

**FINANCIAL INDUSTRY REGULATORY AUTHORITY
LETTER OF ACCEPTANCE, WAIVER AND CONSENT
NO. 2007009773001**

TO: Department of Enforcement
Financial Industry Regulatory Authority ("FINRA")

RE: Sicor Securities, Inc. (CRD No. 16195)
Greg Merrick (CRD No. 2933448)

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REGISTRATION & DISCLOSURE

Pursuant to FINRA Rule 9216 of FINRA's Code of Procedure, Sicor Securities, Inc. ("Sicor") and Greg Merrick ("Merrick") (collectively, "Respondents") submit this Letter of Acceptance, Waiver and Consent ("AWC") for the purpose of proposing a settlement of the alleged rule violations described below. This AWC is submitted on the condition that, if accepted, FINRA will not bring any future actions against Respondents alleging violations based on the same factual findings described herein.

I.

ACCEPTANCE AND CONSENT

- A. Respondents 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 FINRA, or to which FINRA 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 FINRA:

BACKGROUND

Sicor became a member of FINRA and became registered with the Securities and Exchange Commission in 1985. The firm conducts a general securities and investment advisory business. During the last five years, Sicor has received AWCs with regard to violations involving financial related rules on two separate occasions. One AWC (2006004682101) involved net capital, recordkeeping and FOCUS report violations. The other AWC (E8A040724) involved recordkeeping and FOCUS report violations.

In December 1997, Merrick became registered as a general securities representative with Sicor. In September 2000, he became registered as a general securities principal with Sicor. He is presently registered in the same capacity with Sicor. Merrick has no disciplinary history.

OVERVIEW

Sicor, by and through Merrick, committed net capital, recordkeeping and FOCUS Report violations in 2007 and 2009, in violation of SEC Rules 15c3-1, 17a-3(a) and 17a-5.

FACTS AND VIOLATIVE CONDUCT

- A.
1. Between May and December 2007, Sicor, acting through Merrick, failed to prepare accurate net capital computations, as set forth in Exhibit A, by erroneously treating a portion of a receivable as allowable, in violation of SEC Rule 17a-3(a)(11) and NASD Conduct Rules 2110 and 3110(a) by Sicor, and NASD Conduct Rules 2110 and 3110(a) by Merrick.
 2. As a consequence of Sicor's treatment of a portion of a receivable as an allowable asset, the firm, acting through Merrick, failed to file accurate FOCUS reports in June, September and December 2007, in violation of SEC Rule 17a-5 and NASD Conduct Rules 2110 and 3110(a) by Sicor, and NASD Conduct Rules 2110 and 3110(a) by Merrick.
 3. On December 31, 2008, January 30, 2009 and February 28, 2009, as a result of Sicor's failure to treat an arbitration award as a liability, the firm, acting through Merrick, used the mails or other means or instrumentalities of interstate commerce to effect transactions in securities, while failing to maintain its minimum net capital requirement, as set forth in Exhibit B, in violation of SEC Rule 15c3-1 and FINRA Conduct Rule 2010 by Sicor, and FINRA Conduct Rule 2010 by Merrick.
 4. Between December 2008 and February 2009, as a consequence of Sicor's failure as referenced in paragraph 3, the firm, acting through Merrick, prepared inaccurate net capital computations, as set forth in Exhibit B, in violation of SEC Rules 17a-3(a) and FINRA Rules 3110 and 2010 by Sicor, and FINRA Rules 3110 and 2010 by Merrick.
 5. On December 31, 2008, as a further consequence of the conduct mentioned in paragraph 3, Sicor, acting through Merrick, filed an inaccurate FINRA FOCUS Part IIA Report for the previous three month period of time. By failing to file an accurate report, Sicor violated SEC Rule 17a-5 and FINRA Conduct Rule 2010, and Merrick violated FINRA Conduct Rule 2010.

- B. Respondents also consent to the imposition of the following sanctions:

A \$20,000 fine and a censure of Sicor; a \$10,000 joint and several fine of Sicor and Merrick, and a censure of Merrick.

