# UNITED STATES HOUSE OF REPRESENTATIVES
**CALENDAR YEAR 2012 FINANCIAL DISCLOSURE STATEMENT**

**FORM A** 
For use by Members, officers, and employees

HAND DELIVERED
LEGISLATIVE RESOURCE CTR.
2013 AUG 13 PM 4:39
U.S. HOUSE OF REPRESENTATIVES
(Office Use Only)

Kenny Ewell Marchant
(Full Name) (Daytime Telephone)

| | | | | |
|---|---|---|---|---|
| **Filer Status** | ☑ Member of the U.S. House of Representatives | State: TX District: 24 | ☐ Officer Or Employee | Employing Office: |
| **Report Type** | ☑ Annual (May 15) | ☐ Amendment | ☐ Termination | Termination Date: |

**A $200 penalty shall be assessed against anyone who files more than 30 days late.**

## PRELIMINARY INFORMATION -- ANSWER EACH OF THESE QUESTIONS

| | | | | | |
|---|---|---|---|---|---|
| I. | Did you or your spouse have "earned" income (e.g., salaries or fees) of $200 or more from any source in the reporting period? If yes, complete and attach Schedule I. | Yes ☑ No ☐ | VI. | Did you, your spouse, or a dependent child receive any reportable gift in the reporting period (i.e., aggregating more than $350 and not otherwise exempt)? If yes, complete and attach Schedule VI. | Yes ☐ No ☑ |
| II. | Did any individual or organization make a donation to charity in lieu of paying you for a speech, appearance, or article in the reporting period? If yes, complete and attach Schedule II. | Yes ☐ No ☑ | VII. | Did you, your spouse, or a dependent child receive any reportable travel or reimbursements for travel in the reporting period (worth more than $350 from one source)? If yes, complete and attach Schedule VII. | Yes ☐ No ☑ |
| III. | Did you, your spouse, or a dependent child receive "unearned" income of more than $200 in the reporting period or hold any reportable asset worth more than $1,000 at the end of the period? If yes, complete and attach Schedule III. | Yes ☑ No ☐ | VIII. | Did you hold any reportable positions on or before the date of filing in the current calendar year? If yes, complete and attach Schedule VIII. | Yes ☑ No ☐ |
| IV. | Did you, your spouse, or dependent child purchase, sell, or exchange any reportable asset in a transaction exceeding $1,000 during the reporting period? If yes, complete and attach Schedule IV. | Yes ☑ No ☐ | IX. | Did you have any reportable agreement or arrangement with an outside entity? If yes, complete and attach Schedule IX. | Yes ☐ No ☑ |
| V. | Did you, your spouse, or a dependent child have any reportable liability (more than $10,000) during the reporting period? If yes, complete and attach Schedule V. | Yes ☑ No ☐ | | **Each question in this part must be answered and the appropriate schedule attached for each "Yes" response.** | |

## IPO and EXCLUSION OF SPOUSE, DEPENDENT, OR TRUST INFORMATION -- ANSWER EACH OF THESE QUESTIONS

| | | |
|---|---|---|
| **IPO--** | Did you purchase any shares that were allocated as a part of an Initial Public Offering? | Yes ☐ No ☑ |
| **Trusts--** | Details regarding "Qualified Blind Trusts" approved by the Committee on Ethics and certain other "excepted trusts" need not be disclosed. Have you excluded from this report details of such a trust benefiting you, your spouse, or dependent child? | Yes ☐ No ☑ |
| **Exemptions--** | Have you excluded from this report any other assets, "unearned" income, transactions, or liabilities of a spouse or dependent child because they meet all three tests for exemption? Do not answer "yes" unless you have first consulted with the Committee on Ethics. | Yes ☐ No ☑ |

# SCHEDULE I - EARNED INCOME

Name Kenny Ewell Marchant



**List the source, type, and amount of earned income from any source (other than the filer's current employment by the U.S. Government) totaling $200 or more during the preceding calendar year. For a spouse, list the source and amount of any honoraria; list only the source for other spouse earned income exceeding $1,000.**

| Source | Type | Amount |
|---|---|---|
| State of Texas | Pension | $36,000 |

## SCHEDULE III - ASSETS AND "UNEARNED" INCOME

Name Kenny Ewell Marchant



| BLOCK A<br>**Asset and/or Income Source**<br>Identify (a) each asset held for investment or production of income with a fair market value exceeding $1,000 at the end of the reporting period, and (b) any other reportable asset or sources of income which generated more than $200 in "unearned" income during the year.<br><br>Provide complete names of stocks and mutual funds (do not use ticker symbols.)<br><br>For all IRAs and other retirement plans (such as 401(k) plans) provide the value for each asset held in the account that exceeds the reporting thresholds.<br><br>For rental or other real property held for investment, provide a complete address or a description, e.g., "rental property," and a city and state.<br><br>For an ownership interest in a privately-held business that is not publicly traded, state the name of the business, the nature of its activities, and its geographic location in Block A.<br><br>Exclude: Your personal residence, including second homes and vacation homes (unless there was rental income during the reporting period); any deposits totaling $5,000 or less in a personal checking or saving accounts; and any financial interest in, or income derived from, a federal retirement program, including the Thrift Savings Plan.<br><br>If you so choose, you may indicate that an asset or income source is that of your spouse (SP) or dependent child (DC), or is jointly held with your spouse (JT), in the optional column on the far left.<br><br>For a detailed discussion of Schedule III requirements, please refer to the instruction booklet. | | BLOCK B<br>**Year-End Value of Asset**<br>Indicate value of asset at close of reporting year. If you use a valuation method other than fair market value, please specify the method used.<br><br>If an asset was sold during the reporting year and is included only because it generated income, the value should be "None."<br><br>* This column is for assets held solely by your spouse or dependent child. | BLOCK C<br>**Type of Income**<br>Check all columns that apply. For retirement accounts that do not allow you to choose specific investments or that generate tax-deferred income (such as 401(k) plans or IRAs), you may check the "None" column. Dividends, interest, and capital gains, even if reinvested, must be disclosed as income. Check "None" if the asset generated no income during the reporting period. | BLOCK D<br>**Amount of Income**<br>For assets for which you checked "Tax-Deferred" in Block C, you may check the "None" column. For all other assets, indicate the category of income by checking the appropriate box below. Dividends, interest, and capital gains, even if reinvested, must be disclosed as income. Check "None" if no income was earned or generated.<br><br>* This column is for income generated by assets held solely by your spouse or dependent child. | BLOCK E<br>**Transaction**<br>Indicate if asset had purchases (P), sales (S), or exchanges (E) exceeding $1,000 in reporting year. |
|---|---|---|---|---|---|
| JT | ViewPoint Bank | $1,001 - $15,000 | INTEREST | $1 - $200 | |
| JT | North Dallas Bank | $15,001 - $50,000 | INTEREST | $201 - $1,000 | |
| SP | Compass Bank Coppell | $1,001 - $15,000 | INTEREST | $1 - $200 | |
| SP | American General Insurance | Indefinite | Annuity | $15,001 - $50,000 | |
| SP | Metropolitan Life Insurance | Indefinite | Annuity | $15,001 - $50,000 | |
| SP | Hartford Insurance | Indefinite | Annuity | $15,001 - $50,000 | |

| | | | | | |
|---|---|---|---|---|---|
| MKN | Ft Worth 58 Acres<br>1/2 Interest | $500,001 -<br>$1,000,000 | None | NONE | |
| MKN | Southwest Securities<br>Managed Funds | $500,001 -<br>$1,000,000 | DIVIDENDS/INTEREST/CAPITAL GAINS | See Attached | E |
| JT | Southwest Securities<br>Managed Funds | $500,001 -<br>$1,000,000 | DIVIDENDS/INTEREST/CAPITAL GAINS | See Attached | E |
| SP | Southwest Securities<br>Managed Account #06 | $250,001 -<br>$500,000 | DIVIDENDS/INTEREST/CAPITAL GAINS | See Attached | E |
| JT | MKN - Ashwood Ct Inc<br>Limited Partner in Marken Interests Ltd | $1,000,001 -<br>$5,000,000 | DIVIDENDS | $15,001 - $50,000 | |
| MKN | CPC Fund VI<br>Joint Venture < 1% | $500,001 -<br>$1,000,000 | INTEREST | $5,001 - $15,000 | |
| MKN | CPC Brazos Energy Gas & Oil<br>Joint Venture < 5% | None | CAPITAL GAINS | $5,001 - $15,000 | E |
| MKN | CPC 2008 Co-Investment Pool<br>Joint Venture < 1% | $250,001 -<br>$500,000 | None | NONE | |
| MKN | CPC Energy SBS (B) Gas & Oil<br>Joint Venture < 1% | None | INTEREST/CAPITAL GAINS | $15,001 - $50,000 | |
| MKN | CPC Lion Fund II<br>*formerly named CPC Europe Fund III<br>Joint Venture < 5% | $1,000,001 -<br>$5,000,000 | DIVIDENDS/INTEREST/CAPITAL GAINS | $50,001 - $100,000 | |
| MKN | CPC Lion Fund III<br>*formerly named CPC Capital Europe Fund IV<br>Joint Venture < 1% | $50,001 -<br>$100,000 | CAPITAL GAINS | NONE | |

| | | | | | |
|---|---|---|---|---|---|
| JT | MKN Bonita Land and Cattle Ltd Partnership 3500 Acres, Cattle, Equipment | $1,000,001 - $5,000,000 | None/RENT/CAPITAL GAINS/Other: Farm & Royalty | $100,001 - $1,000,000 | |
| JT | Ameritrade - KM DM | $500,001 - $1,000,000 | DIVIDENDS/INTEREST/CAPITAL GAINS | See Attached | E |
| SP | Ameritrade - DM | $100,001 - $250,000 | DIVIDENDS/INTEREST/CAPITAL GAINS | See Attached | E |
| SP | Ameritrade IRA | $1,001 - $15,000 | Other: Tax-deferred | NONE | |
| JT | Zions Direct | None | DIVIDENDS/INTEREST/CAPITAL GAINS | NONE - Account closed 2/2012 | |
| JT | TimBertech Partners | $1,001 - $15,000 | None | NONE | |
| JT | Lonely Trail LLC - 1% | $50,001 - $100,000 | None | NONE | |
| JT | Lone Star Land Bank | $1,001 - $15,000 | None | NONE | |
| JT | Hobart Development Note Receivable Rosemeade Land 6 Acres Carrollton, TX | $500,001 - $1,000,000 | None | NONE | E |
| MKN | TAT Inc Note receivable | $250,001 - $500,000 | INTEREST | $15,001 - $50,000 | |
| MKN | Randy Marchant Note Receivable Ft Worth Land | $250,001 - $500,000 | None | NONE | |

| | | | | | |
|---|---|---|---|---|---|
| JT | First Dallas Hodges Fund Managed Accounts | $1,000,001 - $5,000,000 | DIVIDENDS/INTEREST/CAPITAL GAINS | See Attached | E |
| JT | First Dallas IRA KM | $100,001 - $250,000 | Other: Tax deferred | See Attached | |
| SP | First Dallas IRA DM | $15,001 - $50,000 | Other: Tax deferred | See Attached | |
| MKN | First Dallas Hodges Fund Managed Accounts | $1,000,001 - $5,000,000 | DIVIDENDS/INTEREST/CAPITAL GAINS | See Attached | E |
| JT | Ken-Ran Development 50% Interest Land Arlington, TX | $50,001 - $100,000 | None | NONE | |
| JT | RKM Properties Ltd 50% Interest Land, Little Elm, TX | $250,001 - $500,000 | None | NONE | |
| MKN | Josey Rancho Barn Ltd JV Office Building | $50,001 - $100,000 | None | NONE | |

# SCHEDULE IV - TRANSACTIONS

Name Kenny Ewell Marchant



**Report any purchase, sale, or exchange transactions by you, your spouse, or dependent child during the reporting period of any security or real property held for investment that exceeded $1,000. Include transactions that resulted in a capital loss. Provide a brief description of any exchange transaction. Exclude transactions between you, your spouse or dependent children, or the purchase or sale of your personal residence, unless it generates rental income. If only a portion of an asset is sold, please so indicate (i.e., "partial sale"). See example below.**
**Capital Gains — if a sales transaction resulted in a capital gain in excess of $200, check the "capital gains" box and disclose this income on Schedule III.**
*** This column is for assets solely held by your spouse or dependent child.**

| SP, DC, JT | Asset | Type of Transaction | Capital Gain in Excess of $200? | Date | Amount of Transaction |
|---|---|---|---|---|---|
| JT | Ameritrade - KM DM | | Yes | See Attached | See Attached |
| SP | Ameritrade - DM | | Yes | See Attached | See Attached |
| JT | Zions Direct | | Yes | See Attached | See Attached |
| JT | First Dallas Hodge Managed Fund | | Yes | See Attached | See Attached |
| MKN | First Dallas Hodge Managed Fund | | Yes | See Attached | See Attached |
| MKN | Southwest Securities Managed Accounts | | Yes | See Attached | See Attached |
| JT | Southwest Securities Managed Accounts Accts Consolidated | | Yes | See Attached | See Attached |
| SP | Southwest Securities Managed Accounts Accts Consolidated DM | | Yes | See Attached | See Attached |
| MKN | CPC Brazos Energy (Dividend) | | N/A | 12/20/2012 | $1,001 - $15,000 |
| MKN | CPC Fund III (Dividend) | | Yes | 10/1/2012 | $1,001 - $15,000 |
| JT | First Dallas KM IRA | | Yes | See Attached | See Attached |

# SCHEDULE IV - TRANSACTIONS

Name Kenny Ewell Marchant



**Report any purchase, sale, or exchange transactions by you, your spouse, or dependent child during the reporting period of any security or real property held for investment that exceeded $1,000. Include transactions that resulted in a capital loss. Provide a brief description of any exchange transaction. Exclude transactions between you, your spouse or dependent children, or the purchase or sale of your personal residence, unless it generates rental income. If only a portion of an asset is sold, please so indicate (i.e., "partial sale"). See example below.**
**Capital Gains — if a sales transaction resulted in a capital gain in excess of $200, check the "capital gains" box and disclose this income on Schedule III.**
*** This column is for assets solely held by your spouse or dependent child.**

| SP, DC, JT | Asset | Type of Transaction | Capital Gain in Excess of $200? | Date | Amount of Transaction |
|---|---|---|---|---|---|
| SP | Ameritrade DM IRA | | Yes | See Attached | See Attached |
| SP | First Dallas DM IRA | | Yes | See Attached | See Attached |

# SCHEDULE V - LIABILITIES



**Report liabilities of over $10,000 owed to any one creditor at any time during the reporting period by you, your spouse, or dependent child. Mark the highest amount owed during the year. Members: Members are required to report all liabilities secured by real property including mortgages on their personal residence. Exclude: Any mortgage on your personal residence (unless it is rented out or you are a Member); loans secured by automobiles, household furniture, or appliances; liabilities of a business in which you own an interest (unless you are personally liable); and liabilities owed to a spouse, or the child, parent, or sibling of you or your spouse. Report revolving charge accounts (i.e., credit cards) only if the balance at the close of the preceding calendar year exceeded $10,000. *This column is for liabilities held solely by your spouse or dependent child.**

| SP, DC, JT | Creditor | Date Liability Incurred | Type of Liability | Amount of Liability |
|---|---|---|---|---|
| JT | Chase Bank Dallas | 2009 | Line of Credit | $15,001 - $50,000, 0 Balance 12/31/2012 |
| JT | ViewPoint Bank | 2009 | Home Equity Line of Credit | $15,001 - $50,000, 27,000 Balance 12/31/2012 |
| MK | North Dallas Bank | 2009 | Line of Credit | $500,001 - $1,000,000, 870,000 Balance 12/31/2012 |
| BO | Lone Star Land bank | 2003, 2009, 2009 | Mortgages Land | $1,000,001 - $5,000,000, 2,800,000 Balance 12/31/2012 |

# SCHEDULE VIII - POSITIONS

Name Kenny Ewell Marchant



**Report all positions, compensated or uncompensated, held during the current calendar year as an officer, director, trustee of an organization, partner, proprietor, representative, employee, or consultant of any corporation, firm, partnership, or any business enterprise, any nonprofit organization, any labor organization, or any educational or other institution other than the United States. Exclude: Positions held in any religious, social, fraternal, or political entities; positions solely of an honorary nature; and positions listed on Schedule I.**

| Position | Name of Organization |
|---|---|
| President | Marchant Family Foundation<br>501-C3 Private Foundation |
| Limited Partner | Marken Interests Limited<br>Family Limited Partnership |
| Limited Partner | RKM Limited |
| Limited Partner | Ken-Ran Development Inc |
| Limited Partner | Bonita Land and Cattle Ltd |
| President | Ashwood Court Inc General Partner Bonita Land and Cattle Ltd |
| President | Northcrest Financial General Partner of Marken Interests Ltd |
| Limited Partner | VRV Development LLC - Dormant, No Assets |
| Limited Partner | Marken Development Inc - Dormant, No Assets |

TD Ameritrade

Statement Reporting Period:
01/01/12 - 01/31/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

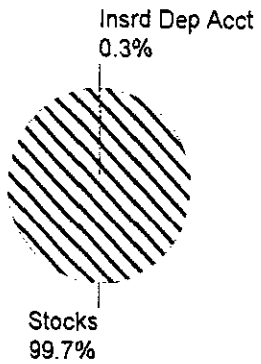
Statement for Account # [redacted]
DONNA MARCHANT
[redacted]
CARROLLTON, TX 750063016

**Announcements:**
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## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 447.56 | 8,892.59 | (8,445.03) | (95.0)% | - | 0.02% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 148,102.30 | 141,540.25 | 6,562.05 | 4.6% | 11,176.80 | 7.5% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$148,549.86** | **$150,432.84** | **($1,882.98)** | **(1.3)%** | **$11,176.80** | **7.5%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | (9,481.97) | (9,481.97) |
| Securities Sold | - | - |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 1,036.81 | 1,036.81 |
| Expense | - | - |
| Other | 8,445.16 | 8,445.16 |
| **Closing Balance** | $ 0.00 | $0.00 |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $1,036.81 | $ - | $1,036.81 |
| Interest | - | - | - |
| Other | - | - | - |
| **Expense** | | | |
| Interest | - | - | - |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $1,036.81 | $0.00 | $1,036.81 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 01/31/12** | **$151,844.13** |
| Unrealized Gains | 4,536.04 |
| Unrealized Losses | (8,277.87) |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 1,036.81 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

Statement for Account [redacted]
01/01/12 - 01/31/12

## Income Summary Detail*

| Description | Current | Year to Da |
|---|---|---|
| Ordinary Dividends | $ 113.75 | $ 4. |
| Qualified Dividends | 150.67 | 150. |
| IDA Interest | 0.13 | 0. |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yie |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP COM | AMLP | 100 | $ 16.83 | $1,683.00 | 01/23/12 | $ 1,684.99 | $ 16.85 | $ (1.99) | $ 99.90 | 5.9 |
| ALTRIA GROUP INC COM | MO | 100 | 28.40 | 2,840.00 | 02/18/11 | 2,487.98 | 24.88 | 352.02 | 164.00 | 5.8 |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 500 | 16.84 | 8,420.00 | 01/13/11 | 8,889.50 | 17.78 | (469.50) | 1,140.00 | 13.5 |
| AT&T INC COM | T | 1,000 | 29.41 | 29,410.00 | 01/13/11 | 27,989.90 | 27.99 | 1,420.10 | 1,760.00 | 6.0 |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 300 | 14.87 | 4,461.00 | 01/23/12 | 4,377.99 | 14.59 | 83.01 | 378.00 | 8.5 |
| FRONTIER COMMUNICATIONS CORP COM | FTR | 2,150 | 4.28 | 9,202.00 | 01/13/11 | 16,267.02 | 7.57 | (7,065.02) | 1,612.50 | 17.5 |
| ISHARES IBOXX HI YIELD CAP BOND | HYG | 100 | 90.74 | 9,074.00 | 01/13/11 | 9,126.99 | 91.27 | (52.99) | 671.90 | 7.4 |
| NATIONAL GRID PLC COM | NGG | 100 | 49.89 | 4,989.00 | 02/18/11 | 4,678.99 | 46.79 | 310.01 | 299.70 | 6.0 |

Statement for Account [redacted]
01/01/12 - 01/31/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yi |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| PIMCO CORP OPPORTUNITY FUND CLOSED END FUND | PTY | 375 | 18.90 | 7,087.50 | 02/18/11 | 7,460.87 | 19.90 | (373.37) | 517.50 | 7. |
| SPDR HIGH YIELD | JNK | 500 | 39.47 | 19,735.00 | 01/13/11 | 20,050.00 | 40.10 | (315.00) | 1,480.50 | 7. |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 37.66 | 37,660.00 | 01/13/11 | 35,749.90 | 35.75 | 1,910.10 | 2,000.00 | 5. |
| WESTERN ASSET PREMIER BOND COM | WEA | 40 | 16.27 | 650.80 | 01/13/11 | 580.00 | 14.50 | 70.80 | 52.80 | 8. |
| ZIONS CAPITAL TRUST COM | ZB PRB | 500 | 25.78 | 12,890.00 | 01/13/11 | 12,500.00 | 25.00 | 390.00 | 1,000.00 | 7. |
| **Total Stocks** | | | | **$148,102.30** | | **$151,844.13** | | **$(3,741.83)** | **$11,176.80** | **7.** |
| **Total Cash Account** | | | | **$148,102.30** | | **$151,844.13** | | **$(3,741.83)** | **$11,176.80** | **7.** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balar |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0** |
| 01/03/12 | 01/03/12 | Cash | Div/Int - Income | PIMCO CORP OPPORTUNITY FUND<br>CLOSED END FUND<br>Payable: 01/03/2012<br>Ordinary Dividends 43.13 | PTY | | $ 0.00 | $ 43.13 | 43 |
| 01/03/12 | 01/03/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (43.13) | 0. |
| 01/04/12 | 01/04/12 | Cash | Div/Int - Income | ISHARES<br>IBOXX HI YIELD CAP BOND<br>Payable: 01/04/2012<br>Ordinary Dividends 53.47 | HYG | | 0.00 | 53.47 | 53. |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balan |
|---|---|---|---|---|---|---|---|---|---|
| 01/04/12 | 01/04/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (53.47) | 0.( |
| 01/06/12 | 01/06/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 01/06/2012 Ordinary Dividends 109.35 | JNK | | 0.00 | 109.35 | 109.: |
| 01/06/12 | 01/06/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 01/06/2012 Long Term Cap Gains 132.04 | JNK | | 0.00 | 132.04 | 241.: |
| 01/06/12 | 01/06/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (241.39) | 0.( |
| 01/10/12 | 01/10/12 | Cash | Div/Int - Income | ALTRIA GROUP INC COM Payable: 01/10/2012 QUALIFIED DIVIDENDS 41.00 | MO | | 0.00 | 41.00 | 41.( |
| 01/10/12 | 01/10/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (41.00) | 0.( |
| 01/18/12 | 01/18/12 | Cash | Div/Int - Income | NATIONAL GRID PLC COM Payable: 01/18/2012 QUALIFIED DIVIDENDS 109.67 | NGG | | 0.00 | 109.67 | 109.( |
| 01/19/12 | 01/19/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (109.67) | 0.( |
| 01/20/12 | 01/20/12 | Cash | Div/Int - Income | PIMCO CORP OPPORTUNITY FUND CLOSED END FUND Payable: 01/20/2012 Ordinary Dividends 258.75 | PTY | | 0.00 | 258.75 | 258.: |
| 01/20/12 | 01/20/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (258.75) | 0. |
| 01/23/12 | 01/26/12 | Cash | Buy - Securities Purchased | ALPS ETF TR ALERIAN MLP COM | AMLP | 100 | 16.75 | (1,684.99) | (1,684.9 |

Statement for Account #[redacted]
01/01/12 - 01/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balan |
|---|---|---|---|---|---|---|---|---|---|
| 01/23/12 | 01/26/12 | Cash | Buy - Securities Purchased | FRONTIER COMMUNICATIONS CORP COM | FTR | 700 | 4.87 | (3,418.99) | (5,103.9 |
| 01/23/12 | 01/26/12 | Cash | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 300 | 14.56 | (4,377.99) | (9,481.9 |
| 01/26/12 | 01/26/12 | Cash | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC COM Payable: 01/26/2012 Ordinary Dividends 285.00 | NLY | | 0.00 | 285.00 | (9,196.9 |
| 01/26/12 | 01/26/12 | Cash | Journal - Other | REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | 9,196.97 | 0. |
| 01/27/12 | 01/27/12 | Cash | Div/Int - Income | WESTERN ASSET PREMIER BOND COM Payable: 01/27/2012 Ordinary Dividends 4.40 | WEA | | 0.00 | 4.40 | 4. |
| 01/27/12 | 01/27/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (4.40) | 0. |

