2488

CONSENT TO ENTRY OF ORDER

The undersigned Vivian Friedman, acting on behalf of Friedman, Schnaier & Associates states that she has read the foregoing Consent Order; that she knows and fully understands its contents and effect; that she is authorized to execute this Consent to Entry of Order on behalf of Respondent Friedman, Schnaier & Associates, that she has been advised of a right to a hearing; that Respondent has been represented by legal counsel in this matter, or that it have been advised of its right to be represented by legal counsel and that it has waived this right; and that it consents to entry of this Order by the Commissioner of Commerce. It is further expressly understood that this Order constitutes the entire settlement agreement between the parties hereto, there being no other promises or agreements, either express or implied.

Friedman, Schnaier & Associates

By: [Signature]
Its: authorized agent

STATE OF NEW YORK
COUNTY OF BRONX

This instrument was acknowledged before me on 10/21/09 (date) by OCTOBER as
SECRETARY _____ of Friedman, Schnaier & Associates.

(stamp)

[Signature]
(Signature of notary officer)

My commission expires: 11/17/2012

SABRINA GOBIN
No. 01G08196505
Notary Public, State of New York
Qualified in Bronx County
My Commission Expires Nov. 17, 2012