The sanction imposed herein shall be effective on a date set by FINRA staff.

II.

WAIVER OF PROCEDURAL RIGHTS

Respondents specifically and voluntarily waive the following rights granted under FINRA's Code of Procedure:

- A. To have a Formal Complaint issued specifying the allegations against it;
- 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 National Adjudicatory Council ("NAC") and then to the U.S. Securities and Exchange Commission and a U.S. Court of Appeals.

Further, Respondents 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.

Respondents further specifically and voluntarily waive any right to claim that a person violated the ex parte prohibitions of FINRA Rule 9143 or the separation of functions prohibitions of FINRA 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.

III.

OTHER MATTERS

Respondents understand that:

- A. Submission of this AWC is voluntary and will not resolve this matter unless and until it has been reviewed and accepted by the NAC, a Review Subcommittee of the NAC, or the Office of Disciplinary Affairs ("ODA"), pursuant to FINRA Rule 9216;
- B. If this AWC is not accepted, its submission will not be used as evidence to prove any of the allegations against the Respondents; and

C. If accepted:

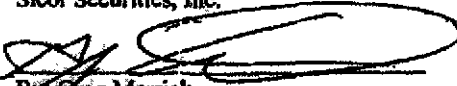
1. this AWC will become part of Respondents' permanent disciplinary record and may be considered in any future actions brought by FINRA or any other regulator against it;
2. this AWC will be made available through FINRA's public disclosure program in response to public inquiries about Respondents' disciplinary record;
3. FINRA may make a public announcement concerning this agreement and the subject matter thereof in accordance with FINRA Rule 8313; and
4. Respondents 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. Respondents may not take any position in any proceeding brought by or on behalf of FINRA, or to which FINRA is a party, that is inconsistent with any part of this AWC. Nothing in this provision affects Respondents' right to take legal or factual positions in litigation or other legal proceedings in which FINRA is not a party.

D. Respondents may attach a Corrective Action Statement to this AWC that is a statement of demonstrable corrective steps taken to prevent future misconduct. Respondents understand that they may not deny the charges or make any statement that is inconsistent with the AWC in this Statement. This Statement does not constitute factual or legal findings by FINRA, nor does it reflect the views of FINRA or its staff.

Respondents certify that they have read and understand all of the provisions of this AWC and that they have been given a full opportunity to ask questions about it; that it has agreed to its provisions voluntarily; and that no offer, threat, inducement, or promise of any kind, other than the terms set forth herein and the prospect of avoiding the issuance of a Complaint, has been made to induce Respondents to submit it.

Sept. 16, 2009
Date

Sicor Securities, Inc.


By: Greg Merrick
Its President and FINOP

Sept. 16, 2009
Date


Greg Merrick

Reviewed by:


Counsel for Respondents

Accepted by FINRA:

Oct 7, 2009
Date

Signed on behalf of the Director of ODA,
by delegated authority

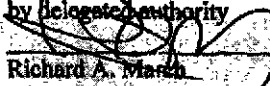

Richard A. March
Senior Regional Counsel
FINRA Department of Enforcement
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Exhibit A

Date	Firm Minimum Net Capital	Firm Net Capital	Staff Net Capital	Difference Net Capital
May 2007	16,210	93,137	21,961	71,176
June 2007	16,632	75,858	4,692	71,166
July 2007	19,103	118,927	47,751	71,176
August 2007	13,833	99,260	28,084	71,176
September 2007	19,345	145,813	74,637	71,176
October 2007	17,267	120,638	49,462	71,176
November 2007	18,333	119,925	48,748	71,177
December 2007	17,120	147,387	76,211	71,176

Exhibit B

Date	Firm Minimum Net Capital	Firm Net Capital	Excess Net Capital
December 2008	18,154	(6,199)	(24,353)
January 2009	18,213	(29,968)	(47,281)
February 2009	18,154	(54,976)	(73,130)