**Closing Balance** **$ 0.**

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MT PA |
|---|---|---|---|---|---|---|
| 01/01/12 | $ 8,892.59 | 2 | 0.0200 | $ 0.01 | $ 0.01 | $ |
| 01/03/12 | 8,935.72 | 1 | 0.0200 | - | 0.01 | |
| 01/04/12 | 8,989.19 | 2 | 0.0200 | 0.01 | 0.02 | |
| 01/06/12 | 9,230.58 | 4 | 0.0200 | 0.02 | 0.04 | |
| 01/10/12 | 9,271.58 | 9 | 0.0200 | 0.05 | 0.09 | |
| 01/19/12 | 9,381.25 | 1 | 0.0200 | 0.01 | 0.10 | |
| 01/20/12 | 9,640.00 | 6 | 0.0200 | 0.03 | 0.13 | |
| 01/26/12 | 443.03 | 1 | 0.0200 | - | 0.13 | |
| 01/27/12 | 447.43 | 5 | 0.0200 | - | 0.13 | 0. |

**Total Interest Income** **$0.**

Statement for Account # [redacted]
01/01/12 - 01/31/12

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balan |
|---|---|---|---|---|---|---|---|---|
| Opening Balance | | | | | | | | $8,892. |
| 01/03/12 | | 01/03/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | $ 43.13 | 8,935. |
| 01/04/12 | | 01/04/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 53.47 | 8,989. |
| 01/06/12 | | 01/06/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 241.39 | 9,230. |
| 01/10/12 | | 01/10/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 41.00 | 9,271. |
| 01/19/12 | | 01/19/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 109.67 | 9,381. |
| 01/20/12 | | 01/20/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 258.75 | 9,640. |
| 01/26/12 | | 01/26/12 | Delivered | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | | | (9,196.97) | 443. |
| 01/27/12 | | 01/27/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 4.40 | 447. |

Statement for Account #[redacted]
01/01/12 - 01/31/12

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balan |
|---|---|---|---|---|---|---|---|---|
| 01/31/12 | | 01/31/12 | Received | Interest: Insured Deposit Account | | | 0.13 | 447. |

**Closing Balance** **$447.**

**TD Bank NA** **$447.56**

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

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TD Ameritrade

Statement Reporting Period:
02/01/12 - 02/29/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

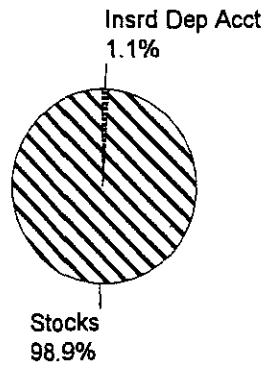
**Statement for Account** [redacted]
DONNA MARCHANT
[redacted]
CARROLLTON, TX 750063016

**Announcements:**
MANAGE YOUR ASSETS WITH
OUR ONLINE CASH SERVICES.
-NO MONTHLY FEES
-NO MINIMUM BALANCES
USE YOUR CASH AS YOU SEE FIT.
TDAMERITRADE.COM/CASHSERVICES

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 1,649.38 | 447.56 | 1,201.82 | 268.5% | - | 0.02% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 151,118.10 | 148,102.30 | 3,015.80 | 2.0% | 10,398.20 | 6.9% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$152,767.48** | **$148,549.86** | **$4,217.62** | **2.8%** | **$10,398.20** | **6.8%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | (9,481.97) |
| Securities Sold | - | - |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 1,201.80 | 2,238.61 |
| Expense | - | - |
| Other | (1,201.80) | 7,243.36 |
| **Closing Balance** | $ 0.00 | $0.00 |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $1,201.80 | $ - | $2,238.61 |
| Interest | - | - | - |
| Other | - | - | - |
| **Expense** | | | |
| Interest | - | - | - |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $1,201.80 | $0.00 | $2,238.61 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 02/29/12** | **$151,844.13** |
| Unrealized Gains | 6,568.86 |
| Unrealized Losses | (7,294.89) |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 2,238.61 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

Statement for Account #[redacted]
02/01/12 - 02/29/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Ordinary Dividends | $ 261.80 | $ 266.20 |
| Qualified Dividends | 940.00 | 1,090.67 |
| IDA Interest | 0.02 | 0.15 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP COM | AMLP | 100 | $ 17.09 | $ 1,709.00 | 01/23/12 | $ 1,684.99 | $ 16.85 | $ 24.01 | $ 99.90 | 5.8% |
| ALTRIA GROUP INC COM | MO | 100 | 30.10 | 3,010.00 | 02/18/11 | 2,487.98 | 24.88 | 522.02 | 164.00 | 5.4% |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 500 | 16.62 | 8,310.00 | 01/13/11 | 8,889.50 | 17.78 | (579.50) | 1,140.00 | 13.7% |
| AT&T INC COM | T | 1,000 | 30.59 | 30,590.00 | 01/13/11 | 27,989.90 | 27.99 | 2,600.10 | 1,760.00 | 5.8% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 300 | 14.90 | 4,470.00 | 01/23/12 | 4,377.99 | 14.59 | 92.01 | 378.00 | 8.5% |
| FRONTIER COMMUNICATIONS CORP COM | FTR | 2,150 | 4.575 | 9,836.25 | 01/13/11 | 16,267.02 | 7.57 | (6,430.77) | 860.00 | 8.7% |
| ISHARES IBOXX HI YIELD CAP BOND | HYG | 100 | 92.126 | 9,212.60 | 01/13/11 | 9,126.99 | 91.27 | 85.61 | 663.80 | 7.2% |
| NATIONAL GRID PLC COM | NGG | 100 | 51.19 | 5,119.00 | 02/18/11 | 4,678.99 | 46.79 | 440.01 | 299.70 | 5.9% |

Statement for Account #[redacted]
02/01/12 - 02/29/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yie |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND | PTY | 375 | 19.15 | 7,181.25 | 02/18/11 | 7,460.87 | 19.90 | (279.62) | 517.50 | 7.2 |
| SPDR HIGH YIELD | JNK | 500 | 40.09 | 20,045.00 | 01/13/11 | 20,050.00 | 40.10 | (5.00) | 1,462.50 | 7.3 |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 38.11 | 38,110.00 | 01/13/11 | 35,749.90 | 35.75 | 2,360.10 | 2,000.00 | 5.2 |
| WESTERN ASSET PREMIER BOND COM | WEA | 40 | 16.25 | 650.00 | 01/13/11 | 580.00 | 14.50 | 70.00 | 52.80 | 8.1 |
| ZIONS CAPITAL TRUST COM | ZB PRB | 500 | 25.75 | 12,875.00 | 01/13/11 | 12,500.00 | 25.00 | 375.00 | 1,000.00 | 7.8 |
| **Total Stocks** | | | | **$151,118.10** | | **$151,844.13** | | **$(726.03)** | **$10,398.20** | **6.9** |
| **Total Cash Account** | | | | **$151,118.10** | | **$151,844.13** | | **$(726.03)** | **$10,398.20** | **6.9** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balan |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0.** |
| 02/01/12 | 02/01/12 | Cash | Div/Int - Income | AT&T INC COM Payable: 02/01/2012 QUALIFIED DIVIDENDS 440.00 | T | | $ 0.00 | $ 440.00 | 440. |
| 02/01/12 | 02/01/12 | Cash | Div/Int - Income | PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND Payable: 02/01/2012 Ordinary Dividends 43.13 | PTY | | 0.00 | 43.13 | 483. |

Statement for Account #[redacted]
02/01/12 - 02/29/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 02/01/12 | 02/01/12 | Cash | Div/Int - Income | VERIZON COMMUNICATIONS COM<br>Payable: 02/01/2012<br>QUALIFIED DIVIDENDS 500.00 | VZ | | 0.00 | 500.00 | 983.13 |
| 02/01/12 | 02/01/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (983.13) | 0.00 |
| 02/07/12 | 02/07/12 | Cash | Div/Int - Income | ISHARES IBOXX HI YIELD CAP BOND<br>Payable: 02/07/2012<br>Ordinary Dividends 50.68 | HYG | | 0.00 | 50.68 | 50.68 |
| 02/07/12 | 02/07/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (50.68) | 0.00 |
| 02/09/12 | 02/09/12 | Cash | Div/Int - Income | SPDR HIGH YIELD<br>Payable: 02/09/2012<br>Ordinary Dividends 107.79 | JNK | | 0.00 | 107.79 | 107.79 |
| 02/09/12 | 02/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (107.79) | 0.00 |
| 02/14/12 | 02/14/12 | Cash | Div/Int - Income | ALPS ETF TR ALERIAN MLP COM<br>Payable: 02/14/2012<br>Ordinary Dividends 24.30 | AMLP | | 0.00 | 24.30 | 24.30 |
| 02/15/12 | 02/15/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (24.30) | 0.00 |
| 02/24/12 | 02/24/12 | Cash | Div/Int - Income | WESTERN ASSET PREMIER BOND COM<br>Payable: 02/24/2012<br>Ordinary Dividends 4.40 | WEA | | 0.00 | 4.40 | 4.40 |
| 02/24/12 | 02/24/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (4.40) | 0.00 |

Statement for Account [redacted]
02/01/12 - 02/29/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balan |
|---|---|---|---|---|---|---|---|---|---|
| 02/29/12 | 02/29/12 | Cash | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 02/29/2012<br>Ordinary Dividends 31.50 | CMO PRB | | 0.00 | 31.50 | 31. |
| 02/29/12 | 02/29/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (31.50) | 0. |
| **Closing Balance** | | | | | | | | | **$ 0.** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MT PA |
|---|---|---|---|---|---|---|
| 02/01/12 | $ 1,430.69 | 6 | 0.0200 | $ - | $ - | $ |
| 02/07/12 | 1,481.37 | 2 | 0.0200 | 0.01 | 0.01 | |
| 02/09/12 | 1,589.16 | 6 | 0.0200 | - | 0.01 | |
| 02/15/12 | 1,613.46 | 9 | 0.0200 | 0.01 | 0.02 | |
| 02/24/12 | 1,617.86 | 5 | 0.0200 | - | 0.02 | |
| 02/29/12 | 1,649.36 | 1 | 0.0200 | - | 0.02 | 0. |
| **Total Interest Income** | | | | | | **$0.** |

Statement for Account [redacted]
02/01/12 - 02/29/12

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balance |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$447.56** |
| 02/01/12 | | 02/01/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | $ 983.13 | 1,430.69 |
| 02/07/12 | | 02/07/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 50.68 | 1,481.37 |
| 02/09/12 | | 02/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 107.79 | 1,589.16 |
| 02/15/12 | | 02/15/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 24.30 | 1,613.46 |
| 02/24/12 | | 02/24/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 4.40 | 1,617.86 |
| 02/29/12 | | 02/29/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 31.50 | 1,649.36 |
| 02/29/12 | | 02/29/12 | Received | Interest: Insured Deposit Account | | | 0.02 | 1,649.38 |
| **Closing Balance** | | | | | | | | **$1,649.38** |

**TD Bank NA** **$1,649.38**

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

TD Ameritrade

Statement Reporting Period:
03/01/12 - 03/31/12

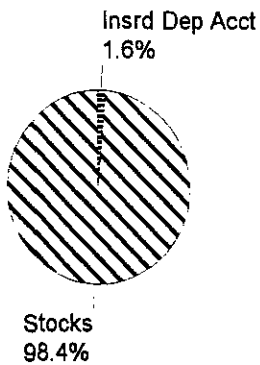
800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

**Statement for Account** [redacted]
DONNA MARCHANT
2125 N JOSEY LN
STE 200
CARROLLTON, TX 750063016

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 2,364.98 | 1,649.38 | 715.60 | 43.4% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 149,935.13 | 151,118.10 | (1,182.97) | (0.8)% | 10,344.00 | 6.9% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$152,300.11** | **$152,767.48** | **($467.37)** | **(0.3)%** | **$10,344.00** | **6.8%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | (9,481.97) |
| Securities Sold | - | - |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 715.58 | 2,954.19 |
| Expense | - | - |
| Other | (715.58) | 6,527.78 |
| **Closing Balance** | $ 0.00 | $0.00 |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $465.58 | $ - | $2,704.19 |
| Interest | 250.00 | - | 250.00 |
| Other | - | - | - |
| **Expense** | | | |
| Interest | - | - | - |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $715.58 | $0.00 | $2,954.19 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 03/31/12** | **$151,844.13** |
| Unrealized Gains | 7,299.23 |
| Unrealized Losses | (9,208.23) |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 2,954.19 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

Statement for Account [redacted]
03/01/12 - 03/31/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 250.00 | $ 250.00 |
| Ordinary Dividends | 250.58 | 516.78 |
| Qualified Dividends | 215.00 | 1,305.67 |
| IDA Interest | 0.02 | 0.17 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP COM | AMLP | 100 | $ 16.64 | $1,664.00 | 01/23/12 | $ 1,684.99 | $ 16.85 | $ (20.99) | $ 99.90 | 6.0% |
| ALTRIA GROUP INC COM | MO | 100 | 30.87 | 3,087.00 | 02/18/11 | 2,487.98 | 24.88 | 599.02 | 164.00 | 5.3% |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 500 | 15.82 | 7,910.00 | 01/13/11 | 8,889.50 | 17.78 | (979.50) | 1,100.00 | 13.9% |
| AT&T INC COM | T | 1,000 | 31.23 | 31,230.00 | 01/13/11 | 27,989.90 | 27.99 | 3,240.10 | 1,760.00 | 5.6% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 300 | 14.5801 | 4,374.03 | 01/23/12 | 4,377.99 | 14.59 | (3.96) | 378.00 | 8.6% |
| FRONTIER COMMUNICATIONS CORP COM | FTR | 2,150 | 4.17 | 8,965.50 | 01/13/11 | 16,267.02 | 7.57 | (7,301.52) | 860.00 | 9.6% |
| ISHARES IBOXX HI YIELD CAP BOND | HYG | 100 | 90.7185 | 9,071.85 | 01/13/11 | 9,126.99 | 91.27 | (55.14) | 659.60 | 7.3% |
| NATIONAL GRID PLC COM | NGG | 100 | 50.48 | 5,048.00 | 02/18/11 | 4,678.99 | 46.79 | 369.01 | 299.70 | 5.9 |

Statement for Account [redacted]
03/01/12 - 03/31/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yiel |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND | PTY | 375 | 18.61 | 6,978.75 | 02/18/11 | 7,460.87 | 19.90 | (482.12) | 517.50 | 7.4% |
| SPDR HIGH YIELD | JNK | 500 | 39.37 | 19,685.00 | 01/13/11 | 20,050.00 | 40.10 | (365.00) | 1,452.50 | 7.4% |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 38.23 | 38,230.00 | 01/13/11 | 35,749.90 | 35.75 | 2,480.10 | 2,000.00 | 5.2% |
| WESTERN ASSET PREMIER BOND COM | WEA | 40 | 15.90 | 636.00 | 01/13/11 | 580.00 | 14.50 | 56.00 | 52.80 | 8.3% |
| ZIONS CAPITAL TRUST COM | ZB PRB | 500 | 26.11 | 13,055.00 | 01/13/11 | 12,500.00 | 25.00 | 555.00 | 1,000.00 | 7.7% |
| **Total Stocks** | | | | **$149,935.13** | | **$151,844.13** | | **$(1,909.00)** | **$10,344.00** | **6.9%** |
| **Total Cash Account** | | | | **$149,935.13** | | **$151,844.13** | | **$(1,909.00)** | **$10,344.00** | **6.9%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0.0** |
| 03/01/12 | 03/01/12 | Cash | Div/Int - Income | ZIONS CAPITAL TRUST COM<br>Payable: 03/01/2012<br>Taxable Int Credited 250.00 | ZB PRB | | $ 0.00 | $ 250.00 | 250.0 |
| 03/01/12 | 03/01/12 | Cash | Div/Int - Income | PIMCO CORP & INCOME OPPTY FUND<br>CLOSED END FUND<br>Payable: 03/01/2012<br>Ordinary Dividends 43.13 | PTY | | 0.00 | 43.13 | 293.1 |
| 03/01/12 | 03/01/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (293.13) | 0.0 |

Statement for Account [redacted]
03/01/12 - 03/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 03/07/12 | 03/07/12 | Cash | Div/Int - Income | ISHARES<br>IBOXX HI YIELD CAP BOND<br>Payable: 03/07/2012<br>Ordinary Dividends 53.67 | HYG | | 0.00 | 53.67 | 53.67 |
| 03/07/12 | 03/07/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (53.67) | 0.0( |
| 03/09/12 | 03/09/12 | Cash | Div/Int - Income | SPDR<br>HIGH YIELD<br>Payable: 03/09/2012<br>Ordinary Dividends 117.88 | JNK | | 0.00 | 117.88 | 117.8( |
| 03/09/12 | 03/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (117.88) | 0.0( |
| 03/30/12 | 03/30/12 | Cash | Div/Int - Income | FRONTIER COMMUNICATIONS CORP<br>COM<br>Payable: 03/30/2012<br>QUALIFIED DIVIDENDS 215.00 | FTR | | 0.00 | 215.00 | 215.0( |
| 03/30/12 | 03/30/12 | Cash | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 03/30/2012<br>Ordinary Dividends 31.50 | CMO PRB | | 0.00 | 31.50 | 246.5 |
| 03/30/12 | 03/30/12 | Cash | Div/Int - Income | WESTERN ASSET PREMIER BOND<br>COM<br>Payable: 03/30/2012<br>Ordinary Dividends 4.40 | WEA | | 0.00 | 4.40 | 250.9 |
| 03/30/12 | 03/30/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (250.90) | 0.0 |

**Closing Balance** **$ 0.0**

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

Statement for Account [redacted]
03/01/12 - 03/31/12

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MTD PAID |
|---|---|---|---|---|---|---|
| 03/01/12 | $ 1,942.51 | 6 | 0.0100 | $ - | $ - | $ - |
| 03/07/12 | 1,996.18 | 2 | 0.0100 | - | - | - |
| 03/09/12 | 2,114.06 | 21 | 0.0100 | 0.02 | 0.02 | - |
| 03/30/12 | 2,364.96 | 2 | 0.0100 | - | 0.02 | 0.02 |
| **Total Interest Income** | | | | | | **$0.02** |

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balance |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$1,649.38** |
| 03/01/12 | | 03/01/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | $ 293.13 | 1,942.51 |
| 03/07/12 | | 03/07/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 53.67 | 1,996.18 |
| 03/09/12 | | 03/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 117.88 | 2,114.06 |
| 03/30/12 | | 03/30/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 250.90 | 2,364.9 |
| 03/30/12 | | 03/30/12 | Received | Interest: Insured *Deposit Account* | | | 0.02 | 2,364.9 |
| **Closing Balance** | | | | | | | | **$2,364.9** |
| **TD Bank NA** | | | | | | | **$2,364.98** | |

*FDIC Insured Deposit Account* (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

## Important Information

Required Annual FINRA Information: FINRA maintains a toll-free public disclosure hotline where investors may call to request disclosable background information on any licensed broker or broker-dealer. To call the hotline, dial 1-800-289-9999. FINRA also maintains an Internet web site where investors may obtain useful information concerning FINRA policies, procedures and services. The web site can be accessed at www.finra.org. Additionally, FINRA has a brochure which describes the investor education and protection program. You may request this brochure either through the FINRA web site or by calling the toll-free public disclosure hotline.

Certain purchases of Class A Mutual Funds may be eligible for a breakpoint discount on the sales charge. To learn more about breakpoint discounts, go to http://www.finra.org/web/groups/rules_regs/documents/rules_regs/p010543.pdf

TD Ameritrade

Statement Reporting Period:
04/01/12 - 04/30/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

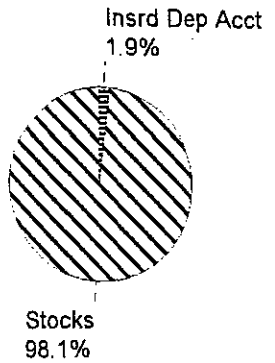
**Statement for Accoun[redacted]**
DONNA MARCHANT
2125 N JOSEY LN
STE 200
CARROLLTON, TX 750063016

**Announcements:**
LEARN HOW TO MAKE MORE EDUCATED INVESTING DECISIONS, NO MATTER YOUR LEVEL OF EXPERIENCE: ATTEND FREE, IN-DEPTH ONLINE WORKSHOPS. SIGN UP NOW AT TDAMERITRADE.COM/WORKSHOP.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 2,935.46 | 2,364.98 | 570.48 | 24.1% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 154,069.50 | 149,935.13 | 4,134.37 | 2.8% | 10,336.00 | 6.7% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$157,004.96** | **$152,300.11** | **$4,704.85** | **3.1%** | **$10,336.00** | **6.6%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | (9,481.97) |
| Securities Sold | - | - |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 570.46 | 3,524.65 |
| Expense | - | - |
| Other | (570.46) | 5,957.32 |
| **Closing Balance** | $ 0.00 | $0.00 |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $570.46 | $ - | $3,274.65 |
| Interest | - | - | 250.00 |
| Other | - | - | - |
| **Expense** | | | |
| Interest | - | - | - |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $570.46 | $0.00 | $3,524.65 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 04/30/12** | **$151,844** |
| Unrealized Gains | 11,411 |
| Unrealized Losses | (9,185. |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 3,524 |
| Securities Received/(Delivered)$^{YTD}$ | C |

## Income Summary Detail*

| Description | Current | Year to Da |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 250.( |
| Ordinary Dividends | 529.46 | 1,046.2 |
| Qualified Dividends | 41.00 | 1,346.6 |
| IDA Interest | 0.02 | 0.1 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yie |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP COM | AMLP | 100 | $ 16.81 | $ 1,681.00 | 01/23/12 | $ 1,684.99 | $ 16.85 | $ (3.99) | $ 99.90 | 5.9 |
| ALTRIA GROUP INC COM | MO | 100 | 32.21 | 3,221.00 | 02/18/11 | 2,487.98 | 24.88 | 733.02 | 164.00 | 5.1 |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 500 | 16.32 | 8,160.00 | 01/13/11 | 8,889.50 | 17.78 | (729.50) | 1,100.00 | 13.5 |
| AT&T INC COM | T | 1,000 | 32.91 | 32,910.00 | 01/13/11 | 27,989.90 | 27.99 | 4,920.10 | 1,760.00 | 5.3 |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 300 | 14.81 | 4,443.00 | 01/23/12 | 4,377.99 | 14.59 | 65.01 | 378.00 | 8.5 |
| FRONTIER COMMUNICATIONS CORP COM | FTR | 2,150 | 4.025 | 8,653.75 | 01/13/11 | 16,267.02 | 7.57 | (7,613.27) | 860.00 | 9.9 |
| ISHARES IBOXX HI YIELD CAP BOND | HYG | 100 | 91.20 | 9,120.00 | 01/13/11 | 9,126.99 | 91.27 | (6.99) | 657.10 | 7.2 |
| NATIONAL GRID PLC COM | NGG | 100 | 54.09 | 5,409.00 | 02/18/11 | 4,678.99 | 46.79 | 730.01 | 299.70 | 5.5 |
| PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND | PTY | 375 | 18.17 | 6,813.75 | 02/18/11 | 7,460.87 | 19.90 | (647.12) | 517.50 | 7.6 |

Statement for Account [redacted]
04/01/12 - 04/30/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yie |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| SPDR HIGH YIELD | JNK | 500 | 39.73 | 19,865.00 | 01/13/11 | 20,050.00 | 40.10 | (185.00) | 1,447.00 | 7.3 |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 40.38 | 40,380.00 | 01/13/11 | 35,749.90 | 35.75 | 4,630.10 | 2,000.00 | 5.( |
| WESTERN ASSET PREMIER BOND COM | WEA | 40 | 15.70 | 628.00 | 01/13/11 | 580.00 | 14.50 | 48.00 | 52.80 | 8.4 |
| ZIONS CAPITAL TRUST COM | ZB PRB | 500 | 25.57 | 12,785.00 | 01/13/11 | 12,500.00 | 25.00 | 285.00 | 1,000.00 | 7.8 |
| **Total Stocks** | | | | **$154,069.50** | | **$151,844.13** | | **$2,225.37** | **$10,336.00** | 6.7 |
| **Total Cash Account** | | | | **$154,069.50** | | **$151,844.13** | | **$2,225.37** | **$10,336.00** | 6.7 |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balar |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | $ 0 |
| 04/02/12 | 04/02/12 | Cash | Div/Int - Income | PIMCO CORP & INCOME OPPTY FUND<br>CLOSED END FUND<br>Payable: 04/02/2012<br>Ordinary Dividends 43.13 | PTY | | $ 0.00 | $ 43.13 | 43 |
| 04/02/12 | 04/02/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (43.13) | ( |
| 04/09/12 | 04/09/12 | Cash | Div/Int - Income | ISHARES<br>IBOXX HI YIELD CAP BOND<br>Payable: 04/09/2012<br>Ordinary Dividends 54.51 | HYG | | 0.00 | 54.51 | 54 |
| 04/09/12 | 04/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (54.51) | ( |
| 04/10/12 | 04/10/12 | Cash | Div/Int - Income | ALTRIA GROUP INC<br>COM<br>Payable: 04/10/2012<br>*QUALIFIED DIVIDENDS* 41.00 | MO | | 0.00 | 41.00 | 4' |

