

**NASD
LETTER OF ACCEPTANCE, WAIVER AND CONSENT
NO. 2005001640301**

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REGISTRATION & DISCLOSURE

TO: Department of Enforcement
NASD

RE: Terrence P. Riely, General Securities Principal
and General Securities Representative
[CRD No. 1123198]

Pursuant to Rule 9216 of the NASD Code of Procedure, Respondent submits this Letter of Acceptance, Waiver and Consent ("AWC") for the purpose of proposing a settlement of the alleged rule violations described in Part II below. This AWC is submitted on the condition that, if accepted, NASD will not bring any future actions against me alleging violations based on the same factual findings.

I understand that:

1. Submission of this AWC is voluntary and will not resolve this matter unless and until it has been reviewed and accepted by NASD's Department of Enforcement and National Adjudicatory Council ("NAC") Review Subcommittee or Office of Disciplinary Affairs ("ODA"), pursuant to NASD Rule 9216;
2. If this AWC is not accepted, its submission will not be used as evidence to prove any of the allegations against me; and
3. If accepted:
 - a. this AWC will become part of my permanent disciplinary record and may be considered in any future actions brought by the NASD or any other regulator against me;
 - b. this AWC will be made available through NASD's public disclosure program in response to public inquiries about my disciplinary record;
 - c. NASD may make a public announcement concerning this agreement and the subject matter thereof in accordance with NASD Rule 8310 and IM-8310-2; and
 - d. I may not take any action or make or permit to be made any public statement, including in regulatory filings or otherwise, denying, directly or indirectly, any finding in this AWC or create the impression that the AWC is without factual basis. Nothing in this provision affects my testimonial obligations or right to take legal or factual positions in litigation or other legal proceedings in which the NASD is not a party.

I also understand that my experience in the securities industry and disciplinary history may be factors that will be considered in deciding whether to accept this AWC. That experience and history are as follows:

Terrence P. Riely entered the securities industry on November 29, 1983 as a General Securities Principal and General Securities Representative of Ashford Securities Corporation, a former member of NASD. Terrence P. Riely, during all periods mentioned herein, was associated with member firms Titleist Asset Management, Ltd. (TAM) and Financial Network Investment Corporation (Financial Network) and was registered with NASD under Article V of the By-Laws as a General Securities Principal and General Securities Representative during his association with TAM and as a General Securities Representative during his association with Financial Network. Terrence P. Riely is not currently associated with any member firm and has not previously been the subject of a formal disciplinary action by any regulatory body.

1.

WAIVER OF PROCEDURAL RIGHTS

I specifically and voluntarily waive the following rights granted under the NASD's Code of Procedure:

- A. To have a Formal Complaint issued specifying the allegations against me;
- B. To be notified of the Formal Complaint and have the opportunity to answer the allegations in writing;
- C. To defend against the allegations in a disciplinary hearing before a hearing panel, to have a written record of the hearing made and to have a written decision issued; and
- D. To appeal any such decision to the NAC and then to the U.S. Securities and Exchange Commission and a U.S. Court of Appeals.

Further, I specifically and voluntarily waive any right to claim bias or prejudgment of the General Counsel, the NAC, or any member of the NAC, in connection with such person's or body's participation in discussions regarding the terms and conditions of this AWC, or other consideration of this AWC, including acceptance or rejection of this AWC.

I further specifically and voluntarily waive any right to claim that a person violated the ex parte prohibitions of Rule 9143 or the separation of functions prohibitions of Rule 9144, in connection with such person's or body's participation in discussions regarding the terms and conditions of this AWC, or other consideration of this AWC, including its acceptance or rejection.

II.

ACCEPTANCE AND CONSENT

- A. I hereby accept and consent, without admitting or denying the findings, and solely for the purposes of this proceeding and any other proceeding brought by or on behalf of NASD, or to which NASD is a party, prior to a hearing and without an adjudication of any issue of law or fact, to the entry of the following findings by NASD:

1. On or about June 3, 2005, through on or about July 11, 2006, Terrence P. Riely failed to provide prompt written notice to his employer member firm of his employment by Woodlands, S.A. and his receipt of compensation from TRAC Financial Group, Inc. (a/k/a Paramco Financial Group, Inc.).

Such acts, practices, and conduct constitute separate and distinct violations of NASD Conduct Rules 3030 and 2110 by Respondent Terrence P. Riely.

2. By letters dated July 17, 2006 and August 1, 2006, the NASD District Staff requested that Terrence P. Riely provide certain information to the staff concerning the activities described in Item II(A)(1), above. These requests for information were sent pursuant to, and in accordance with, the provisions of Procedural Rule 8210. Respondent Riely failed to respond to the above requests.

Such acts, practices, and conduct constitute separate and distinct violations of NASD Conduct Rule 2110 and Procedural 8210 by Respondent Terrence P. Riely.

- B. I also consent to the imposition, at a maximum, of the following sanctions:

A bar of Terrence P. Riely from association with any member of NASD in any capacity.

The sanctions imposed herein shall be effective on a date set by the NASD staff. Pursuant to IM-8310-2(f), a bar or expulsion shall become effective upon approval or acceptance of this AWC by the NAC.

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OTHER MATTERS

- I certify that I have read and understand all of the provisions of this AWC and have been given a full opportunity to ask questions about it, and that no offer, threat, inducement, or promise of any kind, other than the terms set forth herein, has been made to induce me to submit it.

Terrence P. Riely
Terrence P. Riely, Respondent
General Securities Principal and
General Securities Representative

Counsel for Respondent

July 6, 2007
Date


Laura Leigh Blackston, Regional Counsel
NASD, District No. 5
1100 Poydras Street, Suite 850
New Orleans, Louisiana 70163-0802
Phone: 504/522-6527
FAX: 504/522-4077

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Letter of Acceptance, Waiver,
And Consent
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NASD District Director
Keith E. Hinrichs
NASD, District No. 5
1100 Poydras Street, Suite 850
New Orleans, Louisiana 70163-0802