

## Commissions Disclosure Document

Morgan Wilshire Securities, Inc. (MWSI) is a full-service broker/dealer. Registered Representatives affiliated with MWSI charge commissions depending upon the transaction. Considerations to the amount of a commission applied to a client transaction include; complexity of the securities product, liquidity, time associated in handling the transaction and other factors. **Please note that MWSI has an affiliation with Registered Advisory firm, First American Asset Advisory, LLC. which may be a better option for clients when considering transaction costs and account management overhead. Please ask your Registered Representative about the differences in the available ways to set up an investment account.**

Commissions in publicly traded securities are negotiable and generally range from 1-1/2% to 2-3/4% of the principal amount invested, including fees. Some unique transactions can be eligible to be charged a higher commission. In these rare circumstances a commission could be as much as 5% of the invested funds.

Registered Representatives should always discuss with clients the commission amounts prior to each transaction being completed. This allows clients to make informed investment decisions that incorporate commission and cost as part of the overall investment consideration.

Commission rates may be discounted at the Registered Representative's discretion. Client commissions may be charged in as a markup or markdown of the share price or as a flat rate for the transaction or both.

Example: Markup (per share markup multiplied by the number of shares equals the total transaction fee)

Buy 500 shares of Stock A @ \$100 per share with a Markup of \$1 per share. You would pay \$101 per share which would represent a markup total of \$500 plus \$39, for a total cost to you of \$539.

Example: Markdown (per share markdown multiplied by the number of shares equals the total transaction fee)

Sell 500 shares of Stock A @ 100 per share with a Markdown of \$1 per share. You would receive \$99 per share which would represent a total markdown of \$500 plus \$39, for a total cost to you of \$539.

*\*On the trade confirm per share markup/markdown multiplied by the number of shares equals the total transaction fee.\**

Example: Flat Commission

Buy or sell 500 shares of Stock A @ \$100 per share with a flat commission of \$500, plus \$39, for a total cost to you of \$539.

The Registered Representative will receive, as compensation, a percentage of the commissions applied to your transactions.

The firm places a \$39 minimum commission on every securities transaction.

\*Mutual Fund Sales charges are separate and listed in the fund's prospectus.

\*Option transactions are not included in this schedule. Please consult with your broker before placing an order in option contracts.

\*Low- priced securities may incur higher fees that stated above. Speak with your manager prior to placing transactions in low priced securities to fully understand the costs.

Your broker will receive as compensation a percentage of the commissions applied to your transactions.

The firm places a \$39 minimum commission on every securities transaction. For a full list of fees please go to [WWW.MORGANWILSHIRE.COM](http://WWW.MORGANWILSHIRE.COM). If you have any questions regarding the above statements, please call Michael Finnan at (516) 622-3100.