Statement for Account [redacted]
04/01/12 - 04/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|---|
| 04/10/12 | 04/10/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (41.00) | 0.0 |
| 04/11/12 | 04/11/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 04/11/2012 Ordinary Dividends 120.92 | JNK | | 0.00 | 120.92 | 120.9 |
| 04/11/12 | 04/11/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (120.92) | 0.0 |
| 04/26/12 | 04/26/12 | Cash | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC COM Payable: 04/26/2012 Ordinary Dividends 275.00 | NLY | | 0.00 | 275.00 | 275.0 |
| 04/26/12 | 04/26/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (275.00) | 0.0 |
| 04/27/12 | 04/27/12 | Cash | Div/Int - Income | WESTERN ASSET PREMIER BOND COM Payable: 04/27/2012 Ordinary Dividends 4.40 | WEA | | 0.00 | 4.40 | 4.4 |
| 04/27/12 | 04/27/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (4.40) | 0.0 |
| 04/30/12 | 04/30/12 | Cash | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL Payable: 04/30/2012 Ordinary Dividends 31.50 | CMO PRB | | 0.00 | 31.50 | 31. |
| 04/30/12 | 04/30/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (31.50) | 0. |

**Closing Balance** **$ 0.**

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | M PA |
|---|---|---|---|---|---|---|
| 04/01/12 | $ 2,364.98 | 1 | 0.0100 | $ - | $ - | |
| 04/02/12 | 2,408.11 | 7 | 0.0100 | 0.01 | 0.01 | |
| 04/09/12 | 2,462.62 | 1 | 0.0100 | - | 0.01 | |
| 04/10/12 | 2,503.62 | 1 | 0.0100 | - | 0.01 | |
| 04/11/12 | 2,624.54 | 15 | 0.0100 | 0.01 | 0.02 | |
| 04/26/12 | 2,899.54 | 1 | 0.0100 | - | 0.02 | |

Statement for Account [redacted]
04/01/12 - 04/30/12

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MT PAI |
|---|---|---|---|---|---|---|
| 04/27/12 | 2,903.94 | 3 | 0.0100 | - | 0.02 | |
| 04/30/12 | 2,935.44 | 1 | 0.0100 | - | 0.02 | |
| | | | | | | 0.0 |
| Total Interest Income | | | | | | $0.0 |

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|
| Opening Balance | | | | | | | | $2,364.9 |
| 04/02/12 | | 04/02/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | $ 43.13 | 2,408.1 |
| 04/09/12 | | 04/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 54.51 | 2,462.6 |
| 04/10/12 | | 04/10/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 41.00 | 2,503.6 |
| 04/11/12 | | 04/11/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 120.92 | 2,624.5 |
| 04/26/12 | | 04/26/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 275.00 | 2,899.5 |
| 04/27/12 | | 04/27/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 4.40 | 2,903.9 |
| 04/30/12 | | 04/30/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 31.50 | 2,935. |

Statement for Account [redacted]
04/01/12 - 04/30/12

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|
| 04/30/12 | | 04/30/12 | Received | Interest: Insured Deposit Account | | | 0.02 | 2,935.4 |

**Closing Balance** **$2,935.4**

**TD Bank NA** **$2,935.46**

*FDIC Insured Deposit Account (IDA) balances reflected* in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

TD Ameritrade

Statement Reporting Period:
05/01/12 - 05/31/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

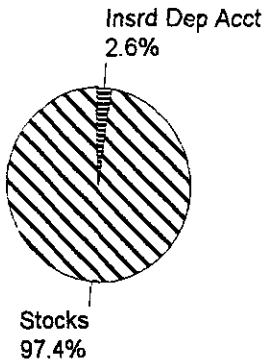
**Statement for Account** [redacted]
DONNA MARCHANT
[redacted]
CARROLLTON, TX 750063016

**Announcements:**
SMARTMONEY GAVE TD AMERITRADE 5 STAR RATINGS FOR BANKING SERVICES, TRADING TOOLS, AND RESEARCH IN ITS ANNUAL SURVEY OF DISCOUNT BROKERS. LEARN MORE AT TDAMERITRADE.COM/ACCOLADES

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 4,153.04 | 2,935.46 | 1,217.58 | 41.5% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 154,551.26 | 154,069.50 | 481.76 | 0.3% | 10,404.10 | 6.7% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$158,704.30** | **$157,004.96** | **$1,699.34** | **1.1%** | **$10,404.10** | **6.6%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | (9,481.97) |
| Securities Sold | - | - |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 1,217.55 | 4,742.20 |
| Expense | - | - |
| Other | (1,217.55) | 4,739.77 |
| **Closing Balance** | $ 0.00 | $0.00 |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| ***Income*** | | | |
| Dividends | $1,217.55 | $ - | $4,492.20 |
| Interest | - | - | 250.00 |
| Other | - | - | - |
| **Expense** | | | |
| Interest | - | - | - |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $1,217.55 | $0.00 | $4,742.20 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 05/31/12** | **$151,844.1** |
| Unrealized Gains | 13,673.( |
| Unrealized Losses | (10,965.8 |
| *Funds Deposited/(Disbursed)*[YTD] | - |
| Income/(Expense)[YTD] | 4,742.2 |
| Securities Received/(Delivered)[YTD] | 0.( |

Statement for Account [redacted]
05/01/12 - 05/31/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 250.0 |
| Ordinary Dividends | 277.55 | 1,323.7 |
| Qualified Dividends | 940.00 | 2,286.6 |
| IDA Interest | 0.03 | 0.2 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yiel |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP COM | AMLP | 100 | $ 15.73 | $ 1,573.00 | 01/23/12 | $ 1,684.99 | $ 16.85 | $ (111.99) | $ 99.80 | 6.3 |
| ALTRIA GROUP INC COM | MO | 100 | 32.19 | 3,219.00 | 02/18/11 | 2,487.98 | 24.88 | 731.02 | 164.00 | 5.1 |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 500 | 16.62 | 8,310.00 | 01/13/11 | 8,889.50 | 17.78 | (579.50) | 1,100.00 | 13.2 |
| AT&T INC COM | T | 1,000 | 34.17 | 34,170.00 | 01/13/11 | 27,989.90 | 27.99 | 6,180.10 | 1,760.00 | 5.2 |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 300 | 14.84 | 4,452.00 | 01/23/12 | 4,377.99 | 14.59 | 74.01 | 378.00 | 8.5 |
| FRONTIER COMMUNICATIONS CORP COM | FTR | 2,150 | 3.74 | 8,041.00 | 01/13/11 | 16,267.02 | 7.57 | (8,226.02) | 860.00 | 10.7 |
| ISHARES IBOXX HI YIELD CAP BOND | HYG | 100 | 87.77 | 8,777.00 | 01/13/11 | 9,126.99 | 91.27 | (349.99) | 650.70 | 7.4 |
| NATIONAL GRID PLC COM | NGG | 100 | 50.29 | 5,029.00 | 02/18/11 | 4,678.99 | 46.79 | 350.01 | 311.30 | 6.2 |
| PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND | PTY | 375 | 18.02 | 6,757.50 | 02/18/11 | 7,460.87 | 19.90 | (703.37) | 585.00 | 8.7 |

Statement for Account [redacted]
05/01/12 - 05/31/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| SPDR HIGH YIELD | JNK | 500 | 38.11 | 19,055.00 | 01/13/11 | 20,050.00 | 40.10 | (995.00) | 1,442.50 | 7.6% |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 41.64 | 41,640.00 | 01/13/11 | 35,749.90 | 35.75 | 5,890.10 | 2,000.00 | 4.8% |
| WESTERN ASSET PREMIER BOND COM | WEA | 40 | 15.694 | 627.76 | 01/13/11 | 580.00 | 14.50 | 47.76 | 52.80 | 8.4% |
| ZIONS CAPITAL TRUST COM | ZB PRB | 500 | 25.80 | 12,900.00 | 01/13/11 | 12,500.00 | 25.00 | 400.00 | 1,000.00 | 7.8% |
| **Total Stocks** | | | | **$154,551.26** | | **$151,844.13** | | **$2,707.13** | **$10,404.10** | **6.7%** |
| **Total Cash Account** | | | | **$154,551.26** | | **$151,844.13** | | **$2,707.13** | **$10,404.10** | **6.7%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0.0** |
| 05/01/12 | 05/01/12 | Cash | Div/Int - Income | AT&T INC COM<br>Payable: 05/01/2012<br>QUALIFIED DIVIDENDS 440.00 | T | | $ 0.00 | $ 440.00 | 440.0 |
| 05/01/12 | 05/01/12 | Cash | Div/Int - Income | PIMCO CORP & INCOME OPPTY FUND<br>CLOSED END FUND<br>Payable: 05/01/2012<br>Ordinary Dividends 43.13 | PTY | | 0.00 | 43.13 | 483.1 |
| 05/01/12 | 05/01/12 | Cash | Div/Int - Income | VERIZON COMMUNICATIONS COM<br>Payable: 05/01/2012<br>QUALIFIED DIVIDENDS 500.00 | VZ | | 0.00 | 500.00 | 983.1 |
| 05/01/12 | 05/01/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (983.13) | 0.0 |

Statement for Account [redacted]
05/01/12 - 05/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|---|
| 05/07/12 | 05/07/12 | Cash | Div/Int - Income | ISHARES IBOXX HI YIELD CAP BOND Payable: 05/07/2012 Ordinary Dividends 50.88 | HYG | | 0.00 | 50.88 | 50.8 |
| 05/07/12 | 05/07/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (50.88) | 0.0 |
| 05/09/12 | 05/09/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 05/09/2012 Ordinary Dividends 123.14 | JNK | | 0.00 | 123.14 | 123.1 |
| 05/09/12 | 05/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (123.14) | 0.0 |
| 05/14/12 | 05/14/12 | Cash | Div/Int - Income | ALPS ETF TR ALERIAN MLP COM Payable: 05/14/2012 Ordinary Dividends 24.50 | AMLP | | 0.00 | 24.50 | 24.5 |
| 05/14/12 | 05/14/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (24.50) | 0.0 |
| 05/25/12 | 05/25/12 | Cash | Div/Int - Income | WESTERN ASSET PREMIER BOND COM Payable: 05/25/2012 Ordinary Dividends 4.40 | WEA | | 0.00 | 4.40 | 4.4 |
| 05/25/12 | 05/25/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (4.40) | 0.0 |
| 05/31/12 | 05/31/12 | Cash | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL Payable: 05/31/2012 Ordinary Dividends 31.50 | CMO PRB | | 0.00 | 31.50 | 31.5 |
| 05/31/12 | 05/31/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (31.50) | 0.0 |
| **Closing Balance** | | | | | | | | | **$ 0.0** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MT PAI |
|---|---|---|---|---|---|---|
| 05/01/12 | $ 3,918.59 | 6 | 0.0100 | $ 0.01 | $ 0.01 | $ |
| 05/07/12 | 3,969.47 | 2 | 0.0100 | - | 0.01 | |

Statement for Account [redacted]
05/01/12 - 05/31/12

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MTD PAID |
|---|---|---|---|---|---|---|
| 05/09/12 | 4,092.61 | 5 | 0.0100 | - | 0.01 | |
| 05/14/12 | 4,117.11 | 11 | 0.0100 | 0.02 | 0.03 | |
| 05/25/12 | 4,121.51 | 6 | 0.0100 | - | 0.03 | |
| 05/31/12 | 4,153.01 | 1 | 0.0100 | - | 0.03 | 0.03 |
| **Total Interest Income** | | | | | | **$0.03** |

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balance |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$2,935.48** |
| 05/01/12 | | 05/01/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | $ 983.13 | 3,918.5 |
| 05/07/12 | | 05/07/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 50.88 | 3,969.4 |
| 05/09/12 | | 05/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 123.14 | 4,092.6 |
| 05/14/12 | | 05/14/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 24.50 | 4,117.1 |
| 05/25/12 | | 05/25/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 4.40 | 4,121.5 |
| 05/31/12 | | 05/31/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 31.50 | 4,153.0 |
| 05/31/12 | | 05/31/12 | Received | Interest: Insured Deposit Account | | | 0.03 | 4,153.0 |
| **Closing Balance** | | | | | | | | **$4,153.0** |
| **TD Bank NA** | | | | | | | **$4,153.04** | |

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

## Important Information

The most recent statement of financial condition for TD Ameritrade Clearing, Inc. may be obtained at no cost, via the Internet at http://www.tdameritrade.com/financialstatement.html or or before June 14, 2012, or by contacting TD Ameritrade Clearing, Inc. at 1-800-237-8692. This number is for inquiries regarding the financial statement only. Other questions should b directed to TD Ameritrade, Inc. at 1-800-669-3900. As of March 31, 2012, TD Ameritrade Clearing, Inc. had net capital and a net capital requirement of $1,199,299,453 and $205,540,660, respectively. A copy of the report and comments is currently available for customers' inspection at the principal office of the commission in Washington DC and the Denver, CO office of the Commission.

TD Ameritrade

Statement Reporting Period:
07/01/12 - 07/31/12

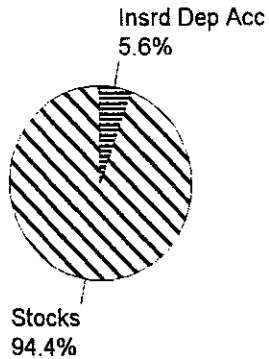
800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

**Statement for Account** [redacted]
DONNA MARCHANT
2125 N JOSEY LN
STE 200
CARROLLTON, TX 750063016

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 9,611.35 | 4,875.36 | 4,735.99 | 97.1% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 161,148.70 | 161,037.25 | 111.45 | 0.1% | 9,918.40 | 6.2% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$170,760.05** | **$165,912.61** | **$4,847.44** | **2.9%** | **$9,918.40** | **5.8%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | (9,481.97) |
| Securities Sold | 4,165.68 | 4,165.68 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 570.27 | 6,034.75 |
| Expense | - | - |
| Other | (4,735.95) | (718.46) |
| **Closing Balance** | $ 0.00 | $0.00 |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $570.27 | $ - | $5,534.75 |
| Interest | - | - | 500.00 |
| Other | - | - | - |
| **Expense** | | | |
| Interest | - | - | - |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $570.27 | $0.00 | $6,034.75 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 07/31/12** | **$141,65(** |
| Unrealized Gains | 22,04( |
| Unrealized Losses | (2,551 |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 6,03( |
| Securities Received/(Delivered)$^{YTD}$ | ( |

Statement for Account [redacted]
07/01/12 - 07/31/12

## Income Summary Detail*

| Description | Current* | Year to Da |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 500.( |
| Ordinary Dividends | 529.27 | 2,110.: |
| Qualified Dividends | 41.00 | 2,542.( |
| IDA Interest | 0.04 | 0.: |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yie |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP | AMLP | 100 | $ 16.45 | $ 1,645.00 | 01/23/12 | $ 1,684.99 | $ 16.85 | $ (39.99) | $ 99.80 | 6.( |
| ALTRIA GROUP INC COM | MO | 100 | 35.97 | 3,597.00 | 02/18/11 | 2,487.98 | 24.88 | 1,109.02 | 164.00 | 4.( |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 500 | 17.43 | 8,715.00 | 01/13/11 | 8,889.50 | 17.78 | (174.50) | 1,100.00 | 12.( |
| AT&T INC COM | T | 1,000 | 37.92 | 37,920.00 | 01/13/11 | 27,989.90 | 27.99 | 9,930.10 | 1,760.00 | 4.( |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 300 | 15.70 | 4,710.00 | 01/23/12 | 4,377.99 | 14.59 | 332.01 | 378.00 | 8. |
| FRONTIER COMMUNICATIONS CORP COM | FTR | 1,000 | 3.92 | 3,920.00 | 02/18/11 | 6,073.53 | 6.07 | (2,153.53) | 400.00 | 10. |
| ISHARES IBOXX HI YIELD CAP BOND | HYG | 100 | 91.70 | 9,170.00 | 01/13/11 | 9,126.99 | 91.27 | 43.01 | 642.00 | 7. |
| NATIONAL GRID PLC SPON ADR | NGG | 100 | 51.90 | 5,190.00 | 02/18/11 | 4,678.99 | 46.79 | 511.01 | 311.30 | 6 |
| PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND | PTY | 375 | 19.70 | 7,387.50 | 02/18/11 | 7,460.87 | 19.90 | (73.37) | 585.00 | 7 |
| SPDR HIGH YIELD | JNK | 500 | 39.88 | 19,940.00 | 01/13/11 | 20,050.00 | 40.10 | (110.00) | 1,425.50 | 7 |

Statement for Account [redacted]
07/01/12 - 07/31/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yie |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 45.14 | 45,140.00 | 01/13/11 | 35,749.90 | 35.75 | 9,390.10 | 2,000.00 | 4.4 |
| WESTERN ASSET PREMIER BOND COM | WEA | 40 | 15.98 | 639.20 | 01/13/11 | 580.00 | 14.50 | 59.20 | 52.80 | 8.3 |
| ZIONS CAPITAL TRUST COM | ZB PRB | 500 | 26.35 | 13,175.00 | 01/13/11 | 12,500.00 | 25.00 | 675.00 | 1,000.00 | 7.6 |
| **Total Stocks** | | | | **$161,148.70** | | **$141,650.64** | | **$19,498.06** | **$9,918.40** | **6.2** |
| **Total Cash Account** | | | | **$161,148.70** | | **$141,650.64** | | **$19,498.06** | **$9,918.40** | **6.2** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balan |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0.** |
| 07/02/12 | 07/02/12 | Cash | Div/Int - Income | PIMCO CORP & INCOME OPPTY FUND<br>CLOSED END FUND<br>Payable: 07/02/2012<br>Ordinary Dividends 48.75 | PTY | | $ 0.00 | $ 48.75 | 48. |
| 07/02/12 | 07/02/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (48.75) | 0 |
| 07/09/12 | 07/09/12 | Cash | Div/Int - Income | ISHARES<br>IBOXX HI YIELD CAP BOND<br>Payable: 07/09/2012<br>Ordinary Dividends 51.79 | HYG | | 0.00 | 51.79 | 51 |
| 07/10/12 | 07/10/12 | Cash | Div/Int - Income | ALTRIA GROUP INC COM<br>Payable: 07/10/2012<br>QUALIFIED DIVIDENDS 41.00 | MO | | 0.00 | 41.00 | 92 |
| 07/10/12 | 07/10/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (92.79) | 0 |

TD Ameritrade

Statement Reporting Period:
06/01/13 - 06/30/13

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209
*TD Ameritrade Clearing, Inc., Member SIPC*

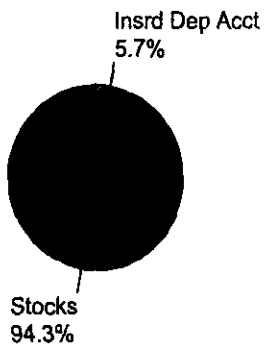
**Statement for Account #** [redacted]
DONNA MARCHANT
[redacted]
CARROLLTON, TX 750063016

**Announcements:**
THERE HAS BEEN A CHANGE TO THE SUPPLEMENTALINSURANCE COVERAGE ON YOUR ACCOUNT. FOR MORE INFORMATION, PLEASE SEE "ACCOUNT PROTECTION" UNDER "TERMS AND CONDITIONS" ON THIS STATEMENT.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $0.01 | ($0.01) | - | $ - | - |
| Insrd Dep Acct | 10,124.99 | 29,797.53 | (19,672.54) | (66.0)% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 167,865.05 | 146,952.15 | 20,912.90 | 14.2% | 9,571.30 | 5.7% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$177,990.04** | **$176,749.69** | **$1,240.35** | **0.7%** | **$9,571.30** | **5.4%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $0.01 | $ - |
| Securities Purchased | (24,899.99) | (27,455.98) |
| Securities Sold | 5,016.80 | 28,186.29 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 210.49 | 4,871.70 |
| Expense | - | - |
| Other | 19,672.69 | (5,602.01) |
| **Closing Balance** | $ 0.00 | $0.00 |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $210.49 | $ - | $4,621.69 |
| Interest | - | - | 250.01 |
| Other | - | - | - |
| **Expense** | | | |
| Interest | - | - | - |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $210.49 | $0.00 | $4,871.70 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 06/30/13** | **$144,731.25** |
| Unrealized Gains | 24,545.57 |
| Unrealized Losses | (1,411.77) |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 4,871.70 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

**Statement for Account #** [redacted]

06/01/13 - 06/30/13

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 422.22 |
| Ordinary Dividends | 210.49 | 1,579.13 |
| Interest Income Credit Balance | 0.00 | 0.01 |
| Qualified Dividends | 0.00 | 2,132.97 |
| IDA Interest | 0.15 | 0.85 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| ALPS ETF TRUST ALERIAN MLP | AMLP | 300 | $ 17.85 | $ 5,355.00 | 01/23/12 | $ 4,808.66 | $ 16.03 | $ 546.34 | $ 309.90 | 5.8% |
| ALTRIA GROUP INC COM | MO | 100 | 34.99 | 3,499.00 | 02/18/11 | 2,487.98 | 24.88 | 1,011.02 | 176.00 | 5.0% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 200 | 25.03 | 5,006.00 | 08/07/12 | 5,255.98 | 26.28 | (249.98) | 393.80 | 7.9% |
| AT&T INC COM | T | 1,000 | 35.40 | 35,400.00 | 01/13/11 | 27,989.90 | 27.99 | 7,410.10 | 1,800.00 | 5.1% |
| CAPSTEAD MORTGAGE CORP PFD SER E | CMO PRE | 1,000 | 24.38 | 24,380.00 | 06/11/13 | 24,899.99 | 24.90 | (519.99) | 1,875.00 | 7.7% |
| ISHARES IBOXX HI YIELD CAP BOND | HYG | 100 | 90.88 | 9,088.00 | 01/13/11 | 9,126.99 | 91.27 | (38.99) | 596.10 | 6.6% |
| NATIONAL GRID PLC SPON ADR | NGG | 100 | 56.67 | 5,667.00 | 02/18/11 | 4,678.99 | 46.79 | 988.01 | 313.80 | 5.5% |
| PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND | PTY | 375 | 19.55 | 7,331.25 | 02/18/11 | 7,460.87 | 19.90 | (129.62) | 585.00 | 8.0% |
| SPDR BARCLAYS HIGH YIELD BOND ETF | JNK | 500 | 39.49 | 19,745.00 | 01/13/11 | 20,050.00 | 40.10 | (305.00) | 1,310.50 | 6.6% |

**Statement for Account #[redacted]**
06/01/13 - 06/30/13

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 50.34 | 50,340.00 | 01/13/11 | 35,749.90 | 35.75 | 14,590.10 | 2,060.00 | 4.1% |
| WESTERN ASSET PREMIER BOND COM | WEA | 140 | 14.67 | 2,053.80 | 01/13/11 | 2,221.99 | 15.87 | (168.19) | 151.20 | 7.4% |
| **Total Stocks** | | | | **$167,865.05** | | **$144,731.25** | | **$23,133.80** | **$9,571.30** | **5.7%** |
| **Total Cash Account** | | | | **$167,865.05** | | **$144,731.25** | | **$23,133.80** | **$9,571.30** | **5.7%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$0.01** |
| 06/03/13 | 06/03/13 | Cash | Div/Int - Income | PIMCO CORP & INCOME OPPTY FUND<br>CLOSED END FUND<br>Payable: 06/03/2013<br>Ordinary Dividends 48.75 | PTY | - | $ 0.00 | $ 48.75 | 48.76 |
| 06/03/13 | 06/03/13 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (48.76) | 0.00 |
| 06/07/13 | 06/07/13 | Cash | Div/Int - Income | ISHARES<br>IBOXX HI YIELD CAP BOND<br>Payable: 06/07/2013<br>Ordinary Dividends 47.91 | HYG | - | 0.00 | 47.91 | 47.91 |
| 06/07/13 | 06/07/13 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (47.91) | 0.00 |

Statement for Account #[redacted]
06/01/13 - 06/30/13

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 06/11/13 | 06/11/13 | Cash | Div/Int - Income | SPDR BARCLAYS HIGH YIELD BOND ETF Payable: 06/11/2013 Ordinary Dividends 101.23 | JNK | - | 0.00 | 101.23 | 101.23 |
| 06/11/13 | 06/11/13 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (101.23) | 0.00 |
| 06/13/13 | 06/13/13 | Cash | Sell - Securities Sold | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL REORG- MATURITY PAYMENT Auto Reorg#192043\|TR\|CASH PAYMENT | CMO PRBCL | 400- | 12.50 | 5,016.80 | 5,016.80 |
| 06/11/13 | 06/14/13 | Cash | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP PFD SER E Commission 9.99 | CMO PRE | 1,000 | 24.89 | (24,899.99) | (19,883.19) |
| 06/14/13 | 06/14/13 | Cash | Journal - Other | REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | 19,883.19 | 0.00 |
| 06/28/13 | 06/28/13 | Cash | Div/Int - Income | WESTERN ASSET PREMIER BOND COM Payable: 06/28/2013 Ordinary Dividends 12.60 | WEA | - | 0.00 | 12.60 | 12.60 |
| 06/28/13 | 06/28/13 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (12.60) | 0.00 |

**Closing Balance** **$ 0.00**

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MTD PAID |
|---|---|---|---|---|---|---|
| 06/01/13 | $ 29,797.53 | 2 | 0.0100 | $ 0.02 | $ 0.02 | $ - |
| 06/03/13 | 29,846.29 | 4 | 0.0100 | 0.03 | 0.05 | - |
| 06/07/13 | 29,894.20 | 4 | 0.0100 | 0.03 | 0.08 | - |
| 06/11/13 | 29,995.43 | 3 | 0.0100 | 0.03 | 0.11 | - |
| 06/14/13 | 10,112.24 | 14 | 0.0100 | 0.04 | 0.15 | - |
| 06/28/13 | 10,124.84 | 3 | 0.0100 | - | 0.15 | 0.15 |

**Total Interest Income** **$0.15**

**Statement for Account #** [redacted]

06/01/13 - 06/30/13

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balance |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$29,797.53** |
| 06/03/13 | - | 06/03/13 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | $ 48.76 | 29,846.29 |
| 06/07/13 | - | 06/07/13 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 47.91 | 29,894.20 |
| 06/11/13 | - | 06/11/13 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 101.23 | 29,995.43 |
| 06/14/13 | - | 06/14/13 | Delivered | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | - | - | (19,883.19) | 10,112.24 |
| 06/28/13 | - | 06/28/13 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 12.60 | 10,124.84 |
| 06/28/13 | - | 06/28/13 | Received | Interest: Insured Deposit Account | - | - | 0.15 | 10,124.99 |
| **Closing Balance** | | | | | | | | **$10,124.99** |
| **TD Bank NA** | | | | | | | **$10,124.99** | |

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

## Important Information

The most recent statement of financial condition for TD Ameritrade Clearing, Inc. may be obtained at no cost, via the Internet at http://www.tdameritrade.com/financialstatement.html on or before 6/14/13, or by contacting TD Ameritrade Clearing, Inc. at 1-800-237-8692. This number is for inquiries regarding the financial statement only. As of 3/31/13, TD Ameritrade Clearing, Inc. had net capital and a net capital requirement of $1.2 billion and $215.2 million, respectively. A copy of the report and comments is currently available for customers' inspection at the principal office of the commission in Washington DC and the Denver, CO office of the Commission.

