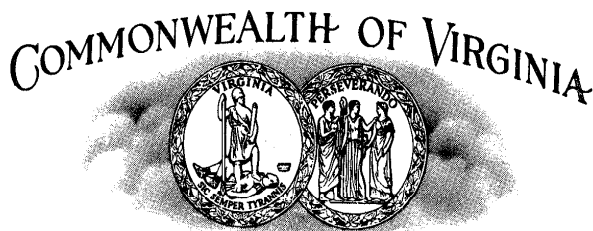


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**STATE CORPORATION COMMISSION
DIVISION OF SECURITIES AND RETAIL FRANCHISING**

Deadline to Switch from Federal Registration to State Registration Extended

On June 22, 2011 the Securities and Exchange Commission (“SEC”) approved Rule 203A-5 to provide for an orderly transition to state registration for mid-sized advisors that will no longer be eligible to register with the SEC.

Existing Registrants

- Under the rule, *each* advisor registered with the SEC on **January 1, 2012**, regardless of size, **must file** an amendment to its Form ADV no later than **March 30, 2012**.
- Mid-sized advisors **no longer eligible** for federal registration must withdraw their SEC registrations by filing Form ADV-W no later than **June 28, 2012**.
- **Do not terminate your federal registration** until you receive notice that your state registration has been approved.
- After **June 28, 2012** the SEC will begin canceling the registration of those mid-sized advisors no longer eligible for SEC registration and that fail to file an amendment or withdraw their registrations.
- Mid-sized advisors registered with the SEC as of **July 21, 2011** **must remain registered** with the Commission until **January 1, 2012**.
- The Division is recommending that existing mid-sized advisors who will be required to switch from federal registration to state registration consider filing with the appropriate states during **November or December 2011**.

New Applicants

- New mid-sized advisors may register with either the Commission or the appropriate state securities authority until **July 21, 2011**.
- **After July 21, 2011** all mid-sized advisors must register with the appropriate state securities authorities as they will be prohibited from registering with the SEC.
- Advisors with assets under management of \$100 million or more will continue to register with the SEC.

Buffer Adopted

- New buffer is **\$90 million - \$110 million**
- An advisor **may** register with the SEC once it reaches **\$100 million** or more of assets under management.
- An advisor **must register** with the SEC when its assets under management reach **\$110 million or more**.
- A mid-sized advisor **currently registered** with the SEC, can remain registered with the SEC as long as its assets under management **is at least \$90 million**.