

**FINANCIAL INDUSTRY REGULATORY AUTHORITY
LETTER OF ACCEPTANCE, WAIVER AND CONSENT
NO. 2013035489501**

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

RE: Gregory M. Thompson, Respondent
CRD No. 6113357

Pursuant to FINRA Rule 9216 of FINRA's Code of Procedure, I 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 me alleging violations based on the same factual findings described herein.

I.

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 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

Respondent Gregory M. Thompson ("Thompson") first became registered with Unionbanc Investment Services, LLC in September 2012 when he obtained his Series 6 and Series 63 licenses. Thompson's registrations with Unionbanc were terminated in December 2012 as a result of the events described herein. Thompson is not currently associated with a FINRA member.

FINRA retains jurisdiction over Thompson pursuant to Article V, Section 4 of the FINRA By-Laws because the conduct that serves as the basis for this action commenced prior to his termination of registration from a member firm and this AWC has been filed within two years after the effective date of Thompson's termination of registration from a member firm.

FACTS AND VIOLATIVE CONDUCT

Between August 31, 2012 and November 26, 2012, Thompson issued 20 checks from his two personal checking accounts, totaling approximately \$5,000, knowing there were insufficient funds to cover those checks at the time they were written.

In 12 instances, Thompson attempted to deposit the funds needed to cover the checks before they were presented for payment. Some of the checks were returned due to insufficient funds – others appear to have been covered by the overdraft protection on the accounts.

Writing checks against a bank account containing insufficient funds to cover them with the expectation that the necessary funds will be deposited before the checks are presented for payment is referred to as “check kiting.” Such conduct constitutes a violation of FINRA Rule 2010 which states that a member, in the conduct of its business, shall observe high standards of commercial honor and just and equitable principles of trade. Based upon the foregoing conduct of kiting checks and writing other checks from accounts without sufficient funds to cover them, Thompson violated FINRA Rule 2010.

B. I also consent to the imposition of the following sanctions:

1. A three-month suspension from associating with any FINRA member in all capacities; and
2. A \$5,000 fine.

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

I understand that if I am suspended from associating with any FINRA member, I become subject to statutory disqualification as that term is defined in Article III, Section 4 of the FINRA By-Laws, incorporating Section 3(a)(39) of the Securities Exchange Act of 1934. Accordingly, I may not be associated with any FINRA member in any capacity, including clerical or ministerial functions, during the period of the suspension (see FINRA Rules 8310 and 8311).

The fine shall be due and payable either immediately upon reassociation with a member firm following the three-month suspension noted above, or prior to any application or request for relief from any statutory disqualification resulting from this or any other event or proceeding, whichever is earlier.

I specifically and voluntarily waive any right to claim that I am unable to pay, now or at any time hereafter, the monetary sanction(s) imposed in this matter.

II.

WAIVER OF PROCEDURAL RIGHTS

I specifically and voluntarily waive the following rights granted under FINRA’s Code of Procedure:

- A. To have a Complaint issued specifying the allegations against me;

- B. To be notified of the 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, 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 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

I understand that:

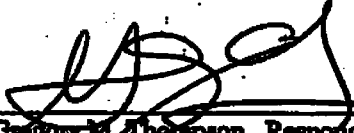
- A. Submission of this AWC is voluntary and will not resolve this matter unless and until it has been reviewed and accepted by the NAC, a Review Subcommittee of the NAC, or the Office of Disciplinary Affairs ("ODA"), pursuant to FINRA Rule 9216;
- B. If this AWC is not accepted, its submission will not be used as evidence to prove any of the allegations against me; and
- C. If accepted:
 - 1. this AWC will become part of my permanent disciplinary record and may be considered in any future actions brought by FINRA or any other regulator against me;
 - 2. this AWC will be made available through FINRA's public disclosure program in response to public inquiries about my 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. 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. I 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 my: (i) testimonial obligations; or (ii) right to take legal or factual positions in litigation or other legal proceedings in which FINRA is not a party.

- D. I may attach a Corrective Action Statement to this AWC that is a statement of demonstrable corrective steps taken to prevent future misconduct. I understand that I 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.

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; that I have 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 me to submit it.

11/12/2013
Date (mm/dd/yyyy)



Gregory M. Thompson, Respondent

Accepted by FINRA:

12/3/2013
Date

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



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FINRA – Department of Enforcement
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