Required Annual FINRA Information: FINRA maintains a toll-free public disclosure hotline where investors may call to request disclosable background information on any licensed broker or broker-dealer. To call the hotline, dial 1-800-289-9999. FINRA also maintains an Internet web site where investors may obtain useful information concerning FINRA policies, procedures and services. The web site can be accessed at www.finra.org. Additionally, FINRA has a brochure which describes the investor education and protection program. You may request this brochure either through the FINRA web site or by calling the toll-free public disclosure hotline.

Statement for Account [redacted]
07/01/12 - 07/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|---|
| 07/11/12 | 07/11/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 07/11/2012 Ordinary Dividends 117.83 | JNK | | 0.00 | 117.83 | 117.8 |
| 07/11/12 | 07/11/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (117.83) | 0.0 |
| 07/26/12 | 07/26/12 | Cash | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC COM Payable: 07/26/2012 Ordinary Dividends 275.00 | NLY | | 0.00 | 275.00 | 275.0 |
| 07/26/12 | 07/26/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (275.00) | 0.0 |
| 07/27/12 | 07/27/12 | Cash | Div/Int - Income | WESTERN ASSET PREMIER BOND COM Payable: 07/27/2012 Ordinary Dividends 4.40 | WEA | | 0.00 | 4.40 | 4.4 |
| 07/27/12 | 07/27/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (4.40) | 0.0 |
| 07/26/12 | 07/31/12 | Cash | Sell - Securities Sold | FRONTIER COMMUNICATIONS CORP COM | FTR | 1,150- | 3.6311 | 4,165.68 | 4,165.6 |
| 07/31/12 | 07/31/12 | Cash | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL Payable: 07/31/2012 Ordinary Dividends 31.50 | CMO PRB | | 0.00 | 31.50 | 4,197. |
| 07/31/12 | 07/31/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (4,197.18) | 0.0 |
| **Closing Balance** | | | | | | | | | **$ 0.0** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MT PA |
|---|---|---|---|---|---|---|
| 07/01/12 | $ 4,875.36 | 1 | 0.0100 | $ - | $ - | $ |
| 07/02/12 | 4,924.11 | 8 | 0.0100 | 0.01 | 0.01 | |
| 07/10/12 | 5,016.90 | 1 | 0.0100 | - | 0.01 | |
| 07/11/12 | 5,134.73 | 15 | 0.0100 | 0.02 | 0.03 | |
| 07/26/12 | 5,409.73 | 1 | 0.0100 | 0.01 | 0.04 | |

Statement for Account [redacted]

07/01/12 - 07/31/12

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MT PAI |
|---|---|---|---|---|---|---|
| 07/27/12 | 5,414.13 | 4 | 0.0100 | - | 0.04 | |
| 07/31/12 | 9,611.31 | 1 | 0.0100 | - | 0.04 | 0.0 |
| Total Interest Income | | | | | | $0.0 |

## Trades Pending Settlement

| | Investment Description | Account Type | Symbol/ CUSIP | Quantity | Price | Trade Date | Settle Date | Amou |
|---|---|---|---|---|---|---|---|---|
| SELL | FRONTIER COMMUNICATIONS CORP COM | Cash | FTR | 1,000- | $ 3.71 | 07/31/12 | 08/03/12 | $ 3,699.9 |

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balan |
|---|---|---|---|---|---|---|---|---|
| Opening Balance | | | | | | | | $4,875. |
| 07/02/12 | | 07/02/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | $ 48.75 | 4,924. |
| 07/10/12 | | 07/10/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 92.79 | 5,016. |
| 07/11/12 | | 07/11/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 117.83 | 5,134. |
| 07/26/12 | | 07/26/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 275.00 | 5,409 |
| 07/27/12 | | 07/27/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 4.40 | 5,414 |
| 07/31/12 | | 07/31/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 4,197.18 | 9,611 |

Statement for Account [redacted]
07/01/12 - 07/31/12

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|
| 07/31/12 | | 07/31/12 | Received | Interest: Insured Deposit Account | | | 0.04 | 9,611.3 |

**Closing Balance** **$9,611.3**

**TD Bank NA** **$9,611.35**

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

TD Ameritrade

Statement Reporting Period:
08/01/12 - 08/31/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

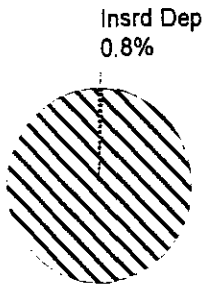
**Statement for Account** [redacted]
DONNA MARCHANT
[redacted]N
CARROLLTON, TX 750063016

**Announcements:**
OUR ONLINE MESSAGE CENTER LETS YOU SEND SECURE EMAILS, RECEIVE ACCOUNT INFORMATION AND MAINTAIN A RECORD OF COMMUNICATIONS WITH US. JUST CLICK THE MESSAGE CENTER LINK ON THE HOME TAB WHEN YOU LOG IN.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 1,403.65 | 9,611.35 | (8,207.70) | (85.4)% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 167,388.25 | 161,148.70 | 6,239.55 | 3.9% | 10,720.80 | 6.4% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$168,791.90** | **$170,760.05** | **($1,968.15)** | **(1.2)%** | **$10,720.80** | **6.4%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | (13,345.95) | (22,827.92) |
| Securities Sold | 3,699.92 | 7,865.60 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 1,438.29 | 7,473.04 |
| Expense | - | - |
| Other | 8,207.74 | 7,489.28 |
| **Closing Balance** | $ 0.00 | $0.00 |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $1,438.29 | $ - | $6,973.04 |
| Interest | - | - | 500.00 |
| Other | - | - | - |
| **Expense** | | | |
| Interest | - | - | - |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $1,438.29 | $0.00 | $7,473.04 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 08/31/12** | **$148,923.** |
| Unrealized Gains | 18,579. |
| Unrealized Losses | (113.9 |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 7,473. |
| Securities Received/(Delivered)$^{YTD}$ | 0. |

Statement for Account [redacted]
08/01/12 - 08/31/12

## Income Summary Detail*

| Description | Current | Year to Da |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 500.( |
| Ordinary Dividends | 296.63 | 2,406.9 |
| Qualified Dividends | 1,141.66 | 3,684.3 |
| IDA Interest | 0.04 | 0.3 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yie |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP | AMLP | 300 | $ 16.34 | $ 4,902.00 | 01/23/12 | $ 4,958.98 | $ 16.53 | $ (56.98) | $ 299.40 | 6.1 |
| ALTRIA GROUP INC COM | MO | 100 | 33.96 | 3,396.00 | 02/18/11 | 2,487.98 | 24.88 | 908.02 | 176.00 | 5.2 |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 750 | 17.31 | 12,982.50 | 01/13/11 | 13,024.49 | 17.37 | (41.99) | 1,650.00 | 12.7 |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 100 | 26.85 | 2,685.00 | 08/07/12 | 2,699.99 | 27.00 | (14.99) | 196.90 | 7.3 |
| AT&T INC COM | T | 1,000 | 36.64 | 36,640.00 | 01/13/11 | 27,989.90 | 27.99 | 8,650.10 | 1,760.00 | 4. |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 400 | 15.48 | 6,192.00 | 01/23/12 | 5,972.98 | 14.93 | 219.02 | 504.00 | 8. |
| ISHARES IBOXX HI YIELD CAP BOND | HYG | 100 | 92.33 | 9,233.00 | 01/13/11 | 9,126.99 | 91.27 | 106.01 | 637.40 | 6. |
| NATIONAL GRID PLC SPON ADR | NGG | 100 | 54.47 | 5,447.00 | 02/18/11 | 4,678.99 | 46.79 | 768.01 | 311.30 | 5 |
| PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND | PTY | 375 | 20.09 | 7,533.75 | 02/18/11 | 7,460.87 | 19.90 | 72.88 | 585.00 | 7 |

Statement for Account [redacted]
08/01/12 - 08/31/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yiel |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| SPDR HIGH YIELD | JNK | 500 | 40.14 | 20,070.00 | 01/13/11 | 20,050.00 | 40.10 | 20.00 | 1,416.00 | 7.1 |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 42.94 | 42,940.00 | 01/13/11 | 35,749.90 | 35.75 | 7,190.10 | 2,000.00 | 4.7 |
| WESTERN ASSET PREMIER BOND COM | WEA | 140 | 16.55 | 2,317.00 | 01/13/11 | 2,221.99 | 15.87 | 95.01 | 184.80 | 8.0 |
| ZIONS CAPITAL TRUST COM | ZB PRB | 500 | 26.10 | 13,050.00 | 01/13/11 | 12,500.00 | 25.00 | 550.00 | 1,000.00 | 7.7 |
| **Total Stocks** | | | | **$167,388.25** | | **$148,923.06** | | **$18,465.19** | **$10,720.80** | **6.4** |
| **Total Cash Account** | | | | **$167,388.25** | | **$148,923.06** | | **$18,465.19** | **$10,720.80** | **6.4** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balan |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0.** |
| 08/01/12 | 08/01/12 | Cash | Div/Int - Income | AT&T INC COM Payable: 08/01/2012 QUALIFIED DIVIDENDS 440.00 | T | | $ 0.00 | $ 440.00 | 440. |
| 08/01/12 | 08/01/12 | Cash | Div/Int - Income | PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND Payable: 08/01/2012 Ordinary Dividends 48.75 | PTY | | 0.00 | 48.75 | 488. |
| 08/01/12 | 08/01/12 | Cash | Div/Int - Income | VERIZON COMMUNICATIONS COM Payable: 08/01/2012 QUALIFIED DIVIDENDS 500.00 | VZ | | 0.00 | 500.00 | 988. |
| 08/01/12 | 08/01/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (988.75) | 0. |
| 07/31/12 | 08/03/12 | Cash | Sell - Securities Sold | FRONTIER COMMUNICATIONS CORP COM | FTR | 1,000- | 3.71 | 3,699.92 | 3,699. |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balan |
|---|---|---|---|---|---|---|---|---|---|
| 08/03/12 | 08/03/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (3,699.92) | 0. |
| 08/07/12 | 08/07/12 | Cash | Div/Int - Income | ISHARES IBOXX HI YIELD CAP BOND Payable: 08/07/2012 Ordinary Dividends 50.47 | HYG | | 0.00 | 50.47 | 50. |
| 08/07/12 | 08/07/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (50.47) | 0. |
| 08/09/12 | 08/09/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 08/09/2012 Ordinary Dividends 114.81 | JNK | | 0.00 | 114.81 | 114. |
| 08/09/12 | 08/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (114.81) | 0. |
| 08/07/12 | 08/10/12 | Cash | Buy - Securities Purchased | WESTERN ASSET PREMIER BOND COM | WEA | 100 | 16.32 | (1,641.99) | (1,641.9 |
| 08/07/12 | 08/10/12 | Cash | Buy - Securities Purchased | ALPS ETF TR ALERIAN MLP | AMLP | 200 | 16.32 | (3,273.99) | (4,915.9 |
| 08/07/12 | 08/10/12 | Cash | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 100 | 15.85 | (1,594.99) | (6,510.9 |
| 08/07/12 | 08/10/12 | Cash | Buy - Securities Purchased | ANNALY CAPITAL MANAGEMENT INC COM | NLY | 250 | 16.50 | (4,134.99) | (10,645.9 |
| 08/07/12 | 08/10/12 | Cash | Buy - Securities Purchased | ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 100 | 26.90 | (2,699.99) | (13,345.9 |
| 08/10/12 | 08/10/12 | Cash | Journal - Other | REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | 13,345.95 | 0 |
| 08/14/12 | 08/14/12 | Cash | Div/Int - Income | ALPS ETF TR ALERIAN MLP Payable: 08/14/2012 Ordinary Dividends 25.20 | AMLP | | 0.00 | 25.20 | 25 |
| 08/14/12 | 08/14/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (25.20) | 0 |
| 08/15/12 | 08/15/12 | Cash | Div/Int - Income | NATIONAL GRID PLC SPON ADR Payable: 08/15/2012 QUALIFIED DIVIDENDS 201.66 | NGG | | 0.00 | 201.66 | 201 |

[redacted] [redacted] [redacted] [redacted]

**Statement for Account** [redacted]

08/01/12 - 08/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|---|
| 08/16/12 | 08/16/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (201.66) | 0.( |
| 08/31/12 | 08/31/12 | Cash | Div/Int - Income | WESTERN ASSET PREMIER BOND COM<br>Payable: 08/31/2012<br>Ordinary Dividends 15.40 | WEA | | 0.00 | 15.40 | 15.4 |
| 08/31/12 | 08/31/12 | Cash | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 08/31/2012<br>Ordinary Dividends 42.00 | CMO PRB | | 0.00 | 42.00 | 57.4 |
| 08/31/12 | 08/31/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (57.40) | 0.( |

**Closing Balance** **$ 0.(**

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MT PA |
|---|---|---|---|---|---|---|
| 08/01/12 | $ 10,600.10 | 2 | 0.0100 | $ 0.01 | $ 0.01 | $ |
| 08/03/12 | 14,300.02 | 4 | 0.0100 | 0.01 | 0.02 | |
| 08/07/12 | 14,350.49 | 2 | 0.0100 | 0.01 | 0.03 | |
| 08/09/12 | 14,465.30 | 1 | 0.0100 | - | 0.03 | |
| 08/10/12 | 1,119.35 | 4 | 0.0100 | - | 0.03 | |
| 08/14/12 | 1,144.55 | 2 | 0.0100 | 0.01 | 0.04 | |
| 08/16/12 | 1,346.21 | 15 | 0.0100 | - | 0.04 | |
| 08/31/12 | 1,403.61 | 1 | 0.0100 | - | 0.04 | 0. |

**Total Interest Income** **$0.**

Statement for Accoun[redacted]
08/01/12 - 08/31/12

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balan |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$9,611.** |
| 08/01/12 | | 08/01/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | $ 988.75 | 10,600. |
| 08/03/12 | | 08/03/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 3,699.92 | 14,300. |
| 08/07/12 | | 08/07/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 50.47 | 14,350. |
| 08/09/12 | | 08/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 114.81 | 14,465. |
| 08/10/12 | | 08/10/12 | Delivered | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | | | (13,345.95) | 1,119. |
| 08/14/12 | | 08/14/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 25.20 | 1,144. |
| 08/16/12 | | 08/16/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 201.66 | 1,346 |
| 08/31/12 | | 08/31/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 57.40 | 1,403 |
| 08/31/12 | | 08/31/12 | Received | Interest: Insured Deposit Account | | | 0.04 | 1,403 |
| **Closing Balance** | | | | | | | | **$1,403** |
| **TD Bank NA** | | | | | | | **$1,403.65** | |

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

TD Ameritrade

Statement Reporting Period:
09/01/12 - 09/30/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

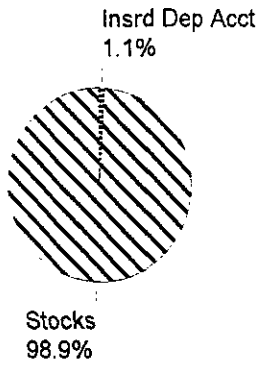
**Statement for Account** [redacted]
DONNA MARCHANT
[redacted]
CARROLLTON, TX 750063016

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## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 1,922.01 | 1,403.65 | 518.36 | 36.9% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 170,710.70 | 167,388.25 | 3,322.45 | 2.0% | 10,610.30 | 6.2% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$172,632.71** | **$168,791.90** | **$3,840.81** | **2.3%** | **$10,610.30** | **6.1%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | (22,827.92) |
| Securities Sold | - | 7,865.60 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 518.35 | 7,991.39 |
| Expense | - | - |
| Other | (518.35) | 6,970.93 |
| **Closing Balance** | $ 0.00 | $0.00 |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $268.35 | $ - | $7,241.39 |
| Interest | 250.00 | - | 750.00 |
| Other | - | - | - |
| **Expense** | | | |
| Interest | - | - | - |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $518.35 | $0.00 | $7,991.39 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 09/30/12** | **$148,923.** |
| Unrealized Gains | 22,275. |
| Unrealized Losses | (487.4 |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 7,991. |
| Securities Received/(Delivered)$^{YTD}$ | 0. |

Statement for Account [redacted]
09/01/12 - 09/30/12

## Income Summary Detail*

| Description | Current | Year to Da |
|---|---|---|
| Interest Income - Securities | $ 250.00 | $ 750. |
| Ordinary Dividends | 268.35 | 2,675. |
| Qualified Dividends | 0.00 | 3,684. |
| IDA Interest | 0.01 | 0. |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yie |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP | AMLP | 300 | $ 16.57 | $ 4,971.00 | 01/23/12 | $ 4,958.98 | $ 16.53 | $ 12.02 | $ 299.40 | 6.( |
| ALTRIA GROUP INC COM | MO | 100 | 33.39 | 3,339.00 | 02/18/11 | 2,487.98 | 24.88 | 851.02 | 176.00 | 5.3 |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 750 | 16.84 | 12,630.00 | 01/13/11 | 13,024.49 | 17.37 | (394.49) | 1,500.00 | 11.9 |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 100 | 26.07 | 2,607.00 | 08/07/12 | 2,699.99 | 27.00 | (92.99) | 196.90 | 7.( |
| AT&T INC COM | T | 1,000 | 37.70 | 37,700.00 | 01/13/11 | 27,989.90 | 27.99 | 9,710.10 | 1,760.00 | 4. |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 400 | 15.60 | 6,240.00 | 01/23/12 | 5,972.98 | 14.93 | 267.02 | 504.00 | 8. |
| ISHARES IBOXX HI YIELD CAP BOND | HYG | 100 | 92.30 | 9,230.00 | 01/13/11 | 9,126.99 | 91.27 | 103.01 | 631.90 | 6. |
| NATIONAL GRID PLC SPON ADR | NGG | 100 | 55.36 | 5,536.00 | 02/18/11 | 4,678.99 | 46.79 | 857.01 | 311.30 | 5. |
| PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND | PTY | 375 | 20.10 | 7,537.50 | 02/18/11 | 7,460.87 | 19.90 | 76.63 | 585.00 | 7. |

Statement for Account [redacted]
09/01/12 - 09/30/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yie |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| SPDR HIGH YIELD | JNK | 500 | 40.21 | 20,105.00 | 01/13/11 | 20,050.00 | 40.10 | 55.00 | 1,401.00 | 7.0 |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 45.57 | 45,570.00 | 01/13/11 | 35,749.90 | 35.75 | 9,820.10 | 2,060.00 | 4.5 |
| WESTERN ASSET PREMIER BOND COM | WEA | 140 | 16.43 | 2,300.20 | 01/13/11 | 2,221.99 | 15.87 | 78.21 | 184.80 | 8.0 |
| ZIONS CAPITAL TRUST COM | ZB PRB | 500 | 25.89 | 12,945.00 | 01/13/11 | 12,500.00 | 25.00 | 445.00 | 1,000.00 | 7.7 |
| **Total Stocks** | | | | **$170,710.70** | | **$148,923.06** | | **$21,787.64** | **$10,610.30** | **6.2** |
| **Total Cash Account** | | | | **$170,710.70** | | **$148,923.06** | | **$21,787.64** | **$10,610.30** | **6.2** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balan |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0.** |
| 09/04/12 | 09/04/12 | Cash | Div/Int - Income | ZIONS CAPITAL TRUST COM<br>Payable: 09/01/2012<br>Taxable Int Credited 250.00 | ZB PRB | | $ 0.00 | $ 250.00 | 250. |
| 09/04/12 | 09/04/12 | Cash | Div/Int - Income | PIMCO CORP & INCOME OPPTY FUND<br>CLOSED END FUND<br>Payable: 09/04/2012<br>Ordinary Dividends 48.75 | PTY | | 0.00 | 48.75 | 298 |
| 09/04/12 | 09/04/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (298.75) | 0 |
| 09/10/12 | 09/10/12 | Cash | Div/Int - Income | ISHARES<br>IBOXX HI YIELD CAP BOND<br>Payable: 09/10/2012<br>Ordinary Dividends 50.83 | HYG | | 0.00 | 50.83 | 50 |
| 09/10/12 | 09/10/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (50.83) | 0 |

Statement for Account [redacted]
09/01/12 - 09/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balan |
|---|---|---|---|---|---|---|---|---|---|
| 09/12/12 | 09/12/12 | Cash | Div/Int - Income | SPDR HIGH YIELD<br>Payable: 09/12/2012<br>Ordinary Dividends 111.37 | JNK | | 0.00 | 111.37 | 111. |
| 09/12/12 | 09/12/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (111.37) | 0. |
| 09/28/12 | 09/28/12 | Cash | Div/Int - Income | WESTERN ASSET PREMIER BOND COM<br>Payable: 09/28/2012<br>Ordinary Dividends 15.40 | WEA | | 0.00 | 15.40 | 15. |
| 09/28/12 | 09/28/12 | Cash | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 09/28/2012<br>Ordinary Dividends 42.00 | CMO PRB | | 0.00 | 42.00 | 57. |
| 09/28/12 | 09/28/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (57.40) | 0. |

**Closing Balance** **$ 0**

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | M P/ |
|---|---|---|---|---|---|---|
| 09/01/12 | $ 1,403.65 | 3 | 0.0100 | $ - | $ - | |
| 09/04/12 | 1,702.40 | 6 | 0.0100 | - | - | |
| 09/10/12 | 1,753.23 | 2 | 0.0100 | - | - | |
| 09/12/12 | 1,864.60 | 16 | 0.0100 | 0.01 | 0.01 | |
| 09/28/12 | 1,922.00 | 3 | 0.0100 | - | 0.01 | 0 |

**Total Interest Income** **$0**

Statement for Account #[redacted]

09/01/12 - 09/30/12

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$1,403.6** |
| 09/04/12 | | 09/04/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | $ 298.75 | 1,702.4 |
| 09/10/12 | | 09/10/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 50.83 | 1,753.2 |
| 09/12/12 | | 09/12/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 111.37 | 1,864.6 |
| 09/28/12 | | 09/28/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 57.40 | 1,922.0 |
| 09/28/12 | | 09/28/12 | Received | Interest: Insured Deposit Account | | | 0.01 | 1,922.0 |
| **Closing Balance** | | | | | | | | **$1,922.0** |

**TD Bank NA** **$1,922.01**

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

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TD Ameritrade

Statement Reporting Period:
10/01/12 - 10/31/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

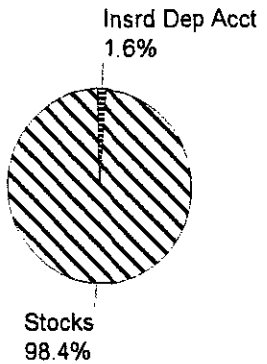
**Statement for Account #** [redacted]
DONNA MARCHANT
[redacted]
CARROLLTON, TX 750063016

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## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 2,655.84 | 1,922.01 | 733.83 | 38.2% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 165,966.88 | 170,710.70 | (4,743.82) | (2.8)% | 10,599.50 | 6.4% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$168,622.72** | **$172,632.71** | **($4,009.99)** | **(2.3)%** | **$10,599.50** | **6.3%** |

Portfolio Allocation




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | (22,827.92) |
| Securities Sold | - | 7,865.60 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 733.81 | 8,725.20 |
| Expense | - | - |
| Other | (733.81) | 6,237.12 |
| **Closing Balance** | $ 0.00 | $0.00 |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $733.81 | $ - | $7,975.20 |
| Interest | - | - | 750.00 |
| Other | - | - | - |
| **Expense** | | | |
| Interest | - | - | - |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $733.81 | $0.00 | $8,725.20 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 10/31/12** | **$148,923.** |
| Unrealized Gains | 18,073. |
| Unrealized Losses | (1,029.4 |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 8,725. |
| Securities Received/(Delivered)$^{YTD}$ | 0. |

