

**NASD
OFFICE OF HEARING OFFICERS**

Department of Enforcement,

Complainant,

v.

Jane Kornblut
Registered Principal
CRD No. 731026

Respondent.

Disciplinary Proceeding
No. C8A040047

Hearing Officer DRP

**ORDER ACCEPTING OFFER OF
SETTLEMENT**

Date: March 14, 2005

INTRODUCTION

Disciplinary Proceeding No. C8A040047 was filed on June 14, 2004, by the Department of Enforcement of NASD ("Complainant"). Respondent Jane Kornblut submitted an Offer of Settlement ("Offer") to Complainant on February 3, 2005. Pursuant to Code of Procedure Rule 9270(e), the Complainant and the National Adjudicatory Council ("NAC") Review Subcommittee or the Office of Disciplinary Affairs ("ODA") have accepted the uncontested Offer. Accordingly, this Order now is issued pursuant to Code of Procedure Rule 9270(e)(3). The findings, conclusions and sanctions set forth in this Order are those stated in the Offer as accepted by the Complainant and approved by the NAC.

Under the terms of the Offer, Respondent has consented, without admitting or denying the allegations of the Complaint, 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, to the entry of findings and violations consistent with the allegations of the Complaint, and to the imposition of

the sanctions set forth below, and fully understands that this Order will become part of Respondent's permanent disciplinary record and may be considered in any future actions brought by NASD.

BACKGROUND

Respondent Jane Kornblut became a General Securities Representative in 1981 and a General Securities Principal in August 1992. Kornblut was registered with Mesirow Financial, Inc. from December 1996 until July 1998. She was registered with Liss Financial Services, Inc. from July 1998 until October 2002. She is currently registered with another member of NASD. She has no disciplinary history with NASD or SEC.

FINDINGS AND CONCLUSIONS

It has been determined that the Offer be accepted and that findings be made as follows:

Between November 2000 and April 2001, Kornblut failed to supervise Registered Representative Wayne Shook.

Based on the foregoing, Respondent violated NASD Conduct Rules 2110 and 3010.

Based on these considerations, the sanctions hereby imposed by the acceptance of the Offer are in the public interest, are sufficiently remedial to deter Respondent from any future misconduct, and represent a proper discharge by NASD, of its regulatory responsibility under the Securities Exchange Act of 1934.

SANCTIONS

It is ordered that Respondent be suspended in a supervisory capacity for five business days and fined \$5,000.

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

SO ORDERED.

NASD

By: 

Carlotta A. Romano

Senior Vice President and

Regional Director

on behalf of the Director of ODA, pursuant to
delegated authority