

# Table of Contents

CHAPTER	PAGE
<b>I WELCOME TO THE EXAMFX SERIES 63 PROGRAM</b>	<b>i5</b>
I.1 – ABOUT EXAMFX .....	i6
I.2 – EXAM OVERVIEW .....	i6
I.3 – ARRANGING YOUR EXAM .....	i8
I.4 – TAKING THE EXAM .....	i10
I.5 – PREPARING FOR YOUR EXAM .....	i10
<b>1. THE UNIFORM SECURITIES ACT – DEFINITIONS</b>	<b>1</b>
R – INTRODUCTION TO THE SECURITIES INDUSTRY .....	2
R – INTRODUCTION AND OVERVIEW OF UNIFORM SECURITIES ACT & INVESTMENT INDUSTRY .....	3
1.1 – DEFINITIONS OF PERSONS .....	4
1.2 – DEFINITIONS OF PERSONS CONTINUED .....	7
1.3 – DEFINITIONS OF USA TERMINOLOGY .....	10
R – INDIVIDUAL “PERSONS” .....	14
<b>2. THE UNIFORM SECURITIES ACT – REGISTRATIONS</b>	<b>15</b>
2.1 – REGISTRATION OF BDs, AGENTS, IAs, AND IARs .....	16
2.2 – REGISTRATION PROCEDURES FOR BROKER-DEALERS AND INVESTMENT ADVISERS.....	21
2.3 – REGISTRATION OF SECURITIES .....	24
2.4 – EXEMPT SECURITIES AND TRANSACTIONS .....	27
<b>3. THE UNIFORM SECURITIES ACT – ADMINISTRATION &amp; FRAUDULENT ACT</b>	<b>31</b>
3.1 – FRAUDULENT AND OTHER PROHIBITED PRACTICES.....	32
3.2 – ADMINISTRATIVE ACTIONS.....	36
3.3 – ADVERTISING AND RECORD RETENTION RULES .....	40

**4. THE NASAA STATEMENTS OF POLICY AND MODEL RULES 43**

4.1 – AN OVERVIEW OF THE NASAA AND COMBINED RULES FOR IAS, BDs, AND AGENTS...	44
4.2 – MODEL RULES ON INVESTMENT ADVISERS.....	45
4.3 – MODEL RULES ON BROKER-DEALERS .....	51
4.4 – MODEL RULES ON AGENTS .....	54
R – SUMMARY CHART OF BORROWING & LENDING FOR IAS, BDs, AND AGENTS.....	55
4.5 – NASAA INVESTMENT ADVISER INFORMATION SECURITY AND PRIVACY RULE .....	56
4.6 – DISHONEST OR UNETHICAL BUSINESS PRACTICES BY BROKER-DEALERS & AGENTS ..	57
4.7 – NASAA MODEL RULE ON BUSINESS CONTINUITY AND SUCCESSION PLANNING .....	59

**5. THE UNIFORM PRUDENT INVESTOR ACT & OTHER REGULATIONS 61**

5.1 – PRUDENT INVESTOR ACT PROVISIONS .....	62
5.2 – OTHER REGULATIONS .....	64

**R CLOSING RESOURCES 71**

DAMAGE CONTROL STEPS .....	72
HOME STRETCH & THE REAL EXAM .....	74

**R ADDITIONAL RESOURCES 79**

APPENDIX A – COMPARISON OF CUSTODY RULES .....	80
COURSE STUDY MANUAL ADDENDUM - EXHIBIT / EXERCISE FILL-INS .....	81
CRITICAL FACTS .....	81
INDEX .....	86

---

*“There is a power under your control that is greater than poverty, greater than the lack of education, greater than all your fears and superstitions combined. It is the power to take possession of your own mind and direct it to whatever ends you may desire.”*

*~Andrew Carnegie*