Statement for Account [redacted]
10/01/12 - 10/31/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 750.00 |
| Ordinary Dividends | 689.81 | 3,365.13 |
| Qualified Dividends | 44.00 | 3,728.33 |
| IDA Interest | 0.02 | 0.37 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yiel |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP | AMLP | 300 | $ 16.60 | $ 4,980.00 | 01/23/12 | $ 4,958.98 | $ 16.53 | $ 21.02 | $ 299.40 | 6.0 |
| ALTRIA GROUP INC COM | MO | 100 | 31.80 | 3,180.00 | 02/18/11 | 2,487.98 | 24.88 | 692.02 | 176.00 | 5.5 |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 750 | 16.14 | 12,105.00 | 01/13/11 | 13,024.49 | 17.37 | (919.49) | 1,500.00 | 12.4 |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 100 | 25.90 | 2,590.00 | 08/07/12 | 2,699.99 | 27.00 | (109.99) | 196.90 | 7.6 |
| AT&T INC COM | T | 1,000 | 34.59 | 34,590.00 | 01/13/11 | 27,989.90 | 27.99 | 6,600.10 | 1,760.00 | 5.1 |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 400 | 14.97 | 5,988.00 | 01/23/12 | 5,972.98 | 14.93 | 15.02 | 504.00 | 8.4 |
| ISHARES IBOXX HI YIELD CAP BOND | HYG | 100 | 92.5923 | 9,259.23 | 01/13/11 | 9,126.99 | 91.27 | 132.24 | 626.60 | 6.8 |
| NATIONAL GRID PLC SPON ADR | NGG | 100 | 57.01 | 5,701.00 | 02/18/11 | 4,678.99 | 46.79 | 1,022.01 | 311.30 | 5.5 |
| PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND | PTY | 375 | 20.29 | 7,608.75 | 02/18/11 | 7,460.87 | 19.90 | 147.88 | 585.00 | 7.7 |

Statement for Accou[redacted]
10/01/12 - 10/31/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yie |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| SPDR BARCLAYS HIGH YIELD BOND ETF | JNK | 500 | 40.3398 | 20,169.90 | 01/13/11 | 20,050.00 | 40.10 | 119.90 | 1,395.50 | 6.9 |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 44.64 | 44,640.00 | 01/13/11 | 35,749.90 | 35.75 | 8,890.10 | 2,060.00 | 4.6 |
| WESTERN ASSET PREMIER BOND COM | WEA | 140 | 16.50 | 2,310.00 | 01/13/11 | 2,221.99 | 15.87 | 88.01 | 184.80 | 8.0 |
| ZIONS CAPITAL TRUST COM | ZB PRB | 500 | 25.69 | 12,845.00 | 01/13/11 | 12,500.00 | 25.00 | 345.00 | 1,000.00 | 7.8 |
| **Total Stocks** | | | | **$165,966.88** | | **$148,923.06** | | **$17,043.82** | **$10,599.50** | **6.4** |
| **Total Cash Account** | | | | **$165,966.88** | | **$148,923.06** | | **$17,043.82** | **$10,599.50** | **6.4** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balan |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0.** |
| 10/01/12 | 10/01/12 | Cash | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL Payable: 10/01/2012 Ordinary Dividends 49.22 | NLY PRA | - | $ 0.00 | $ 49.22 | 49. |
| 10/01/12 | 10/01/12 | Cash | Div/Int - Income | PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND Payable: 10/01/2012 Ordinary Dividends 48.75 | PTY | - | 0.00 | 48.75 | 97 |
| 10/01/12 | 10/01/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (97.97) | 0 |
| 10/05/12 | 10/05/12 | Cash | Div/Int - Income | ISHARES IBOXX HI YIELD CAP BOND Payable: 10/05/2012 Ordinary Dividends 48.51 | HYG | - | 0.00 | 48.51 | 48 |

Statement for Account [redacted]
10/01/12 - 10/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 10/05/12 | 10/05/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (48.51) | 0.0( |
| 10/09/12 | 10/09/12 | Cash | Div/Int - Income | SPDR BARCLAYS HIGH YIELD BOND ETF Payable: 10/09/2012 Ordinary Dividends 110.93 | JNK | - | 0.00 | 110.93 | 110.9 |
| 10/09/12 | 10/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (110.93) | 0.0( |
| 10/10/12 | 10/10/12 | Cash | Div/Int - Income | ALTRIA GROUP INC COM Payable: 10/10/2012 QUALIFIED DIVIDENDS 44.00 | MO | - | 0.00 | 44.00 | 44.0 |
| 10/10/12 | 10/10/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (44.00) | 0.0 |
| 10/26/12 | 10/26/12 | Cash | Div/Int - Income | WESTERN ASSET PREMIER BOND COM Payable: 10/26/2012 Ordinary Dividends 15.40 | WEA | - | 0.00 | 15.40 | 15.4 |
| 10/26/12 | 10/26/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (15.40) | 0.( |
| 10/29/12 | 10/29/12 | Cash | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC COM Payable: 10/29/2012 Ordinary Dividends 375.00 | NLY | - | 0.00 | 375.00 | 375.( |
| 10/29/12 | 10/29/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (375.00) | 0.( |
| 10/31/12 | 10/31/12 | Cash | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL Payable: 10/31/2012 Ordinary Dividends 42.00 | CMO PRB | - | 0.00 | 42.00 | 42.( |
| 10/31/12 | 10/31/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (42.00) | 0. |

**Closing Balance** **$ 0.**

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

Statement for Account [redacted]
10/01/12 - 10/31/12

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MTI PAI |
|---|---|---|---|---|---|---|
| 10/01/12 | $ 2,019.98 | 4 | 0.0100 | $ - | $ - | $ |
| 10/05/12 | 2,068.49 | 4 | 0.0100 | - | - | |
| 10/09/12 | 2,179.42 | 1 | 0.0100 | 0.01 | 0.01 | |
| 10/10/12 | 2,223.42 | 16 | 0.0100 | - | 0.01 | |
| 10/26/12 | 2,238.82 | 3 | 0.0100 | 0.01 | 0.02 | |
| 10/29/12 | 2,613.82 | 2 | 0.0100 | - | 0.02 | |
| 10/31/12 | 2,655.82 | 1 | 0.0100 | - | 0.02 | 0.0 |
| **Total Interest Income** | | | | | | **$0.0** |

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$1,922.0** |
| 10/01/12 | - | 10/01/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | $ 97.97 | 2,019.9 |
| 10/05/12 | - | 10/05/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 48.51 | 2,068.4 |
| 10/09/12 | - | 10/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 110.93 | 2,179.4 |
| 10/10/12 | - | 10/10/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 44.00 | 2,223.4 |
| 10/26/12 | - | 10/26/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 15.40 | 2,238.8 |
| 10/29/12 | - | 10/29/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 375.00 | 2,613.8 |
| 10/31/12 | - | 10/31/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 42.00 | 2,655.8 |

Statement for Account [redacted]
10/01/12 - 10/31/12

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balance |
|---|---|---|---|---|---|---|---|---|
| 10/31/12 | - | 10/31/12 | Received | Interest: Insured Deposit Account | - | - | 0.02 | 2,655.84 |

**Closing Balance** **$2,655.84**

**TD Bank NA** **$2,655.84**

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

TD Ameritrade

Statement Reporting Period:
11/01/12 - 11/30/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

**Statement for Account** [redacted]
DONNA MARCHANT
[redacted]
CARROLLTON, TX 750063016

**Announcements:**
TD AMERITRADE IS ON FACEBOOK. JOIN THE CONVERSATION AND CHECK US OUT FOR THE LATEST NEWS AND INFORMATION ON UPCOMING EVENTS. "LIKE" OUR PAGE TODAY! FACEBOOK.COM/TDAMERITRADE.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 3,957.23 | 2,655.84 | 1,301.39 | 49.0% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 163,794.35 | 165,966.88 | (2,172.53) | (1.3)% | 10,626.70 | 6.5% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$167,751.58** | **$168,622.72** | **($871.14)** | **(0.5)%** | **$10,626.70** | **6.3%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | (22,827.92) |
| Securities Sold | - | 7,865.60 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 1,301.36 | 10,026.56 |
| Expense | - | - |
| Other | (1,301.36) | 4,935.76 |
| **Closing Balance** | $ 0.00 | $0.00 |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $1,301.36 | $ - | $9,276.56 |
| Interest | - | - | 750.00 |
| Other | - | - | - |
| **Expense** | | | |
| Interest | - | - | - |
| Fees | - | - | - |
| Other | - | - | - |
| Net | $1,301.36 | $0.00 | $10,026.56 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 11/30/12** | **$148,923.** |
| Unrealized Gains | 17,214. |
| Unrealized Losses | (2,342.8 |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 10,026. |
| Securities Received/(Delivered)$^{YTD}$ | 0. |

Statement for Account [redacted]
11/01/12 - 11/30/12

## Income Summary Detail*

| Description | Current | Year to Dat |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 750.0 |
| Ordinary Dividends | 346.36 | 3,711.4 |
| Qualified Dividends | 955.00 | 4,683.3 |
| IDA Interest | 0.03 | 0.4 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yie |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP | AMLP | 300 | $ 16.34 | $ 4,902.00 | 01/23/12 | $ 4,958.98 | $ 16.53 | $ (56.98) | $ 298.80 | 6.1 |
| ALTRIA GROUP INC COM | MO | 100 | 33.81 | 3,381.00 | 02/18/11 | 2,487.98 | 24.88 | 893.02 | 176.00 | 5.2 |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 750 | 14.72 | 11,040.00 | 01/13/11 | 13,024.49 | 17.37 | (1,984.49) | 1,500.00 | 13.6 |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 100 | 25.60 | 2,560.00 | 08/07/12 | 2,699.99 | 27.00 | (139.99) | 196.90 | 7. |
| AT&T INC COM | T | 1,000 | 34.13 | 34,130.00 | 01/13/11 | 27,989.90 | 27.99 | 6,140.10 | 1,800.00 | 5. |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 400 | 14.61 | 5,844.00 | 01/23/12 | 5,972.98 | 14.93 | (128.98) | 504.00 | 8. |
| ISHARES IBOXX HI YIELD CAP BOND | HYG | 100 | 93.05 | 9,305.00 | 01/13/11 | 9,126.99 | 91.27 | 178.01 | 625.00 | 6 |
| NATIONAL GRID PLC SPON ADR | NGG | 100 | 56.64 | 5,664.00 | 02/18/11 | 4,678.99 | 46.79 | 985.01 | 316.60 | 5 |
| PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND | PTY | 375 | 20.37 | 7,638.75 | 02/18/11 | 7,460.87 | 19.90 | 177.88 | 585.00 | 7 |

Statement for Account [redacted]
11/01/12 - 11/30/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| SPDR BARCLAYS HIGH YIELD BOND ETF | JNK | 500 | 40.56 | 20,280.00 | 01/13/11 | 20,050.00 | 40.10 | 230.00 | 1,388.00 | 6.8% |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 44.12 | 44,120.00 | 01/13/11 | 35,749.90 | 35.75 | 8,370.10 | 2,060.00 | 4.7% |
| WESTERN ASSET PREMIER BOND COM | WEA | 140 | 15.64 | 2,189.60 | 01/13/11 | 2,221.99 | 15.87 | (32.39) | 176.40 | 8.1% |
| ZIONS CAPITAL TRUST COM | ZB PRB | 500 | 25.48 | 12,740.00 | 01/13/11 | 12,500.00 | 25.00 | 240.00 | 1,000.00 | 7.8% |
| **Total Stocks** | | | | **$163,794.35** | | **$148,923.06** | | **$14,871.29** | **$10,626.70** | **6.5%** |
| **Total Cash Account** | | | | **$163,794.35** | | **$148,923.06** | | **$14,871.29** | **$10,626.70** | **6.5%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0.0** |
| 11/01/12 | 11/01/12 | Cash | Div/Int - Income | AT&T INC COM<br>Payable: 11/01/2012<br>QUALIFIED DIVIDENDS 440.00 | T | - | $ 0.00 | $ 440.00 | 440.0 |
| 11/01/12 | 11/01/12 | Cash | Div/Int - Income | VERIZON COMMUNICATIONS COM<br>Payable: 11/01/2012<br>QUALIFIED DIVIDENDS 515.00 | VZ | - | 0.00 | 515.00 | 955.0 |
| 11/01/12 | 11/01/12 | Cash | Div/Int - Income | PIMCO CORP & INCOME OPPTY FUND<br>CLOSED END FUND<br>Payable: 11/01/2012<br>Ordinary Dividends 48.75 | PTY | - | 0.00 | 48.75 | 1,003.7 |
| 11/01/12 | 11/01/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (1,003.75) | 0.0 |

[redacted] [redacted] [redacted] [redacted]

**Statement for Account** [redacted]

11/01/12 - 11/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|---|
| 11/07/12 | 11/07/12 | Cash | Div/Int - Income | ISHARES<br>IBOXX HI YIELD CAP BOND<br>Payable: 11/07/2012<br>Ordinary Dividends 51.05 | HYG | - | 0.00 | 51.05 | 51.0 |
| 11/07/12 | 11/07/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (51.05) | 0.0 |
| 11/09/12 | 11/09/12 | Cash | Div/Int - Income | SPDR<br>BARCLAYS HIGH YIELD BOND ETF<br>Payable: 11/09/2012<br>Ordinary Dividends 112.36 | JNK | - | 0.00 | 112.36 | 112.3 |
| 11/09/12 | 11/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (112.36) | 0.0 |
| 11/14/12 | 11/14/12 | Cash | Div/Int - Income | ALPS ETF TR<br>ALERIAN MLP<br>Payable: 11/14/2012<br>Ordinary Dividends 76.80 | AMLP | - | 0.00 | 76.80 | 76.8 |
| 11/14/12 | 11/14/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (76.80) | 0.0 |
| 11/30/12 | 11/30/12 | Cash | Div/Int - Income | WESTERN ASSET PREMIER BOND COM<br>Payable: 11/30/2012<br>Ordinary Dividends 15.40 | WEA | - | 0.00 | 15.40 | 15.4 |
| 11/30/12 | 11/30/12 | Cash | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 11/30/2012<br>Ordinary Dividends 42.00 | CMO PRB | - | 0.00 | 42.00 | 57.4 |
| 11/30/12 | 11/30/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (57.40) | 0.0 |

**Closing Balance** **$ 0.0**

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MT PA |
|---|---|---|---|---|---|---|
| 11/01/12 | $ 3,659.59 | 6 | 0.0100 | $ 0.01 | $ 0.01 | $ |
| 11/07/12 | 3,710.64 | 2 | 0.0100 | - | 0.01 | |
| 11/09/12 | 3,823.00 | 5 | 0.0100 | - | 0.01 | |
| 11/14/12 | 3,899.80 | 16 | 0.0100 | 0.02 | 0.03 | |

Statement for Account [redacted]
11/01/12 - 11/30/12

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MT PAI |
|---|---|---|---|---|---|---|
| 11/30/12 | 3,957.20 | 1 | 0.0100 | - | 0.03 | 0.0 |
| Total Interest Income | | | | | | $0.0 |

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|
| Opening Balance | | | | | | | | $2,655.8 |
| 11/01/12 | - | 11/01/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | $ 1,003.75 | 3,659.5 |
| 11/07/12 | - | 11/07/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 51.05 | 3,710.6 |
| 11/09/12 | - | 11/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 112.36 | 3,823.0 |
| 11/14/12 | - | 11/14/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 76.80 | 3,899.8 |
| 11/30/12 | - | 11/30/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 57.40 | 3,957.2 |
| 11/30/12 | - | 11/30/12 | Received | Interest: Insured Deposit Account | - | - | 0.03 | 3,957.2 |
| Closing Balance | | | | | | | | $3,957.2 |
| TD Bank NA | | | | | | | $3,957.23 | |

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

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TD Ameritrade

Statement Reporting Period:
12/01/12 - 12/31/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

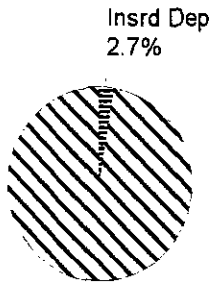
**Statement for Account** [redacted]
DONNA MARCHANT
[redacted]
CARROLLTON, TX 750063016

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TD AMERITRADE IS ON FACEBOOK. JOIN THE CONVERSATION AND CHECK US OUT FOR THE LATEST NEWS AND INFORMATION ON UPCOMING EVENTS. "LIKE" OUR PAGE TODAY! FACEBOOK.COM/TDAMERITRADE.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 4,522.13 | 3,957.23 | 564.90 | 14.3% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 161,312.35 | 163,794.35 | (2,482.00) | (1.5)% | 10,453.70 | 6.5% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$165,834.48** | **$167,751.58** | **($1,917.10)** | **(1.1)%** | **$10,453.70** | **6.3%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | (22,827.92) |
| Securities Sold | - | 7,865.60 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 564.86 | 10,591.42 |
| Expense | - | - |
| Other | (564.86) | 4,370.90 |
| **Closing Balance** | $ 0.00 | $0.00 |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $314.86 | $ - | $9,591.42 |
| Interest | 250.00 | - | 1,000.00 |
| Other | - | - | - |
| **Expense** | | | |
| Interest | - | - | - |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $564.86 | $0.00 | $10,591.42 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 12/31/12** | **$148,923.** |
| Unrealized Gains | 15,694. |
| Unrealized Losses | (3,304.9 |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 10,591. |
| Securities Received/(Delivered)$^{YTD}$ | 0. |

Statement for Account [redacted]
12/01/12 - 12/31/12

## Income Summary Detail*

| Description | Current | Year to Da |
|---|---|---|
| Interest Income - Securities | $ 250.00 | $ 1,000.( |
| Ordinary Dividends | 314.86 | 4,026.3 |
| Qualified Dividends | 0.00 | 4,683.3 |
| IDA Interest | 0.04 | 0.4 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yie |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP | AMLP | 300 | $ 15.95 | $ 4,785.00 | 01/23/12 | $ 4,958.98 | $ 16.53 | $ (173.98) | $ 298.80 | 6.2 |
| ALTRIA GROUP INC COM | MO | 100 | 31.44 | 3,144.00 | 02/18/11 | 2,487.98 | 24.88 | 656.02 | 176.00 | 5.6 |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 750 | 14.04 | 10,530.00 | 01/13/11 | 13,024.49 | 17.37 | (2,494.49) | 1,350.00 | 12.8 |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 100 | 25.41 | 2,541.00 | 08/07/12 | 2,699.99 | 27.00 | (158.99) | 196.90 | 7.7 |
| AT&T INC COM | T | 1,000 | 33.71 | 33,710.00 | 01/13/11 | 27,989.90 | 27.99 | 5,720.10 | 1,800.00 | 5.3 |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 400 | 14.31 | 5,724.00 | 01/23/12 | 5,972.98 | 14.93 | (248.98) | 504.00 | 8.8 |
| ISHARES IBOXX HI YIELD CAP BOND | HYG | 100 | 93.35 | 9,335.00 | 01/13/11 | 9,126.99 | 91.27 | 208.01 | 616.00 | 6.6 |
| NATIONAL GRID PLC SPON ADR | NGG | 100 | 57.44 | 5,744.00 | 02/18/11 | 4,678.99 | 46.79 | 1,065.01 | 316.60 | 5.5 |
| PIMCO CORP & INCOME OPPTY FUND CLOSED END FUND | PTY | 375 | 19.41 | 7,278.75 | 02/18/11 | 7,460.87 | 19.90 | (182.12) | 585 00 | 8.0 |

Statement for Account [redacted]
12/01/12 - 12/31/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yiel |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| SPDR BARCLAYS HIGH YIELD BOND ETF | JNK | 500 | 40.71 | 20,355.00 | 01/13/11 | 20,050.00 | 40.10 | 305.00 | 1,374.00 | 6.8 |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 43.27 | 43,270.00 | 01/13/11 | 35,749.90 | 35.75 | 7,520.10 | 2,060.00 | 4.8 |
| WESTERN ASSET PREMIER BOND COM | WEA | 140 | 15.54 | 2,175.60 | 01/13/11 | 2,221.99 | 15.87 | (46.39) | 176.40 | 8.1 |
| ZIONS CAPITAL TRUST COM | ZB PRB | 500 | 25.44 | 12,720.00 | 01/13/11 | 12,500.00 | 25.00 | 220.00 | 1,000.00 | 7.9 |
| **Total Stocks** | | | | **$161,312.35** | | **$148,923.06** | | **$12,389.29** | **$10,453.70** | **6.5** |
| **Total Cash Account** | | | | **$161,312.35** | | **$148,923.06** | | **$12,389.29** | **$10,453.70** | **6.5** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0.0** |
| 12/03/12 | 12/03/12 | Cash | Div/Int - Income | ZIONS CAPITAL TRUST COM<br>Payable: 12/01/2012<br>Taxable Int Credited 250.00 | ZB PRB | - | $ 0.00 | $ 250.00 | 250.0 |
| 12/03/12 | 12/03/12 | Cash | Div/Int - Income | PIMCO CORP & INCOME OPPTY FUND<br>CLOSED END FUND<br>Payable: 12/03/2012<br>Ordinary Dividends 48.75 | PTY | - | 0.00 | 48.75 | 298.7 |
| 12/03/12 | 12/03/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (298.75) | 0.0 |
| 12/07/12 | 12/07/12 | Cash | Div/Int - Income | ISHARES<br>IBOXX HI YIELD CAP BOND<br>Payable: 12/07/2012<br>Ordinary Dividends 48.90 | HYG | - | 0.00 | 48.90 | 48.9 |
| 12/07/12 | 12/07/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (48.90) | 0.0 |

Statement for Account [redacted]
12/01/12 - 12/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|---|
| 12/11/12 | 12/11/12 | Cash | Div/Int - Income | SPDR BARCLAYS HIGH YIELD BOND ETF<br>Payable: 12/11/2012<br>Ordinary Dividends 111.29 | JNK | - | 0.00 | 111.29 | 111.2 |
| 12/12/12 | 12/12/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (111.29) | 0.0 |
| 12/21/12 | 12/21/12 | Cash | Div/Int - Income | WESTERN ASSET PREMIER BOND COM<br>Payable: 12/21/2012<br>Ordinary Dividends 14.70 | WEA | - | 0.00 | 14.70 | 14.7 |
| 12/21/12 | 12/21/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (14.70) | 0.0 |
| 12/31/12 | 12/31/12 | Cash | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 12/31/2012<br>Ordinary Dividends 42.00 | CMO PRB | - | 0.00 | 42.00 | 42.0 |
| 12/31/12 | 12/31/12 | Cash | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC<br>PFD 7.875% SERIES A PERP/CALL<br>Payable: 12/31/2012<br>Ordinary Dividends 49.22 | NLY PRA | - | 0.00 | 49.22 | 91.2 |
| 12/31/12 | 12/31/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (91.22) | 0.0 |
| **Closing Balance** | | | | | | | | | **$ 0.0** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MT PAI |
|---|---|---|---|---|---|---|
| 12/01/12 | $ 3,957.23 | 2 | 0.0100 | $ - | $ - | $ |
| 12/03/12 | 4,255.98 | 4 | 0.0100 | 0.01 | 0.01 | |
| 12/07/12 | 4,304.88 | 5 | 0.0100 | - | 0.01 | |
| 12/12/12 | 4,416.17 | 9 | 0.0100 | 0.01 | 0.02 | |
| 12/21/12 | 4,430.87 | 10 | 0.0100 | 0.02 | 0.04 | |
| 12/31/12 | 4,522.09 | 1 | 0.0100 | - | 0.04 | 0.0 |
| **Total Interest Income** | | | | | | **$0.0** |

Statement for Account [redacted]
12/01/12 - 12/31/12

## Trades Pending Settlement

| | Investment Description | Account Type | Symbol/ CUSIP | Quantity | Price | Trade Date | Settle Date | Amour |
|---|---|---|---|---|---|---|---|---|
| BUY | ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | Cash | NLY PRA | 100 | $ 25.46 | 12/31/12 | 01/04/13 | $ (2,555.9 |
| SELL | ANNALY CAPITAL MANAGEMENT INC COM | Cash | NLY | 750- | 14.01 | 12/31/12 | 01/04/13 | 10,497.2 |

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|
| Opening Balance | | | | | | | | $3,957.2 |
| 12/03/12 | - | 12/03/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | $ 298.75 | 4,255.9 |
| 12/07/12 | - | 12/07/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 48.90 | 4,304.8 |
| 12/12/12 | - | 12/12/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 111.29 | 4,416.1 |
| 12/21/12 | - | 12/21/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 14.70 | 4,430.8 |
| 12/31/12 | - | 12/31/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 91.22 | 4,522.0 |
| 12/31/12 | - | 12/31/12 | Received | Interest: Insured Deposit Account | - | - | 0.04 | 4,522. |
| Closing Balance | | | | | | | | $4,522. |
| TD Bank NA | | | | | | | $4,522.13 | |

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

## Important Information

**French Financial Transaction Tax (FTT) Ordinary & ADR** – Effective immediately, all opening transactions in designated French companies will be subject to the French FTT at a rate of 0.20% of the total transaction cost.

The most recent statement of financial condition for TD Ameritrade Clearing, Inc. may be obtained at no cost, via the Internet at https://www.tdameritrade.com/financial-statement#financial-statement on or before 12/29/2012, or by contacting TD Ameritrade Clearing, Inc. at 1-800-237-8692. As of 9/30/2012, TD Ameritrade Clearing, Inc. had net capital and a net capital requirement of $1.3 billion and $202.5 million, respectively. A copy of the report and comments is currently available for customers' inspection at the principal office of the commission in Washington DC and the Denver, CO office of the Commission.

