

**STATE OF NEW HAMPSHIRE
BUREAU OF SECURITIES REGULATION
DEPARTMENT OF STATE**

IN THE MATTER OF:)
)
 Adirondack Trading Group) **ORDER TO SHOW CAUSE**
 CRD #103910) **INV2016-0007**
)

NOTICE OF ORDER

This Order commences an adjudicative proceeding under the provisions of RSA 421-B.

LEGAL AUTHORITY AND JURISDICTION

Pursuant to RSA 421-B:10, VI, the Secretary of State has the authority to impose administrative penalties of up to \$2,500.00 for each violation of New Hampshire securities law and rules.

NOTICE OF RIGHT TO REQUEST A HEARING

The above named respondent has the right to request a hearing on this order, as well as the right to be represented by counsel. Any such request for a hearing shall be in writing, shall be signed by the respondent, or by the duly authorized agent of the above named respondent, and shall be delivered either by hand or certified mail, return receipt requested, to the Bureau of Securities Regulation, Department of State, 25 Capital Street, Concord, New Hampshire 03301.

Upon request for a hearing being received by the Bureau of Securities Regulation, in the manner and form indicated above, a hearing shall be, after which hearing, the Secretary of State, or such other person authorized by statute, shall issue a further order vacating or modifying this order, or making it permanent, as the circumstances require.

STATEMENT OF ALLEGATIONS

The allegations contained in the Staff Petition for Relief dated May 12, 2016 (a copy of which is attached hereto) are incorporated by reference hereto.

ORDER

WHEREAS, finding it necessary and appropriate and in the public interest, and for the protection of investors and consistent with the intent and purposes of the New Hampshire securities laws, and

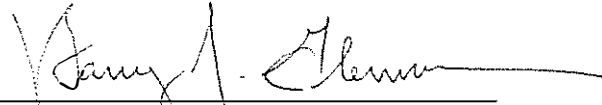
WHEREAS, finding that the allegations contained in the Staff Petition, if proved true and correct, form the legal basis for the relief requested,

THEREFORE, it is hereby ORDERED, that:

1. The Respondent is hereby ordered to show cause why its N.H. broker dealer license should not be suspended or revoked in accordance with RSA 421-B:10, III;
2. Pursuant to RSA 421-B:10, III, failure to respond to this Order to Show Cause within 30 days of the date of receipt of this Order shall result in a default judgment being entered against the defaulting party and the imposition of the relief requested by the Bureau staff;
3. Pursuant to RSA 421-B:10,VI and RSA 421-B:26,III, the Respondent is ordered to pay an administrative fine of \$2,500.00 for violation of RSA 421-B:8,II failure to pay late filing fees; and
4. The Respondent is ordered to pay the aforementioned late filing fees of \$1,150.00 representing \$25 for each day of late filing of its audited financial statement.

SIGNED,
WILLIAM M. GARDNER
SECRETARY OF STATE
BY:

Dated: May 24, 2016

A handwritten signature in black ink, appearing to read "Barry J. Glennon", written over a horizontal line.

BARRY J. GLENNON
DIRECTOR OF SECURITIES REGULATION

STATE OF NEW HAMPSHIRE
BUREAU OF SECURITIES REGULATION
DEPARTMENT OF STATE
25 CAPITOL STREET
CONCORD, NH 03301

STAFF PETITION FOR RELIEF
IN THE MATTER OF:

Adirondack Trading Group, LLC CRD#103910

INV2016-0007

STATEMENT OF ALLEGATIONS

I. The staff of the Bureau of Securities Regulation, Department of State, State of New Hampshire (hereinafter referred to as the "Bureau") alleges the following issues of fact:

1. Adirondack Trading Group, LLC., (hereinafter referred to as "ATG") is a broker-dealer firm with an address on record with the Bureau of 2123 Main Street, New Woodstock, NY 13122. ATG is registered with the Securities and Exchange Commission ("SEC"), is a member of the Financial Industry Regulatory Authority ("FINRA"), and many of its broker-dealer records are kept on FINRA's Central Registry Depository system ("CRD"). ATG's CRD number is 103910, and SEC number is 8-52384.
2. ATG was issued a broker-dealer license in the State of New Hampshire on March 28th, 2011.
3. ATG has failed to pay the Bureau a penalty of \$1,150.00 for late filing of its year 2015 audited financial report, and has ignored several letter requests to pay including a demand letter dated March 10th, 2016, received by certified mail on March 14th, 2016, which warned of possible enforcement action.

