

STATE OF NEW JERSEY
BUREAU OF SECURITIES
P.O. Box 47029
Newark, New Jersey 07101

IN THE MATTER OF:

Frank Michael Vecchio

CRD # 1537031

SUMMARY
REVOCATION ORDER

Pursuant to the authority granted to the Chief of the New Jersey Bureau of Securities (“Bureau”) by the Uniform Securities Law, as amended, L. 1997, c.276 N.J.S.A. 49:3-47 et seq., (“Law”), more particularly, N.J.S.A. 49:3-58, and after careful review and due consideration of:

1. In re Universal Commodity Corp., et. al. (Frank M. Vecchio, NFA ID #80172),
NFA Case No. 07-BCC-047 (December 5, 2008)(“Complaint”); and

2. In re Universal Commodity Corp., et. al. (Frank M. Vecchio, NFA ID #80172),
NFA Case No. 07-BCC-047 (February 6, 2007)(“Decision”), the Bureau Chief has determined that the agent registration of Frank Michael Vecchio shall be **REVOKED** for the reasons that follow:

1. Frank Michael Vecchio (CRD # 1537032)(“Vecchio”) residing in Deerfield Beach, Florida has been registered with the Bureau as an agent for various broker-dealers since January 20, 1987.

2. Most recently Vecchio was registered with the Bureau as an agent of Newbridge Securities Corporation (CRD #104065) from January 24, 2007, through March 11, 2008.

3. On December 5, 2007, the Business Conduct Committee (“Committee”) of the National Futures Association (“NFA”) provided Vecchio with a Complaint which alleged,

among other things, that Vecchio on behalf of Universal Commodity Corporation (“UCC”) made deceptive and misleading sales solicitations to the public violating NFA Compliance Rules 2-2(a) and 2-29(a)(1).

4. The Complaint alleges that Vecchio solicited customers using misleading and deceptive statements distorting the profit potential and risk of loss associated with options trading, including but not limited to the following:

- a. During 2006 Vecchio told a customer, Charles Watson (“Watson”), after losing money that the money would “come back” and that the market could make him money.
- b. Vecchio told Watson that a \$50,000 investment would allow Watson’s account to increase to \$200,000. And, that he could make Watson enough money to purchase a church.
- c. During 2006 Vecchio told customer Jonathon Scruggs (“Scruggs”) that although there were risks involved, he would invest if he were Scruggs because it was a once in a lifetime opportunity. He suggested that Scruggs would become a millionaire by investing in UCC.
- d. Vecchio suggested that investing with UCC would be a “win-win” and if he invested \$50,000 his investment could be doubled.
- e. Additionally, Vecchio told Scruggs that the price of crude oil would increase significantly due to the Iraq War and the increased use of gasoline in the summer. However, Vecchio failed to tell Scruggs that current events and seasonal assumptions were already incorporated into the price of the options.

5. In response to the Complaint, Vecchio submitted his Offer of Settlement (“Offer”) for the allegations made against him whereupon he agreed that he would never apply for NFA

membership, associated NFA membership or principal status with any NFA member. Vecchio submitted his Offer without admitting or denying the allegations made against him in the Complaint.

6. On or about February 6, 2008, a panel of the NFA Committee accepted the Offer barring Vecchio from NFA membership or association with NFA members at any time in the future.

VECCHIO IS THE SUBJECT OF AN ORDER OF A SELF-REGULATORY
ORGANIZATION EXPELLING HIM FROM A NATIONAL
SECURITIES ASSOCIATION OR COMMODITIES ASSOCIATION

N.J.S.A. 49:3-58(a)(1)

N.J.S.A. 49:3-58(a)(2)(vi)

7. The preceding paragraphs are incorporated by reference as though set forth verbatim herein.

8. Pursuant to N.J.S.A. 49:3-58(a):

[t]he bureau chief may by order deny, suspend, or revoke any registration if he

Finds: (1) that the order is in the public interest; and (2) that the applicant or registrant...(vi)...is the subject of an order of...a self-regulatory

organization...suspending or expelling him from a national securities or

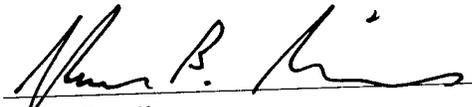
commodities exchange or national securities or commodities association...

9. Having consented to a bar from association with any NFA member, Vecchio has effectively been expelled from a national commodities or securities association. This is cause, pursuant to N.J.S.A. 49:-58(a)(2)(vi), to revoke Vecchio's registration.

10. Based upon the foregoing, the revocation of Vecchio's registration as an agent is in the public interest and necessary for the protection of investors.

CONCLUSION

For the reasons stated above, it is on the 9th DAY of February 2010 ORDERED that the agent registration of Frank Michael Vecchio be REVOKED pursuant to N.J.S.A. 49:3-58(a)(1) and N.J.S.A. 49:3-58(a)(2)(vi).


Marc B. Minor
Chief, Bureau of Securities

NOTICE OF RIGHT TO HEARING

Pursuant to the Uniform Securities Law (1997), N.J.S.A. 49:3-47 et seq., specifically, N.J.S.A. 49:3-58(c), the bureau chief shall entertain on no less than three days notice, a written application to lift the summary revocation on written application of the applicant or registrant and in connection therewith may, but need not, hold a hearing and hear testimony, but shall provide to the applicant or registrant a written statement of the reason for the summary revocation.

This matter will be set down for a hearing if a written request for such a hearing is filed with the Bureau within 15 days after the respondent receives this Order. A request for a hearing must be accompanied by a written response, which addresses specifically each of the allegations set forth in the Order. A general denial is unacceptable. At any hearing involving this matter, an individual respondent may appear on his/her own behalf or be represent by an attorney.

Orders issued pursuant to this subsection to suspend or revoke any registration shall be subject to an application to vacate upon 10 days' notice, and a preliminary hearing on the order to suspend or revoke any registration shall be held in any event within 20 days after it is requested,

and the filing of a motion to vacate the order shall toll the time for filing an answer and written request for a hearing.

If no hearing is requested, the Order shall be entered as a Final Order and will remain in effect until modified or vacated. If a hearing is held, the Bureau Chief shall affirm, vacate or modify the order in accord with the findings made at the hearing.

NOTICE OF OTHER ENFORCEMENT REMEDIES

You are advised that the Uniform Securities Law provides several enforcement remedies, which are available to be exercised by the Bureau Chief, either alone or in combination. These remedies include, in addition to this action revoking your registration, the right to seek and obtain injunctive and ancillary relief in a civil enforcement action, N.J.S.A. 49:3-69, and the right to seek and obtain civil penalties in administrative or civil action, N.J.S.A. 49:3-70.1.

You are further advised that the entry of the relief requested does not preclude the Bureau Chief from seeking and obtaining other enforcement remedies against you in connection with the claims made against you in this action.