**Annual Margin Disclosure**
Securities purchased on margin are the firm's collateral for the loan to you. If the securities in your account decline in value, so does the value of the collateral supporting your loan. As a result, the firm can take action, such as issuing a margin call and/or selling securities or other assets in any of your accounts held with TD Ameritrade, in order to maintain the required equity in the account.

**It is important that you fully understand the risks involved in trading securities on margin. These risks include the following: You can lose more funds than you deposit in the margin account. The firm can force the sale of securities or other assets in your account(s). The firm can sell your securities or other assets without contacting you. You are not entitled to choose which securities or other assets in your account(s) are liquidated or sold to meet a margin call. The firm can increase its "house" maintenance requirements at any time and is not required to provide you advance written notice. You are not entitled to an extension of time on a margin call.**

Anti-Money Laundering Requirements

The USA PATRIOT Act is designed to detect, deter, and punish terrorists and/or terrorist groups in the United States and abroad. The Act requires U.S. financial institutions and brokerage firms to implement comprehensive anti-money laundering programs.

What is money laundering?
Money laundering is the process of disguising illegally obtained funds so that they appear to come from legitimate sources or activities. Money laundering occurs in connection with a wide variety of crimes, including (but not limited to) illegal arms sales, drug trafficking, fraud, terrorism, embezzlement, and political corruption.

How big is the problem and why is it important?
According to the U.S. Department of State, one recent estimate puts the amount of worldwide money laundering activity at roughly $1 trillion per year. The use of the U.S. financial system by criminals to facilitate terrorism or other crimes could taint our financial markets.

What is TD Ameritrade required to do?
As required by the USA PATRIOT Act, our anti-money laundering program designates a special Compliance Officer to ensure compliance with applicable laws, maintains policies and procedures to detect and report suspicious transactions, performs employee training, and conducts independent audits. Federal law also requires all financial institutions to obtain, verify and record information that identifies each person who opens an account. As part of this requirement, we may ask you to provide various identification documents or other information. Until you provide the information or documents required, we may not be able to open an account or process transactions for you.

We thank you for your patience and look forward to your support in our efforts to deny terrorist groups access to America's financial system.

## Statement Period

November 30, 2012 to December 31, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 8,018.03 | 154,164.53 | 162,182.56 |
| Total Assets Held in Account | | 8,018.03 | 154,164.53 | 162,182.56 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

Account Number: [redacted]
Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management

**Statement Period**
November 30, 2012 to December 31, 2012

**Page**

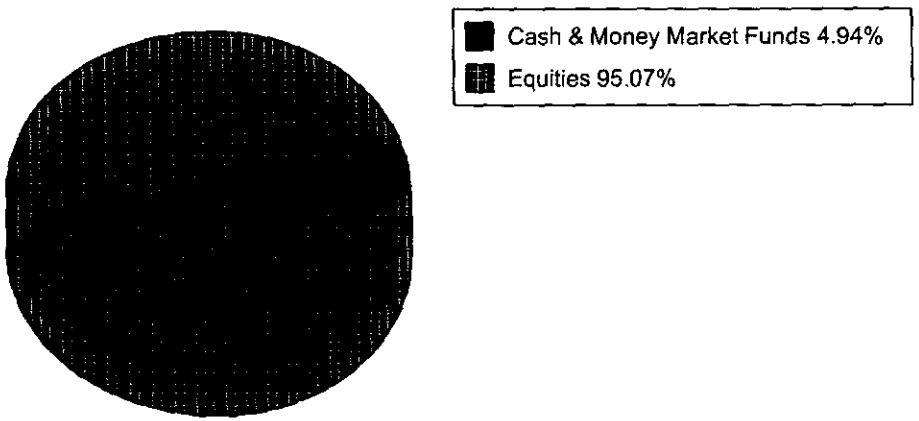

## Account Summary

| | 11/30/12 Value | 12 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 7,049.03 | 8,018.03 |
| Equities | 153,504.95 | 154,164.53 |
| **Total Account Value** | **160,553.98** | **162,182.56** |
| **Net Account Value** | **160,553.98** | **162,182.56** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 7,049.03 | 153,504.95 | 160,553.98 |
| Funds Deposited | | | |
| Income Activity | 475.45 | | 475.45 |
| Securities Sold/Matured | 7,091.01 | (7,091.01) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (6,597.46) | 6,597.46 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 1,153.13 | 1,153.13 |
| **Ending Balance** | **8,018.03** | **154,164.53** | **162,182.56** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on December 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.01% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on December 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (1,533.45) | (0.95%) | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 9,551.48 | 5.89% | |
| **Total Cash & Money Market Funds** | | | | | **8,018.03** | **4.94%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 76.000 | 57.480 | 4,368.48 | 2.69% | 60.80 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 58.000 | 62.630 | 3,632.54 | 2.24% | 104.40 |
| AMGEN INC | Cash | AMGN | 27.000 | 86.200 | 2,327.40 | 1.44% | 50.76 |
| APPLE INC | Cash | AAPL | 16.000 | 532.173 | 8,514.77 | 5.25% | 169.60 |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 354.430 | 1,417.72 | 0.87% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 40.000 | 66.660 | 2,666.40 | 1.64% | 72.00 |
| BOEING COMPANY | Cash | BA | 30.000 | 75.360 | 2,260.80 | 1.39% | 58.20 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 45.000 | 57.930 | 2,606.85 | 1.61% | 9.00 |
| CATERPILLAR INC | Cash | CAT | 13.000 | 89.609 | 1,164.91 | 0.72% | 27.04 |
| CHEVRON CORPORATION | Cash | CVX | 31.000 | 108.140 | 3,352.34 | 2.07% | 111.60 |
| CISCO SYSTEMS INC | Cash | CSCO | 293.000 | 19.649 | 5,757.27 | 3.55% | 164.08 |
| CITIGROUP INC NEW | Cash | C | 204.000 | 39.560 | 8,070.24 | 4.98% | 8.16 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 134.000 | 35.920 | 4,813.28 | 2.97% | 87.10 |
| CONOCOPHILLIPS | Cash | COP | 59.000 | 57.990 | 3,421.41 | 2.11% | 155.76 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 74.000 | 48.350 | 3,577.90 | 2.21% | 66.60 |
| EMC CORPORATION | Cash | EMC | 100.000 | 25.300 | 2,530.00 | 1.56% | |
| FACEBOOK INC-CLASS A | Cash | FB | 40.000 | 26.620 | 1,064.79 | 0.66% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 40.000 | 34.200 | 1,368.00 | 0.84% | 50.00 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 99.000 | 20.990 | 2,078.01 | 1.28% | 75.24 |
| GILEAD SCIENCES INC | Cash | GILD | 21.000 | 73.450 | 1,542.45 | 0.95% | |
| GOOGLE INC-CL A | Cash | GOOG | 4.000 | 707.380 | 2,829.52 | 1.74% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 75.000 | 63.470 | 4,760.25 | 2.94% | 123.00 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 191.550 | 2,681.70 | 1.65% | 47.60 |
| JOHNSON & JOHNSON | Cash | JNJ | 74.000 | 70.100 | 5,187.40 | 3.20% | 180.56 |
| JOY GLOBAL INC | Cash | JOY | 27.000 | 63.780 | 1,722.06 | 1.06% | 18.90 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 66.000 | 35.520 | 2,344.32 | 1.45% | 42.24 |
| MACYS INC | Cash | M | 83.000 | 39.020 | 3,238.66 | 2.00% | 66.40 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 491.280 | 2,947.68 | 1.82% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 96.960 | 3,393.60 | 2.09% | 28.00 |
| MICROSOFT CORPORATION | Cash | MSFT | 110.000 | 26.710 | 2,938.07 | 1.81% | 101.20 |
| MONSANTO CO NEW | Cash | MON | 26.000 | 94.650 | 2,460.90 | 1.52% | 39.00 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 45.000 | 76.610 | 3,447.45 | 2.13% | 97.20 |
| ORACLE CORP | Cash | ORCL | 131.000 | 33.320 | 4,364.92 | 2.69% | 31.44 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 85.060 | 2,126.50 | 1.31% | 41.00 |
| PEABODY ENERGY CORPORATION | Cash | BTU | 51.000 | 26.610 | 1,357.11 | 0.84% | 17.34 |
| PEPSICO INCORPORATED | Cash | PEP | 23.000 | 68.430 | 1,573.89 | 0.97% | 49.45 |
| PFIZER INCORPORATED | Cash | PFE | 224.000 | 25.079 | 5,617.76 | 3.46% | 215.04 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 44.000 | 58.310 | 2,565.64 | 1.58% | 70.40 |
| QUALCOMM INC | Cash | QCOM | 44.000 | 61.860 | 2,721.82 | 1.68% | 44.00 |
| REPUBLIC SERVICES INC COMMON | Cash | RSG | 47.000 | 29.330 | 1,378.51 | 0.85% | 44.18 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ROSS STORES INCORPORATED | Cash | ROST | 32.000 | 54.090 | 1,730.88 | 1.07% | 17.92 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 68.000 | 69.299 | 4,712.30 | 2.91% | 74.80 |
| SYSCO CORPORATION | Cash | SYY | 82.000 | 31.660 | 2,596.12 | 1.60% | 91.84 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 80.000 | 30.890 | 2,471.20 | 1.52% | 67.20 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 125.720 | 2,388.68 | 1.47% | 52.44 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 21.000 | 82.010 | 1,722.21 | 1.06% | 44.94 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 26.000 | 54.240 | 1,410.24 | 0.87% | 22.10 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 39.000 | 41.900 | 1,634.10 | 1.01% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 82.000 | 52.740 | 4,324.68 | 2.67% | 90.20 |
| WAL-MART STORES INC | Cash | WMT | 73.000 | 68.230 | 4,980.79 | 3.07% | 116.07 |
| **Total Equities** | | | | | **154,164.53** | **95.07%** | **3,112.00** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/03 | Taxable Dividend | INTEL CORPORATION<br>INTC on 89.000000 PD:2012-12-01 | Cash | INTC | 20.02 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/03 | Taxable Dividend | CONOCOPHILLIPS<br>COP on 59.000000 PD:2012-12-03 | Cash | COP | 38.94 |
| 12/04 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 224.000000 PD:2012-12-04 | Cash | PFE | 49.28 |
| 12/07 | Taxable Dividend | PARKER HANNIFIN CORPORATION<br>PH on 25.000000 PD:2012-12-07 | Cash | PH | 10.25 |
| 12/07 | Taxable Dividend | BOEING COMPANY<br>BA on 30.000000 PD:2012-12-07 | Cash | BA | 13.20 |
| 12/07 | Taxable Dividend | AMGEN INC<br>AMGN on 27.000000 PD:2012-12-07 | Cash | AMGN | 9.72 |
| 12/10 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 21.000000 PD:2012-12-10 | Cash | UTX | 11.23 |
| 12/10 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 14.000000 PD:2012-12-10 | Cash | IBM | 11.90 |
| 12/10 | Taxable Dividend | HONEYWELL INTERNATIONAL INC.<br>COM<br>HON on 75.000000 PD:2012-12-10 | Cash | HON | 30.75 |
| 12/10 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 59.000000 PD:2012-12-10 | Cash | CVX | 53.10 |
| 12/11 | Taxable Dividend | JOHNSON & JOHNSON<br>JNJ on 52.000000 PD:2012-12-11 | Cash | JNJ | 31.72 |
| 12/13 | Taxable Dividend | MICROSOFT CORPORATION<br>MSFT on 110.000000 PD:2012-12-13 | Cash | MSFT | 25.30 |
| 12/18 | Taxable Dividend | JOY GLOBAL INC<br>JOY on 15.000000 PD:2012-12-18 | Cash | JOY | 2.63 |
| 12/19 | Taxable Dividend | CISCO SYSTEMS INC<br>CSCO on 293.000000 PD:2012-12-19 | Cash | CSCO | 41.02 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/21 | Taxable Dividend | UNITEDHEALTH GROUP INC<br>UNH on 26.000000 PD:2012-12-21 | Cash | UNH | 5.53 |
| 12/21 | Taxable Dividend | QUALCOMM INC<br>QCOM on 44.000000 PD:2012-12-21 | Cash | QCOM | 11.00 |
| 12/21 | Taxable Dividend | ORACLE CORP<br>ORCL 2nd, 3rd, 4th qtr 2013 @ .06 each | Cash | ORCL | 26.46 |
| 12/27 | Taxable Dividend | WAL-MART STORES INC<br>WMT on 73.000000 PD:2012-12-27 | Cash | WMT | 29.02 |
| 12/27 | Taxable Dividend | OCCIDENTAL PETROLEUM CORP<br>OXY on 38.000000 PD:2012-12-27 | Cash | OXY | 20.52 |
| 12/28 | Taxable Dividend | ROSS STORES INCORPORATED<br>ROST on 32.000000 PD:2012-12-28 | Cash | ROST | 4.48 |
| 12/31 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 82.000000 PD:2012-12-31 | Cash | VIAB | 22.55 |
| 12/31 | Taxable Dividend | CATERPILLAR INC<br>CAT on 13.000000 PD:2012-12-31 | Cash | CAT | 6.76 |
| 12/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.07 |
| **Total Income Activity** | | | | | **475.45** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/13 | Sell | ORACLE CORP | Cash | ORCL | (16.000) | 31.470 | 503.51 |
| 12/19 | Sell | FREEPORT MCMORAN COPPER & GOLD CL B | Cash | FCX | (23.000) | 34.030 | 782.67 |
| 12/19 | Sell | CITIGROUP INC NEW | Cash | C | (19.000) | 39.381 | 748.22 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/20 | Sell | RALCORP HOLDINGS INC | Cash | RAH | (18.000) | 89.241 | 1,606.30 |
| 12/21 | Sell | MERCK & CO INC NEW | Cash | MRK | (83.000) | 41.571 | 3,450.31 |
| **Total Securities Sold/Matured** | | | | | | | **7,091.01** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/19 | Buy | VERTEX PHARMACEUTICALS INC | Cash | VRTX | 17.000 | 43.040 | (731.68) |
| 12/19 | Buy | TEXAS INSTRUMENTS INC | Cash | TXN | 31.000 | 31.290 | (969.99) |
| 12/19 | Buy | JOY GLOBAL INC | Cash | JOY | 12.000 | 62.680 | (752.16) |
| 12/19 | Buy | AMERICAN EXPRESS COMPANY | Cash | AXP | 9.000 | 56.810 | (511.29) |
| 12/20 | Buy | JOHNSON & JOHNSON | Cash | JNJ | 13.000 | 70.830 | (920.79) |
| 12/21 | Buy | OCCIDENTAL PETROLEUM CORP | Cash | OXY | 7.000 | 77.890 | (545.23) |
| 12/21 | Buy | JOHNSON & JOHNSON | Cash | JNJ | 9.000 | 70.319 | (632.87) |
| 12/28 | Buy | APPLE INC | Cash | AAPL | 3.000 | 511.150 | (1,533.45) |
| **Total Securities Purchased** | | | | | | | **(6,597.46)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 475.38 | | 2,961.95 | |
| Money Market | 0.07 | | 0.71 | |
| **Total Income** | **475.45** | | **2,962.66** | |

# Other Important Information

## Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| Sales Proceeds | 7,091.01 | 93,991.20 |

## Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 11/30/12 | Beginning Balance | | 7,049.03 |
| 12/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 58.96 | 7,107.99 |
| 12/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 49.28 | 7,157.27 |
| 12/07/12 | Sweep to Dreyfus 696 General MMKT Cl B | 19.97 | 7,177.24 |
| 12/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 120.18 | 7,297.42 |
| 12/11/12 | Sweep to Dreyfus 696 General MMKT Cl B | 31.72 | 7,329.14 |
| 12/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 25.30 | 7,354.44 |
| 12/18/12 | Sweep to Dreyfus 696 General MMKT Cl B | 506.14 | 7,860.58 |
| 12/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 41.02 | 7,901.60 |
| 12/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 16.53 | 7,918.13 |
| 12/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,407.77) | 6,510.36 |
| 12/26/12 | Sweep to Dreyfus 696 General MMKT Cl B | 685.51 | 7,195.87 |
| 12/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2,292.73 | 9,488.60 |
| 12/28/12 | Sweep to Dreyfus 696 General MMKT Cl B | 33.50 | 9,522.10 |
| 12/31/12 | Accumulated Earnings Posted | 0.07 | 9,522.17 |
| 12/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 29.31 | 9,551.48 |

## Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 01/02/13 | Dividend | MCKESSON CORPORATION | MCK | 7.00 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 01/02/13 | Dividend | PEPSICO INCORPORATED | PEP | 12.36 |
| 01/02/13 | Dividend | UNION PACIFIC CORPORATION | UNP | 13.11 |
| 01/02/13 | Dividend | MACYS INC | M | 16.60 |
| 01/03/13 | Dividend | BAXTER INTERNATIONAL INC | BAX | 18.00 |
| 01/11/13 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 18.70 |
| 01/25/13 | Dividend | GENERAL ELECTRIC COMPANY | GE | 18.81 |
| **Total** | | | | **104.58** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

## Statement Period

October 31, 2012 to November 30, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 7,049.03 | 153,504.95 | 160,553.98 |
| Total Assets Held in Account | | 7,049.03 | 153,504.95 | 160,553.98 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

Account Number: [redacted]
Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management

**Statement Period**
October 31, 2012 to November 30, 2012

**Page**

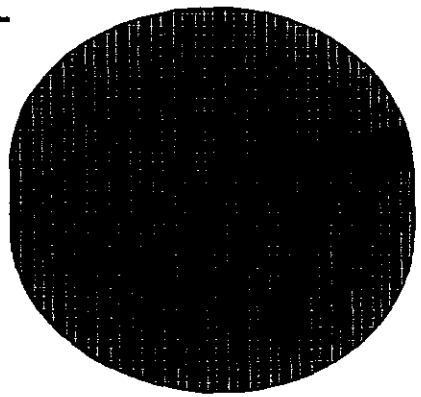

## Account Summary

| | 10/31/12 Value | 11 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 6,551.90 | 7,049.03 |
| Equities | 153,184.51 | 153,504.95 |
| **Total Account Value** | **159,736.41** | **160,553.98** |
| **Net Account Value** | **159,736.41** | **160,553.98** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,551.90 | 153,184.51 | 159,736.41 |
| Funds Deposited | | | |
| Income Activity | 173.32 | | 173.32 |
| Securities Sold/Matured | 5,669.46 | (5,669.46) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (5,345.65) | 5,345.65 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 644.25 | 644.25 |
| **Ending Balance** | **7,049.03** | **153,504.95** | **160,553.98** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on November 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on November 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 7,049.03 | 4.39% | |
| **Total Cash & Money Market Funds** | | | | | **7,049.03** | **4.39%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 67.000 | 55.900 | 3,745.30 | 2.33% | 53.60 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 58.000 | 60.670 | 3,518.86 | 2.19% | 104.40 |
| AMGEN INC | Cash | AMGN | 27.000 | 88.800 | 2,397.60 | 1.49% | 38.88 |
| APPLE INC | Cash | AAPL | 13.000 | 585.280 | 7,608.64 | 4.74% | 137.80 |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 383.770 | 1,535.08 | 0.96% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 40.000 | 66.270 | 2,650.80 | 1.65% | 72.00 |
| BOEING COMPANY | Cash | BA | 30.000 | 74.280 | 2,228.40 | 1.39% | 52.80 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 45.000 | 57.600 | 2,592.00 | 1.61% | 9.00 |
| CATERPILLAR INC | Cash | CAT | 13.000 | 85.240 | 1,108.12 | 0.69% | 27.04 |
| CHEVRON CORPORATION | Cash | CVX | 31.000 | 105.690 | 3,276.39 | 2.04% | 111.60 |
| CISCO SYSTEMS INC | Cash | CSCO | 293.000 | 18.910 | 5,540.63 | 3.45% | 164.08 |
| CITIGROUP INC NEW | Cash | C | 223.000 | 34.570 | 7,709.11 | 4.80% | 8.92 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 134.000 | 36.040 | 4,829.36 | 3.01% | 87.10 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CONOCOPHILLIPS | Cash | COP | 59.000 | 56.940 | 3,359.46 | 2.09% | 155.76 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 74.000 | 46.510 | 3,441.74 | 2.14% | 48.10 |
| EMC CORPORATION | Cash | EMC | 100.000 | 24.820 | 2,482.00 | 1.55% | |
| FACEBOOK INC-CLASS A | Cash | FB | 40.000 | 28.000 | 1,120.00 | 0.70% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 63.000 | 39.010 | 2,457.63 | 1.53% | 78.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 99.000 | 21.130 | 2,091.87 | 1.30% | 67.32 |
| GILEAD SCIENCES INC | Cash | GILD | 21.000 | 75.000 | 1,575.00 | 0.98% | |
| GOOGLE INC-CL A | Cash | GOOG | 4.000 | 698.370 | 2,793.48 | 1.74% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 75.000 | 61.330 | 4,599.75 | 2.86% | 123.00 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 190.070 | 2,660.98 | 1.66% | 47.60 |
| JOHNSON & JOHNSON | Cash | JNJ | 52.000 | 69.730 | 3,625.96 | 2.26% | 126.88 |
| JOY GLOBAL INC | Cash | JOY | 15.000 | 56.990 | 854.85 | 0.53% | 10.50 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 66.000 | 36.090 | 2,381.94 | 1.48% | 42.24 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MACYS INC | Cash | M | 83.000 | 38.700 | 3,212.10 | 2.00% | 66.40 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 488.680 | 2,932.08 | 1.83% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 94.470 | 3,306.45 | 2.06% | 28.00 |
| MERCK & CO INC NEW | Cash | MRK | 83.000 | 44.300 | 3,676.90 | 2.29% | 142.76 |
| MICROSOFT CORPORATION | Cash | MSFT | 110.000 | 26.615 | 2,927.65 | 1.82% | 101.20 |
| MONSANTO CO NEW | Cash | MON | 26.000 | 91.590 | 2,381.34 | 1.48% | 39.00 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 38.000 | 75.210 | 2,857.98 | 1.78% | 82.08 |
| ORACLE CORP | Cash | ORCL | 147.000 | 32.175 | 4,729.73 | 2.95% | 35.28 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 82.150 | 2,053.75 | 1.28% | 41.00 |
| PEABODY ENERGY CORPORATION | Cash | BTU | 51.000 | 25.110 | 1,280.61 | 0.80% | 17.34 |
| PEPSICO INCORPORATED | Cash | PEP | 23.000 | 70.210 | 1,614.83 | 1.01% | 49.45 |
| PFIZER INCORPORATED | Cash | PFE | 224.000 | 25.020 | 5,604.48 | 3.49% | 197.12 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 44.000 | 56.140 | 2,470.16 | 1.54% | 70.40 |
| QUALCOMM INC | Cash | QCOM | 44.000 | 63.620 | 2,799.28 | 1.74% | 44.00 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 89.140 | 1,604.52 | 1.00% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| REPUBLIC SERVICES INC COMMON | Cash | RSG | 47.000 | 28.470 | 1,338.09 | 0.83% | 44.18 |
| ROSS STORES INCORPORATED | Cash | ROST | 32.000 | 57.076 | 1,826.43 | 1.14% | 17.92 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 68.000 | 71.620 | 4,870.16 | 3.03% | 74.80 |
| SYSCO CORPORATION | Cash | SYY | 82.000 | 31.650 | 2,595.30 | 1.62% | 91.84 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 49.000 | 29.470 | 1,444.03 | 0.90% | 41.16 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 122.780 | 2,332.82 | 1.45% | 52.44 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 21.000 | 80.110 | 1,682.31 | 1.05% | 44.94 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 26.000 | 54.390 | 1,414.14 | 0.88% | 22.10 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 22.000 | 39.790 | 875.38 | 0.55% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 82.000 | 51.610 | 4,232.02 | 2.64% | 90.20 |
| WAL-MART STORES INC | Cash | WMT | 73.000 | 72.020 | 5,257.46 | 3.27% | 116.07 |
| **Total Equities** | | | | | **153,504.95** | **95.60%** | **3,084.25** |