II. The staff of the Bureau of Securities Regulation, Department of State, State of New Hampshire alleges the following issues of law:

4. RSA 421-B:8,I requires every broker-dealer within 60 days after the close of the fiscal year, to make and transmit to the secretary of state an audited financial statement certified by an independent certified public accountant.
5. RSA 421-B:8,II requires every broker-dealer to pay to the state \$25 for each day of delinquency. The secretary of state may suspend or revoke the license of any broker-dealer failing to file its annual statement when due.
6. RSA 421-B:10,I(a) and (b)(2) allows the secretary of state to revoke a broker-dealer license if he finds that it is in the public interest and that the broker-dealer or any officer of the broker-dealer has willfully failed to comply with any provision of the Act. ATG willfully failed to comply

with provisions of the Act by failing to pay the late filing penalty of \$1,150.00. Therefore, ATG is subject to suspension or revocation of the New Hampshire broker-dealer license under this section.

7. Pursuant to RSA 421-B:10,I(a) and (b)(14), the secretary of state has the power to revoke a license by order if the order is in the public interest and for other good cause shown. ATG's failure to pay the late filing penalty is good cause for revocation of ATG's New Hampshire broker-dealer license.
8. RSA 421-B:10,III provides that the Secretary of State may issue an order requiring the person to whom any license has been granted to show cause why the license should not be revoked.
9. RSA 421-B:10,VI provides that the secretary of state, may upon hearing, assess and administrative fine of not more than \$2,500 per violation, in lieu of or in addition to, an order to revoke a license. ATG is subject to fine under this section.
10. Pursuant to RSA 421-B:26,III, any person who, either knowingly or negligently, violates any provisions of this chapter may, upon hearing, and in addition to any other penalty provided for by law, be subject to such suspension, revocation or denial of any registration or license, or an administrative fine not to exceed \$2,500, or both. Each of the acts specified shall constitute a separate violation. ATG is subject to a suspension, revocation, and a fine under this section.

RELIEF REQUESTED

The staff of the Bureau of Securities Regulation requests the Director take the following action:

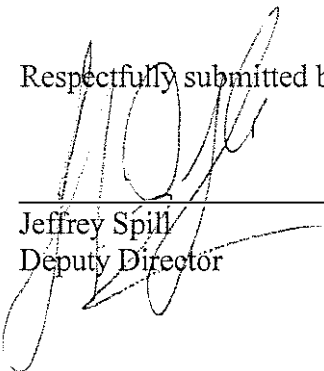
11. Find as fact the allegations contained in section I of the Statement of Allegations of this petition.
12. Make conclusions of law as stated in section II relative to the allegations contained in section I of this petition.
13. Find that it is in the public interest, and that ATG has willfully violated the laws, and that there is good cause to suspend or revoke the broker-dealer license of ATG in accordance with RSA 421-B:10,I.
14. Pursuant to RSA 421-B:10,VI and RSA 421-B:26,III, order Respondent ATG, to pay administrative penalties for violations of New Hampshire RSA 421-B:8,II, of \$2,500 for failing to pay the late filing penalty (total \$2,500).
15. Order the Respondent ATG to pay the late filing fee of \$1,150.00, at \$25 per day for each day of late filing of the year 2015 audited financial report.
16. Take such other actions as necessary for the protection of New Hampshire investors and

enforcement of the Act.

RIGHT TO AMEND

The Bureau's Staff reserves the right to amend this Petition for Relief and to request that the Director of Securities take additional administrative action. Nothing herein shall preclude the Staff from bringing additional enforcement action under this NH RSA 421-B or the regulations thereunder.

Respectfully submitted by:



Jeffrey Spill
Deputy Director

May 12, 2016