**End of Account Positions**

## Account Activity

### Income Activity

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 63.000000 PD:2012-11-01 | Cash | FCX | 19.69 |
| 11/02 | Taxable Dividend | ORACLE CORP<br>ORCL on 147.000000 PD:2012-11-02 | Cash | ORCL | 8.82 |
| 11/02 | Taxable Dividend | CVS/CAREMARK CORPORATION<br>CVS on 74.000000 PD:2012-11-02 | Cash | CVS | 12.03 |
| 11/05 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 44.000000 PD:2012-11-05 | Cash | PNC | 17.60 |
| 11/07 | Taxable Dividend | LOWES COMPANIES INCORPORATED<br>LOW on 66.000000 PD:2012-11-07 | Cash | LOW | 10.56 |
| 11/09 | Taxable Dividend | MASTERCARD INC-CL A<br>MA on 6.000000 PD:2012-11-09 | Cash | MA | 1.80 |
| 11/09 | Taxable Dividend | AMERICAN EXPRESS COMPANY<br>AXP on 44.000000 PD:2012-11-09 | Cash | AXP | 8.80 |
| 11/15 | Taxable Dividend | APPLE INC<br>AAPL on 12.000000 PD:2012-11-15 | Cash | AAPL | 31.80 |
| 11/15 | Taxable Dividend | ABBOTT LABORATORIES INC<br>ABT on 24.000000 PD:2012-11-15 | Cash | ABT | 12.24 |
| 11/16 | Taxable Dividend | AMERIPRISE FINANCIAL INC<br>AMP on 58.000000 PD:2012-11-16 | Cash | AMP | 26.10 |
| 11/19 | Taxable Dividend | TEXAS INSTRUMENTS INC<br>TXN on 49.000000 PD:2012-11-19 | Cash | TXN | 10.29 |
| 11/19 | Taxable Dividend | CAPITAL ONE FINANCIAL CORP<br>COF on 45.000000 PD:2012-11-19 | Cash | COF | 2.25 |
| 11/20 | Taxable Dividend | CATERPILLAR INC<br>CAT on 13.000000 PD:2012-11-20 | Cash | CAT | 6.76 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/21 | Taxable Dividend | CITIGROUP INC NEW<br>C on 223.000000 PD:2012-11-21 | Cash | C | 2.23 |
| 11/23 | Taxable Dividend | PEABODY ENERGY CORPORATION<br>BTU on 27.000000 PD:2012-11-23 | Cash | BTU | 2.29 |
| 11/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.06 |
| **Total Income Activity** | | | | | **173.32** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/05 | Sell | DUPONT E I DE NEMOURS & CO | Cash | DD | (21.000) | 44.250 | 929.23 |
| 11/13 | Sell | INTEL CORPORATION | Cash | INTC | (89.000) | 20.540 | 1,828.02 |
| 11/21 | Sell | CHEVRON CORPORATION | Cash | CVX | (28.000) | 104.010 | 2,912.21 |
| **Total Securities Sold/Matured** | | | | | | | **5,669.46** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/09 | Buy | APPLE INC | Cash | AAPL | 1.000 | 548.950 | (548.95) |
| 11/12 | Buy | QUALCOMM INC | Cash | QCOM | 9.000 | 61.880 | (556.92) |
| 11/20 | Buy | AMERICAN EXPRESS COMPANY | Cash | AXP | 23.000 | 55.560 | (1,277.88) |
| 11/21 | Buy | REPUBLIC SERVICES INC<br>COMMON | Cash | RSG | 28.000 | 27.600 | (772.80) |
| 11/21 | Buy | PEPSICO INCORPORATED | Cash | PEP | 23.000 | 69.300 | (1,593.90) |
| 11/21 | Buy | PEABODY ENERGY CORPORATION | Cash | BTU | 24.000 | 24.800 | (595.20) |
| **Total Securities Purchased** | | | | | | | **(5,345.65)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 173.26 | | 2,486.57 | |
| Money Market | 0.06 | | 0.64 | |
| **Total Income** | **173.32** | | **2,487.21** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **5,669.46** | **86,900.19** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/31/12 | Beginning Balance | | 6,551.90 |
| 11/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 19.69 | 6,571.59 |
| 11/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 20.85 | 6,592.44 |
| 11/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 17.60 | 6,610.04 |
| 11/07/12 | Sweep to Dreyfus 696 General MMKT Cl B | 10.56 | 6,620.60 |
| 11/08/12 | Sweep to Dreyfus 696 General MMKT Cl B | 929.23 | 7,549.83 |
| 11/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 10.60 | 7,560.43 |
| 11/15/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,061.83) | 6,498.60 |
| 11/16/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,854.12 | 8,352.72 |
| 11/19/12 | Sweep to Dreyfus 696 General MMKT Cl B | 12.54 | 8,365.26 |
| 11/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 6.76 | 8,372.02 |
| 11/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2.23 | 8,374.25 |
| 11/23/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2.29 | 8,376.54 |
| 11/26/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,277.88) | 7,098.66 |
| 11/27/12 | Sweep from Dreyfus 696 General MMKT Cl B | (49.69) | 7,048.97 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 11/30/12 | Accumulated Earnings Posted | 0.06 | 7,049.03 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 12/03/12 | Dividend | CONOCOPHILLIPS | COP | 38.94 |
| 12/04/12 | Dividend | PFIZER INCORPORATED | PFE | 49.28 |
| 12/07/12 | Dividend | AMGEN INC | AMGN | 9.72 |
| 12/07/12 | Dividend | PARKER HANNIFIN CORPORATION | PH | 10.25 |
| 12/07/12 | Dividend | BOEING COMPANY | BA | 13.20 |
| 12/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 11.23 |
| 12/10/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 11.90 |
| 12/10/12 | Dividend | HONEYWELL INTERNATIONAL INC. COM | HON | 30.75 |
| 12/10/12 | Dividend | CHEVRON CORPORATION | CVX | 53.10 |
| 12/11/12 | Dividend | JOHNSON & JOHNSON | JNJ | 31.72 |
| 12/13/12 | Dividend | MICROSOFT CORPORATION | MSFT | 25.30 |
| 12/19/12 | Dividend | CISCO SYSTEMS INC | CSCO | 41.02 |
| **Total** | | | | **326.41** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
September 28, 2012 to October 31, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 6,551.90 | 153,184.51 | 159,736.41 |
| Total Assets Held in Account | | 6,551.90 | 153,184.51 | 159,736.41 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest.á If you invest in Canadian Securities please go to http://cdntax.swst.comá on the SWS website for additional information.

Account Number: [redacted]
Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management

**Statement Period**
September 28, 2012 to October 31, 2012

**Page**
1 of 10

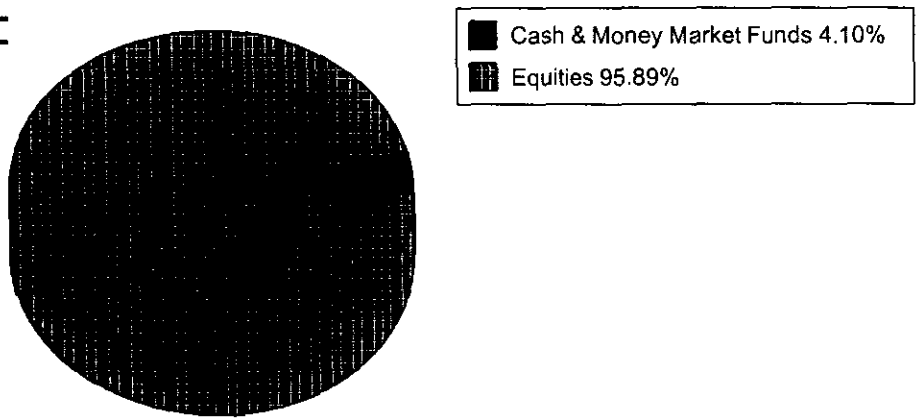
## Account Summary

| | 09/28/12 Value | 10 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 5,257.12 | 6,551.90 |
| Equities | 156,863.77 | 153,184.51 |
| **Total Account Value** | **162,120.89** | **159,736.41** |
| **Net Account Value** | **162,120.89** | **159,736.41** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 5,257.12 | 156,863.77 | 162,120.89 |
| Funds Deposited | | | |
| Income Activity | 257.30 | | 257.30 |
| Securities Sold/Matured | 7,738.52 | (7,738.52) | |
| Securities Received | | | |
| Funds Withdrawn | (611.27) | | (611.27) |
| Margin Interest | | | |
| Securities Purchased | (6,089.77) | 6,089.77 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (2,030.51) | (2,030.51) |
| **Ending Balance** | **6,551.90** | **153,184.51** | **159,736.41** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on October 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on October 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 6,551.90 | 4.10% | |
| **Total Cash & Money Market Funds** | | | | | **6,551.90** | **4.10%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 44.000 | 55.970 | 2,462.68 | 1.54% | 35.20 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 58.000 | 58.370 | 3,385.46 | 2.12% | 104.40 |
| AMGEN INC | Cash | AMGN | 27.000 | 86.490 | 2,335.23 | 1.46% | 38.88 |
| APPLE INC | Cash | AAPL | 12.000 | 595.320 | 7,143.84 | 4.47% | 127.20 |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 375.000 | 1,500.00 | 0.94% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 40.000 | 62.630 | 2,505.20 | 1.57% | 72.00 |
| BOEING COMPANY | Cash | BA | 30.000 | 70.440 | 2,113.20 | 1.32% | 52.80 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 45.000 | 60.170 | 2,707.65 | 1.70% | 9.00 |
| CATERPILLAR INC | Cash | CAT | 13.000 | 84.810 | 1,102.53 | 0.69% | 27.04 |
| CHEVRON CORPORATION | Cash | CVX | 59.000 | 110.241 | 6,504.22 | 4.07% | 212.40 |
| CISCO SYSTEMS INC | Cash | CSCO | 293.000 | 17.145 | 5,023.48 | 3.14% | 164.08 |
| CITIGROUP INC NEW | Cash | C | 223.000 | 37.390 | 8,337.97 | 5.22% | 8.92 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 134.000 | 36.440 | 4,882.96 | 3.06% | 87.10 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CONOCOPHILLIPS | Cash | COP | 59.000 | 57.850 | 3,413.15 | 2.14% | 155.76 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 74.000 | 46.400 | 3,433.60 | 2.15% | 48.10 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 21.000 | 44.520 | 934.92 | 0.59% | 36.12 |
| EMC CORPORATION | Cash | EMC | 100.000 | 24.420 | 2,442.00 | 1.53% | |
| FACEBOOK INC-CLASS A | Cash | FB | 40.000 | 21.110 | 844.40 | 0.53% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 63.000 | 38.880 | 2,449.44 | 1.53% | 78.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 99.000 | 21.060 | 2,084.94 | 1.31% | 67.32 |
| GILEAD SCIENCES INC | Cash | GILD | 21.000 | 67.175 | 1,410.68 | 0.88% | |
| GOOGLE INC-CL A | Cash | GOOG | 4.000 | 680.298 | 2,721.19 | 1.70% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 75.000 | 61.240 | 4,593.00 | 2.88% | 123.00 |
| INTEL CORPORATION | Cash | INTC | 89.000 | 21.630 | 1,925.07 | 1.21% | 80.10 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 194.530 | 2,723.42 | 1.70% | 47.60 |
| JOHNSON & JOHNSON | Cash | JNJ | 52.000 | 70.820 | 3,682.64 | 2.31% | 126.88 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| JOY GLOBAL INC | Cash | JOY | 15.000 | 62.450 | 936.75 | 0.59% | 10.50 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 66.000 | 32.380 | 2,137.08 | 1.34% | 42.24 |
| MACYS INC | Cash | M | 83.000 | 38.070 | 3,159.81 | 1.98% | 66.40 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 460.930 | 2,765.58 | 1.73% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 93.310 | 3,265.85 | 2.04% | 28.00 |
| MERCK & CO INC NEW | Cash | MRK | 83.000 | 45.630 | 3,787.29 | 2.37% | 139.44 |
| MICROSOFT CORPORATION | Cash | MSFT | 110.000 | 28.540 | 3,139.40 | 1.97% | 101.20 |
| MONSANTO CO NEW | Cash | MON | 26.000 | 86.070 | 2,237.82 | 1.40% | 39.00 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 38.000 | 78.960 | 3,000.48 | 1.88% | 82.08 |
| ORACLE CORP | Cash | ORCL | 147.000 | 31.080 | 4,568.76 | 2.86% | 35.28 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 78.660 | 1,966.50 | 1.23% | 41.00 |
| PEABODY ENERGY CORPORATION | Cash | BTU | 27.000 | 27.900 | 753.30 | 0.47% | 9.18 |
| PFIZER INCORPORATED | Cash | PFE | 224.000 | 24.870 | 5,570.88 | 3.49% | 197.12 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 44.000 | 58.200 | 2,560.80 | 1.60% | 70.40 |
| QUALCOMM INC | Cash | QCOM | 35.000 | 58.610 | 2,051.35 | 1.28% | 35.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 72.190 | 1,299.42 | 0.81% | |
| REPUBLIC SERVICES INC COMMON | Cash | RSG | 19.000 | 28.350 | 538.65 | 0.34% | 17.86 |
| ROSS STORES INCORPORATED | Cash | ROST | 32.000 | 60.950 | 1,950.40 | 1.22% | 17.92 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 68.000 | 69.530 | 4,728.04 | 2.96% | 74.80 |
| SYSCO CORPORATION | Cash | SYY | 82.000 | 31.070 | 2,547.74 | 1.59% | 88.56 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 49.000 | 28.090 | 1,376.41 | 0.86% | 41.16 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 123.030 | 2,337.57 | 1.46% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 21.000 | 78.160 | 1,641.36 | 1.03% | 44.94 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 26.000 | 56.000 | 1,456.00 | 0.91% | 22.10 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 22.000 | 48.280 | 1,062.16 | 0.66% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 82.000 | 51.290 | 4,205.78 | 2.63% | 90.20 |
| WAL-MART STORES INC | Cash | WMT | 73.000 | 75.020 | 5,476.46 | 3.43% | 116.07 |
| **Total Equities** | | | | | **153,184.51** | **95.89%** | **3,165.90** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/01 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 82.000000 PD:2012-10-01 | Cash | VIAB | 22.55 |
| 10/01 | Taxable Dividend | UNION PACIFIC CORPORATION<br>UNP on 19.000000 PD:2012-10-01 | Cash | UNP | 11.40 |
| 10/01 | Taxable Dividend | MCKESSON CORPORATION<br>MCK on 35.000000 PD:2012-10-01 | Cash | MCK | 7.00 |
| 10/01 | Taxable Dividend | MACYS INC<br>M on 83.000000 PD:2012-10-01 | Cash | M | 16.60 |
| 10/01 | Taxable Dividend | BAXTER INTERNATIONAL INC<br>BAX on 40.000000 PD:2012-10-01 | Cash | BAX | 18.00 |
| 10/05 | Taxable Dividend | MERCK & CO INC NEW<br>MRK on 83.000000 PD:2012-10-05 | Cash | MRK | 34.86 |
| 10/12 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 50.000000 PD:2012-10-12 | Cash | SLB | 13.75 |
| 10/15 | Taxable Dividend | OCCIDENTAL PETROLEUM CORP<br>OXY on 30.000000 PD:2012-10-15 | Cash | OXY | 16.20 |
| 10/24 | Taxable Dividend | COMCAST CORP-SPECIAL CL A NEW<br>CMCSK on 167.000000 PD:2012-10-24 | Cash | CMCSK | 27.14 |
| 10/24 | Taxable Dividend | CISCO SYSTEMS INC<br>CSCO on 293.000000 PD:2012-10-24 | Cash | CSCO | 41.02 |
| 10/25 | Taxable Dividend | GENERAL ELECTRIC COMPANY<br>GE on 99.000000 PD:2012-10-25 | Cash | GE | 16.83 |
| 10/26 | Taxable Dividend | SYSCO CORPORATION<br>SYY on 82.000000 PD:2012-10-26 | Cash | SYY | 22.14 |
| 10/26 | Taxable Dividend | MONSANTO CO NEW<br>MON on 26.000000 PD:2012-10-26 | Cash | MON | 9.75 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.06 |
| **Total Income Activity** | | | | | **257.30** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/03 | Sell | DUPONT E I DE NEMOURS & CO | Cash | DD | (18.000) | 49.330 | 887.92 |
| 10/03 | Sell | CATERPILLAR INC | Cash | CAT | (8.000) | 84.690 | 677.50 |
| 10/03 | Sell | APPLE INC | Cash | AAPL | (1.000) | 666.440 | 666.43 |
| 10/04 | Sell | COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | (33.000) | 35.290 | 1,164.54 |
| 10/04 | Sell | CVS/CAREMARK CORPORATION | Cash | CVS | (11.000) | 48.940 | 538.33 |
| 10/09 | Sell | AMGEN INC | Cash | AMGN | (6.000) | 85.580 | 513.47 |
| 10/18 | Sell | AMERISOURCEBERGEN CORP | Cash | ABC | (26.000) | 40.790 | 1,060.52 |
| 10/19 | Sell | ABBOTT LABORATORIES INC | Cash | ABT | (24.000) | 66.470 | 1,595.24 |
| 10/23 | Sell | TEXAS INSTRUMENTS INC | Cash | TXN | (23.000) | 27.590 | 634.57 |
| **Total Securities Sold/Matured** | | | | | | | **7,738.52** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 10/11 | Journal | ADV FEE | Cash | | (611.27) |
| **Total Funds Withdrawn** | | | | | **(611.27)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/09 | Buy | ABBOTT LABORATORIES INC | Cash | ABT | 24.000 | 70.840 | (1,700.16) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/18 | Buy | REPUBLIC SERVICES INC COMMON | Cash | RSG | 19.000 | 28.600 | (543.40) |
| 10/23 | Buy | MICROSOFT CORPORATION | Cash | MSFT | 48.000 | 28.040 | (1,345.90) |
| 10/26 | Buy | PEABODY ENERGY CORPORATION | Cash | BTU | 27.000 | 28.240 | (762.48) |
| 10/26 | Buy | MICROSOFT CORPORATION | Cash | MSFT | 62.000 | 28.030 | (1,737.83) |
| **Total Securities Purchased** | | | | | | | **(6,089.77)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 257.24 | | 2,313.31 | |
| Money Market | 0.06 | | 0.58 | |
| **Total Income** | **257.30** | | **2,313.89** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **7,738.52** | **81,230.73** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 09/28/12 | Beginning Balance | | 5,257.12 |
| 10/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 75.55 | 5,332.67 |
| 10/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 34.86 | 5,367.53 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2,231.85 | 7,599.38 |
| 10/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,702.87 | 9,302.25 |
| 10/12/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,797.96) | 7,504.29 |
| 10/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 29.95 | 7,534.24 |
| 10/23/12 | Sweep to Dreyfus 696 General MMKT Cl B | 517.12 | 8,051.36 |
| 10/24/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,663.40 | 9,714.76 |
| 10/26/12 | Sweep from Dreyfus 696 General MMKT Cl B | (662.61) | 9,052.15 |
| 10/31/12 | Accumulated Earnings Posted | 0.06 | 9,052.21 |
| 10/31/12 | Sweep from Dreyfus 696 General MMKT Cl B | (2,500.31) | 6,551.90 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 11/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 19.69 |
| 11/02/12 | Dividend | ORACLE CORP | ORCL | 8.82 |
| 11/02/12 | Dividend | CVS/CAREMARK CORPORATION | CVS | 12.03 |
| 11/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 17.60 |
| 11/07/12 | Dividend | LOWES COMPANIES INCORPORATED | LOW | 10.56 |
| 11/09/12 | Dividend | MASTERCARD INC-CL A | MA | 1.80 |
| 11/09/12 | Dividend | AMERICAN EXPRESS COMPANY | AXP | 8.80 |
| 11/20/12 | Dividend | CATERPILLAR INC | CAT | 6.76 |
| 12/03/12 | Dividend | CONOCOPHILLIPS | COP | 38.94 |
| **Total** | | | | **125.00** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
August 31, 2012 to September 28, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 5,257.12 | 156,863.77 | 162,120.89 |
| Total Assets Held in Account | | 5,257.12 | 156,863.77 | 162,120.89 |

***Please see the last page of this statement to review Southwest Securities' Privacy Policy***

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
August 31, 2012 to September 28, 2012

**Page**
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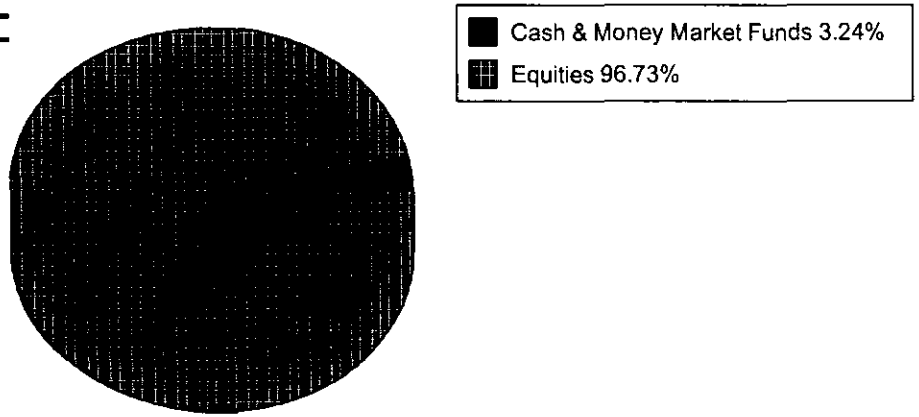
## Account Summary

| | 08/31/12 Value | 09 /28/12 Value |
|---|---|---|
| Cash & Money Market Funds | 7,433.61 | 5,257.12 |
| Equities | 150,521.14 | 156,863.77 |
| **Total Account Value** | **157,954.75** | **162,120.89** |
| **Net Account Value** | **157,954.75** | **162,120.89** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 7,433.61 | 150,521.14 | 157,954.75 |
| Funds Deposited | | | |
| Income Activity | 328.11 | | 328.11 |
| Securities Sold/Matured | 3,811.51 | (3,811.51) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (6,316.11) | 6,316.11 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,838.03 | 3,838.03 |
| **Ending Balance** | **5,257.12** | **156,863.77** | **162,120.89** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on September 28, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on September 28, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 5,257.12 | 3.24% | |
| **Total Cash & Money Market Funds** | | | | | **5,257.12** | **3.24%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 44.000 | 56.860 | 2,501.84 | 1.54% | 35.20 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 58.000 | 56.690 | 3,288.02 | 2.03% | 81.20 |
| AMERISOURCEBERGEN CORP | Cash | ABC | 26.000 | 38.710 | 1,006.46 | 0.62% | 13.52 |
| AMGEN INC | Cash | AMGN | 33.000 | 84.290 | 2,781.57 | 1.72% | 47.52 |
| APPLE INC | Cash | AAPL | 13.000 | 667.105 | 8,672.36 | 5.35% | |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 369.670 | 1,478.68 | 0.91% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 40.000 | 60.270 | 2,410.80 | 1.49% | 72.00 |
| BOEING COMPANY | Cash | BA | 30.000 | 69.595 | 2,087.85 | 1.29% | 52.80 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 45.000 | 57.010 | 2,565.45 | 1.58% | 9.00 |
| CATERPILLAR INC | Cash | CAT | 21.000 | 86.040 | 1,806.84 | 1.11% | 43.68 |
| CHEVRON CORPORATION | Cash | CVX | 59.000 | 116.560 | 6,877.04 | 4.24% | 212.40 |
| CISCO SYSTEMS INC | Cash | CSCO | 293.000 | 19.095 | 5,594.84 | 3.45% | 164.08 |
| CITIGROUP INC NEW | Cash | C | 223.000 | 32.720 | 7,296.56 | 4.50% | 8.92 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 167.000 | 34.810 | 5,813.27 | 3.59% | 108.55 |
| CONOCOPHILLIPS | Cash | COP | 59.000 | 57.180 | 3,373.62 | 2.08% | 155.76 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 85.000 | 48.420 | 4,115.70 | 2.54% | 55.25 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 39.000 | 50.270 | 1,960.53 | 1.21% | 67.08 |
| EMC CORPORATION | Cash | EMC | 100.000 | 27.270 | 2,727.00 | 1.68% | |
| FACEBOOK INC-CLASS A | Cash | FB | 40.000 | 21.660 | 866.40 | 0.53% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 63.000 | 39.580 | 2,493.54 | 1.54% | 78.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 99.000 | 22.710 | 2,248.29 | 1.39% | 67.32 |
| GILEAD SCIENCES INC | Cash | GILD | 21.000 | 66.330 | 1,392.93 | 0.86% | |
| GOOGLE INC-CL A | Cash | GOOG | 4.000 | 754.500 | 3,018.00 | 1.86% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 75.000 | 59.750 | 4,481.25 | 2.76% | 111.75 |
| INTEL CORPORATION | Cash | INTC | 89.000 | 22.655 | 2,016.30 | 1.24% | 80.10 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 207.450 | 2,904.30 | 1.79% | 47.60 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| JOHNSON & JOHNSON | Cash | JNJ | 52.000 | 68.910 | 3,583.32 | 2.21% | 126.88 |
| JOY GLOBAL INC | Cash | JOY | 15.000 | 56.060 | 840.90 | 0.52% | 10.50 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 66.000 | 30.240 | 1,995.84 | 1.23% | 42.24 |
| MACYS INC | Cash | M | 83.000 | 37.620 | 3,122.46 | 1.93% | 66.40 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 451.480 | 2,708.88 | 1.67% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 86.030 | 3,011.05 | 1.86% | 28.00 |
| MERCK & CO INC NEW | Cash | MRK | 83.000 | 45.095 | 3,742.89 | 2.31% | 139.44 |
| MONSANTO CO NEW | Cash | MON | 26.000 | 91.020 | 2,366.52 | 1.46% | 39.00 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 38.000 | 86.060 | 3,270.28 | 2.02% | 82.08 |
| ORACLE CORP | Cash | ORCL | 147.000 | 31.460 | 4,624.62 | 2.85% | 35.28 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 83.580 | 2,089.50 | 1.29% | 41.00 |
| PFIZER INCORPORATED | Cash | PFE | 224.000 | 24.850 | 5,566.40 | 3.43% | 197.12 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 44.000 | 63.100 | 2,776.40 | 1.71% | 70.40 |
| QUALCOMM INC | Cash | QCOM | 35.000 | 62.470 | 2,186.45 | 1.35% | 35.00 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 73.000 | 1,314.00 | 0.81% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ROSS STORES INCORPORATED | Cash | ROST | 32.000 | 64.590 | 2,066.88 | 1.27% | 17.92 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 68.000 | 72.330 | 4,918.44 | 3.03% | 74.80 |
| SYSCO CORPORATION | Cash | SYY | 82.000 | 31.270 | 2,564.14 | 1.58% | 88.56 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 72.000 | 27.555 | 1,983.96 | 1.22% | 60.48 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 118.700 | 2,255.30 | 1.39% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 21.000 | 78.290 | 1,644.09 | 1.01% | 44.94 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 26.000 | 55.410 | 1,440.66 | 0.89% | 22.10 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 22.000 | 55.890 | 1,229.58 | 0.76% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 82.000 | 53.590 | 4,394.38 | 2.71% | 90.20 |
| WAL-MART STORES INC | Cash | WMT | 73.000 | 73.800 | 5,387.40 | 3.32% | 116.07 |
| **Total Equities** | | | | | **156,863.77** | **96.73%** | **2,993.69** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/04 Taxable Dividend | WAL-MART STORES INC<br>WMT on 73.000000 PD:2012-09-04 | Cash | WMT | 29.02 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/04 | Taxable Dividend | INTEL CORPORATION<br>INTC on 106.000000 PD:2012-09-01 | Cash | INTC | 23.85 |
| 09/04 | Taxable Dividend | CONOCOPHILLIPS<br>COP on 43.000000 PD:2012-09-04 | Cash | COP | 28.38 |
| 09/04 | Taxable Dividend | AMERISOURCEBERGEN CORP<br>ABC on 26.000000 PD:2012-09-04 | Cash | ABC | 3.38 |
| 09/05 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 224.000000 PD:2012-09-05 | Cash | PFE | 49.28 |
| 09/07 | Taxable Dividend | PARKER HANNIFIN CORPORATION<br>PH on 25.000000 PD:2012-09-07 | Cash | PH | 10.25 |
| 09/07 | Taxable Dividend | BOEING COMPANY<br>BA on 30.000000 PD:2012-09-07 | Cash | BA | 13.20 |
| 09/07 | Taxable Dividend | AMGEN INC<br>AMGN on 33.000000 PD:2012-09-07 | Cash | AMGN | 11.88 |
| 09/10 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 21.000000 PD:2012-09-10 | Cash | UTX | 11.23 |
| 09/10 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 14.000000 PD:2012-09-10 | Cash | IBM | 11.90 |
| 09/10 | Taxable Dividend | HONEYWELL INTERNATIONAL INC. COM<br>HON on 75.000000 PD:2012-09-10 | Cash | HON | 27.94 |
| 09/10 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 45.000000 PD:2012-09-10 | Cash | CVX | 40.50 |
| 09/11 | Taxable Dividend | JOHNSON & JOHNSON<br>JNJ on 52.000000 PD:2012-09-11 | Cash | JNJ | 31.72 |
| 09/12 | Taxable Dividend | DUPONT E I DE NEMOURS & CO<br>DD on 39.000000 PD:2012-09-12 | Cash | DD | 16.77 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/21 | Taxable Dividend | UNITEDHEALTH GROUP INC<br>UNH on 26.000000 PD:2012-09-21 | Cash | UNH | 5.53 |
| 09/26 | Taxable Dividend | QUALCOMM INC<br>QCOM on 35.000000 PD:2012-09-26 | Cash | QCOM | 8.75 |
| 09/28 | Taxable Dividend | ROSS STORES INCORPORATED<br>ROST on 32.000000 PD:2012-09-28 | Cash | ROST | 4.48 |
| 09/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.05 |
| **Total Income Activity** | | | | | **328.11** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/04 | Sell | F5 NETWORKS INCORPORATED | Cash | FFIV | (7.000) | 94.510 | 661.56 |
| 09/06 | Sell | GOOGLE INC-CL A | Cash | GOOG | (1.000) | 697.250 | 697.23 |
| 09/06 | Sell | APPLE INC | Cash | AAPL | (1.000) | 676.820 | 676.80 |
| 09/19 | Sell | GILEAD SCIENCES INC | Cash | GILD | (13.000) | 66.920 | 869.94 |
| 09/20 | Sell | MOSAIC CO/THE NEW | Cash | MOS | (15.000) | 60.400 | 905.98 |
| **Total Securities Sold/Matured** | | | | | | | **3,811.51** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/06 | Buy | FACEBOOK INC-CLASS A | Cash | FB | 40.000 | 18.960 | (758.40) |
| 09/10 | Buy | CHEVRON CORPORATION | Cash | CVX | 7.000 | 114.080 | (798.56) |
| 09/11 | Buy | VIACOM INC NEW-CLASS B | Cash | VIAB | 17.000 | 51.045 | (867.77) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/17 | Buy | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 18.000 | 77.840 | (1,401.12) |
| 09/17 | Buy | OCCIDENTAL PETROLEUM CORP | Cash | OXY | 8.000 | 91.170 | (729.36) |
| 09/17 | Buy | CONOCOPHILLIPS | Cash | COP | 16.000 | 58.440 | (935.04) |
| 09/17 | Buy | CHEVRON CORPORATION | Cash | CVX | 7.000 | 117.980 | (825.86) |
| **Total Securities Purchased** | | | | | | | **(6,316.11)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 328.06 | | 2,056.07 | |
| Money Market | 0.05 | | 0.52 | |
| **Total Income** | **328.11** | | **2,056.59** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **3,811.51** | **73,492.21** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 08/31/12 | Beginning Balance | | 7,819.80 |
| *09/04/12* | *Sweep to Dreyfus 696 General MMKT Cl B* | 84.63 | 7,904.43 |
| 09/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 461.69 | 8,366.12 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 09/06/12 | Sweep from Dreyfus 696 General MMKT Cl B | (798.60) | 7,567.52 |
| 09/07/12 | Sweep to Dreyfus 696 General MMKT Cl B | 686.64 | 8,254.16 |
| 09/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 101.82 | 8,355.98 |
| 09/11/12 | Sweep to Dreyfus 696 General MMKT Cl B | 647.35 | 9,003.33 |
| 09/12/12 | Sweep to Dreyfus 696 General MMKT Cl B | 16.77 | 9,020.10 |
| 09/13/12 | Sweep from Dreyfus 696 General MMKT Cl B | (798.56) | 8,221.54 |
| 09/14/12 | Sweep from Dreyfus 696 General MMKT Cl B | (867.77) | 7,353.77 |
| 09/20/12 | Sweep from Dreyfus 696 General MMKT Cl B | (3,891.38) | 3,462.39 |
| 09/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 5.53 | 3,467.92 |
| 09/24/12 | Sweep to Dreyfus 696 General MMKT Cl B | 869.94 | 4,337.86 |
| 09/25/12 | Sweep to Dreyfus 696 General MMKT Cl B | 905.98 | 5,243.84 |
| 09/26/12 | Sweep to Dreyfus 696 General MMKT Cl B | 8.75 | 5,252.59 |
| 09/28/12 | Accumulated Earnings Posted | 0.05 | 5,252.64 |
| 09/28/12 | Sweep to Dreyfus 696 General MMKT Cl B | 4.48 | 5,257.12 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/01/12 | Dividend | MCKESSON CORPORATION | MCK | 7.00 |
| 10/01/12 | Dividend | UNION PACIFIC CORPORATION | UNP | 11.40 |
| 10/01/12 | Dividend | MACYS INC | M | 16.60 |
| 10/01/12 | Dividend | BAXTER INTERNATIONAL INC | BAX | 18.00 |
| 10/01/12 | Dividend | VIACOM INC NEW-CLASS B | VIAB | 22.55 |
| 10/05/12 | Dividend | MERCK & CO INC NEW | MRK | 34.86 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/12/12 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 13.75 |
| 10/15/12 | Dividend | OCCIDENTAL PETROLEUM CORP | OXY | 16.20 |
| 10/25/12 | Dividend | GENERAL ELECTRIC COMPANY | GE | 16.83 |
| **Total** | | | | **157.19** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
July 31, 2012 to August 31, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 7,433.61 | 150,521.14 | 157,954.75 |
| Total Assets Held in Account | | 7,433.61 | 150,521.14 | 157,954.75 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
July 31, 2012 to August 31, 2012

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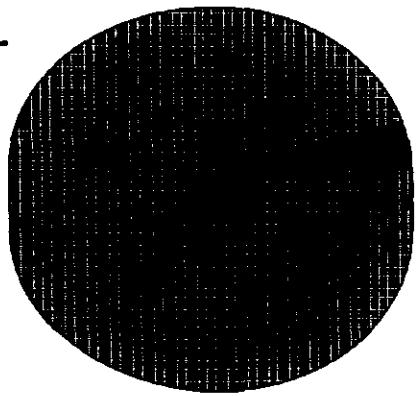
## Account Summary

| | 07/31/12 Value | 08 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 8,184.90 | 7,433.61 |
| Equities | 145,100.43 | 150,521.14 |
| **Total Account Value** | **153,285.33** | **157,954.75** |
| **Net Account Value** | **153,285.33** | **157,954.75** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 8,184.90 | 145,100.43 | 153,285.33 |
| Funds Deposited | | | |
| Income Activity | 165.82 | | 165.82 |
| Securities Sold/Matured | 3,577.28 | (3,577.28) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (4,494.39) | 4,494.39 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 4,503.60 | 4,503.60 |
| **Ending Balance** | **7,433.61** | **150,521.14** | **157,954.75** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on August 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on August 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (386.19) | (0.24%) | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 7,819.80 | 4.95% | |
| **Total Cash & Money Market Funds** | | | | | **7,433.61** | **4.71%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 44.000 | 58.300 | 2,565.20 | 1.62% | 35.20 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 58.000 | 54.910 | 3,184.78 | 2.02% | 81.20 |
| AMERISOURCEBERGEN CORP | Cash | ABC | 26.000 | 38.520 | 1,001.52 | 0.63% | 13.52 |
| AMGEN INC | Cash | AMGN | 33.000 | 83.920 | 2,769.36 | 1.75% | 47.52 |
| APPLE INC | Cash | AAPL | 14.000 | 665.240 | 9,313.36 | 5.90% | 148.40 |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 361.640 | 1,446.56 | 0.92% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 40.000 | 58.680 | 2,347.20 | 1.49% | 72.00 |
| BOEING COMPANY | Cash | BA | 30.000 | 71.400 | 2,142.00 | 1.36% | 52.80 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 45.000 | 56.530 | 2,543.85 | 1.61% | 9.00 |
| CATERPILLAR INC | Cash | CAT | 21.000 | 85.330 | 1,791.93 | 1.13% | 43.68 |
| CHEVRON CORPORATION | Cash | CVX | 45.000 | 112.160 | 5,047.20 | 3.20% | 162.00 |
| CISCO SYSTEMS INC | Cash | CSCO | 293.000 | 19.080 | 5,590.44 | 3.54% | 164.08 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CITIGROUP INC NEW | Cash | C | 223.000 | 29.710 | 6,625.33 | 4.19% | 8.92 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 167.000 | 32.870 | 5,489.29 | 3.48% | 108.55 |
| CONOCOPHILLIPS | Cash | COP | 43.000 | 56.790 | 2,441.97 | 1.55% | 113.52 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 85.000 | 45.550 | 3,871.75 | 2.45% | 55.25 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 39.000 | 49.750 | 1,940.25 | 1.23% | 67.08 |
| EMC CORPORATION | Cash | EMC | 100.000 | 26.290 | 2,629.00 | 1.66% | |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 7.000 | 97.490 | 682.43 | 0.43% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 63.000 | 36.110 | 2,274.93 | 1.44% | 78.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 99.000 | 20.710 | 2,050.29 | 1.30% | 67.32 |
| GILEAD SCIENCES INC | Cash | GILD | 34.000 | 57.690 | 1,961.46 | 1.24% | |
| GOOGLE INC-CL A | Cash | GOOG | 5.000 | 685.090 | 3,425.45 | 2.17% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 75.000 | 58.450 | 4,383.75 | 2.78% | 111.75 |
| INTEL CORPORATION | Cash | INTC | 89.000 | 24.830 | 2,209.87 | 1.40% | 80.10 |

## *Account Positions*

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 194.850 | 2,727.90 | 1.73% | 47.60 |
| JOHNSON & JOHNSON | Cash | JNJ | 52.000 | 67.430 | 3,506.36 | 2.22% | 126.88 |
| JOY GLOBAL INC | Cash | JOY | 15.000 | 53.380 | 800.70 | 0.51% | 10.50 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 66.000 | 28.480 | 1,879.68 | 1.19% | 42.24 |
| MACYS INC | Cash | M | 83.000 | 40.310 | 3,345.73 | 2.12% | 66.40 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 422.900 | 2,537.40 | 1.61% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 87.110 | 3,048.85 | 1.93% | 28.00 |
| MERCK & CO INC NEW | Cash | MRK | 83.000 | 43.050 | 3,573.15 | 2.26% | 139.44 |
| MONSANTO CO NEW | Cash | MON | 26.000 | 87.110 | 2,264.86 | 1.43% | 39.00 |
| MOSAIC CO/THE NEW | Cash | MOS | 15.000 | 57.910 | 868.65 | 0.55% | 15.00 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 85.010 | 2,550.30 | 1.61% | 64.80 |
| ORACLE CORP | Cash | ORCL | 147.000 | 31.650 | 4,652.55 | 2.95% | 35.28 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 79.980 | 1,999.50 | 1.27% | 41.00 |
| PFIZER INCORPORATED | Cash | PFE | 224.000 | 23.860 | 5,344.64 | 3.38% | 197.12 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 44.000 | 62.160 | 2,735.04 | 1.73% | 70.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| QUALCOMM INC | Cash | QCOM | 35.000 | 61.460 | 2,151.10 | 1.36% | 35.00 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 70.960 | 1,277.28 | 0.81% | |
| ROSS STORES INCORPORATED | Cash | ROST | 32.000 | 69.190 | 2,214.08 | 1.40% | 17.92 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 50.000 | 72.380 | 3,619.00 | 2.29% | 55.00 |
| SYSCO CORPORATION | Cash | SYY | 82.000 | 30.300 | 2,484.60 | 1.57% | 88.56 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 72.000 | 29.040 | 2,090.88 | 1.32% | 48.96 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 121.440 | 2,307.36 | 1.46% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 21.000 | 79.850 | 1,676.85 | 1.06% | 44.94 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 26.000 | 54.300 | 1,411.80 | 0.89% | 22.10 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 22.000 | 53.330 | 1,173.26 | 0.74% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 65.000 | 50.010 | 3,250.65 | 2.06% | 71.50 |
| WAL-MART STORES INC | Cash | WMT | 73.000 | 72.600 | 5,299.80 | 3.36% | 116.07 |
| **Total Equities** | | | | | **150,521.14** | **95.30%** | **2,997.15** |

**End of Account Positions**

## Account Activity

### Income Activity

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 49.000000 PD:2012-08-01 | Cash | FCX | 15.31 |
| 08/03 | Taxable Dividend | ORACLE CORP<br>ORCL on 108.000000 PD:2012-08-03 | Cash | ORCL | 6.48 |
| 08/03 | Taxable Dividend | CVS/CAREMARK CORPORATION<br>CVS on 85.000000 PD:2012-08-03 | Cash | CVS | 13.81 |
| 08/06 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 44.000000 PD:2012-08-05 | Cash | PNC | 17.60 |
| 08/08 | Taxable Dividend | LOWES COMPANIES INCORPORATED<br>LOW on 66.000000 PD:2012-08-08 | Cash | LOW | 10.56 |
| 08/09 | Taxable Dividend | MASTERCARD INC-CL A<br>MA on 6.000000 PD:2012-08-09 | Cash | MA | 1.80 |
| 08/10 | Taxable Dividend | AMERICAN EXPRESS COMPANY<br>AXP on 61.000000 PD:2012-08-10 | Cash | AXP | 12.20 |
| 08/16 | Taxable Dividend | MOSAIC CO/THE NEW<br>MOS on 15.000000 PD:2012-08-16 | Cash | MOS | 3.75 |
| 08/16 | Taxable Dividend | APPLE INC<br>AAPL on 14.000000 PD:2012-08-16 | Cash | AAPL | 37.10 |
| 08/17 | Taxable Dividend | AMERIPRISE FINANCIAL INC<br>AMP on 58.000000 PD:2012-08-17 | Cash | AMP | 20.30 |
| 08/20 | Taxable Dividend | TEXAS INSTRUMENTS INC<br>TXN on 72.000000 PD:2012-08-20 | Cash | TXN | 12.24 |
| 08/20 | Taxable Dividend | CATERPILLAR INC<br>CAT on 21.000000 PD:2012-08-20 | Cash | CAT | 10.92 |
| 08/20 | Taxable Dividend | CAPITAL ONE FINANCIAL CORP<br>COF on 29.000000 PD:2012-08-20 | Cash | COF | 1.45 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | | | Amount |
|---|---|---|---|---|---|---|---|
| 08/24 | Taxable Dividend | CITIGROUP INC NEW<br>C on 223.000000 PD:2012-08-24 | Cash | C | | | 2.23 |
| 08/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | | | 0.07 |
| **Total Income Activity** | | | | | | | **165.82** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/03 | Sell | GILEAD SCIENCES INC | Cash | GILD | (8.000) | 57.520 | 460.15 |
| 08/03 | Sell | ENERGIZER HOLDINGS INC | Cash | ENR | (20.000) | 66.960 | 1,339.17 |
| 08/07 | Sell | AMGEN INC | Cash | AMGN | (5.000) | 82.290 | 411.44 |
| 08/09 | Sell | AMERICAN EXPRESS COMPANY | Cash | AXP | (9.000) | 56.610 | 509.48 |
| 08/10 | Sell | AMERICAN EXPRESS COMPANY | Cash | AXP | (8.000) | 55.580 | 444.63 |
| 08/30 | Sell | INTEL CORPORATION | Cash | INTC | (17.000) | 24.260 | 412.41 |
| **Total Securities Sold/Matured** | | | | | | | **3,577.28** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/01 | Buy | AMERISOURCEBERGEN CORP | Cash | ABC | 26.000 | 39.420 | (1,024.92) |
| 08/07 | Buy | DUPONT E I DE NEMOURS & CO | Cash | DD | 11.000 | 50.490 | (555.39) |
| 08/10 | Buy | CAPITAL ONE FINANCIAL CORP | Cash | COF | 16.000 | 55.740 | (891.84) |
| 08/21 | Buy | JOHNSON & JOHNSON | Cash | JNJ | 18.000 | 67.980 | (1,223.64) |
| 08/31 | Buy | JOY GLOBAL INC | Cash | JOY | 15.000 | 53.240 | (798.60) |
| **Total Securities Purchased** | | | | | | | **(4,494.39)** |

**End of Account Activity**

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 165.75 | | 1,728.01 | |
| Money Market | 0.07 | | 0.47 | |
| **Total Income** | **165.82** | | **1,728.48** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **3,577.28** | **69,680.70** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 07/31/12 | Beginning Balance | | 7,574.11 |
| 08/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 15.31 | 7,589.42 |
| 08/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 631.08 | 8,220.50 |
| 08/06/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,007.32) | 7,213.18 |
| 08/08/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,809.88 | 9,023.06 |
| 08/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1.80 | 9,024.86 |
| 08/10/12 | Sweep from Dreyfus 696 General MMKT Cl B | (131.75) | 8,893.11 |
| 08/14/12 | Sweep to Dreyfus 696 General MMKT Cl B | 509.48 | 9,402.59 |
| 08/15/12 | Sweep from Dreyfus 696 General MMKT Cl B | (447.21) | 8,955.38 |
| 08/16/12 | Sweep to Dreyfus 696 General MMKT Cl B | 40.85 | 8,996.23 |
| 08/17/12 | Sweep to Dreyfus 696 General MMKT Cl B | 20.30 | 9,016.53 |
| 08/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 24.61 | 9,041.14 |
| 08/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,221.41) | 7,819.73 |
| 08/31/12 | Accumulated Earnings Posted | 0.07 | 7,819.80 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/01/12 | Dividend | INTEL CORPORATION | INTC | 23.85 |
| 09/04/12 | Dividend | AMERISOURCEBERGEN CORP | ABC | 3.38 |
| 09/04/12 | Dividend | CONOCOPHILLIPS | COP | 28.38 |
| 09/04/12 | Dividend | WAL-MART STORES INC | WMT | 29.02 |
| 09/05/12 | Dividend | PFIZER INCORPORATED | PFE | 49.28 |
| 09/07/12 | Dividend | PARKER HANNIFIN CORPORATION | PH | 10.25 |
| 09/07/12 | Dividend | AMGEN INC | AMGN | 11.88 |
| 09/07/12 | Dividend | BOEING COMPANY | BA | 13.20 |
| 09/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 11.23 |
| 09/10/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 11.90 |
| 09/10/12 | Dividend | HONEYWELL INTERNATIONAL INC. COM | HON | 27.94 |
| 09/10/12 | Dividend | CHEVRON CORPORATION | CVX | 40.50 |
| 09/11/12 | Dividend | JOHNSON & JOHNSON | JNJ | 31.72 |
| 09/12/12 | Dividend | DUPONT E I DE NEMOURS & CO | DD | 16.77 |
| **Total** | | | | **309.30** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
June 29, 2012 to July 31, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 8,184.90 | 145,100.43 | 153,285.33 |
| Total Assets Held in Account | | 8,184.90 | 145,100.43 | 153,285.33 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

Account Number: [redacted]
Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management

**Statement Period**
June 29, 2012 to July 31, 2012



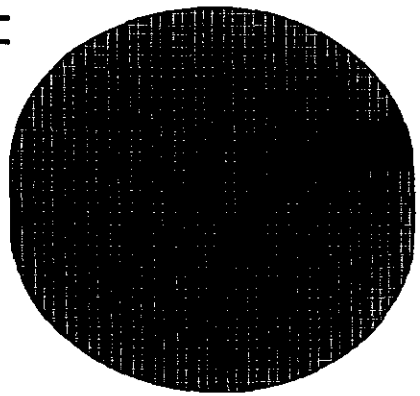
## Account Summary

| | 06/29/12 Value | 07 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 8,778.79 | 8,184.90 |
| Equities | 142,847.06 | 145,100.43 |
| **Total Account Value** | **151,625.85** | **153,285.33** |
| **Net Account Value** | **151,625.85** | **153,285.33** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 8,778.79 | 142,847.06 | 151,625.85 |
| Funds Deposited | | | |
| Income Activity | 226.29 | | 226.29 |
| Securities Sold/Matured | 5,823.19 | (5,823.19) | |
| Securities Received | | | |
| Funds Withdrawn | (571.70) | | (571.70) |
| Margin Interest | | | |
| Securities Purchased | (6,071.67) | 6,071.67 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,004.89 | 2,004.89 |
| **Ending Balance** | **8,184.90** | **145,100.43** | **153,285.33** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on July 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on July 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 610.79 | 0.40% | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 7,574.11 | 4.94% | |
| **Total Cash & Money Market Funds** | | | | | **8,184.90** | **5.34%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 61.000 | 57.710 | 3,520.31 | 2.30% | 48.80 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 58.000 | 51.720 | 2,999.76 | 1.96% | 81.20 |
| AMGEN INC | Cash | AMGN | 38.000 | 82.600 | 3,138.80 | 2.05% | 54.72 |
| APPLE INC | Cash | AAPL | 14.000 | 610.760 | 8,550.64 | 5.58% | 148.40 |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 375.230 | 1,500.92 | 0.98% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 40.000 | 58.510 | 2,340.40 | 1.53% | 72.00 |
| BOEING COMPANY | Cash | BA | 30.000 | 73.910 | 2,217.30 | 1.45% | 52.80 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 29.000 | 56.490 | 1,638.21 | 1.07% | 5.80 |
| CATERPILLAR INC | Cash | CAT | 21.000 | 84.210 | 1,768.41 | 1.15% | 43.68 |
| CHEVRON CORPORATION | Cash | CVX | 45.000 | 109.580 | 4,931.10 | 3.22% | 162.00 |
| CISCO SYSTEMS INC | Cash | CSCO | 293.000 | 15.950 | 4,673.35 | 3.05% | 93.76 |
| CITIGROUP INC NEW | Cash | C | 223.000 | 27.130 | 6,049.99 | 3.95% | 8.92 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 167.000 | 31.930 | 5,332.31 | 3.48% | 108.55 |
| CONOCOPHILLIPS | Cash | COP | 43.000 | 54.440 | 2,340.92 | 1.53% | 113.52 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 85.000 | 45.250 | 3,846.25 | 2.51% | 55.25 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 28.000 | 49.700 | 1,391.60 | 0.91% | 48.16 |
| EMC CORPORATION | Cash | EMC | 100.000 | 26.210 | 2,621.00 | 1.71% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 20.000 | 77.770 | 1,555.40 | 1.01% | 32.00 |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 7.000 | 93.380 | 653.66 | 0.43% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 63.000 | 33.670 | 2,121.21 | 1.38% | 78.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 99.000 | 20.750 | 2,054.25 | 1.34% | 67.32 |
| GILEAD SCIENCES INC | Cash | GILD | 42.000 | 54.330 | 2,281.86 | 1.49% | |
| GOOGLE INC-CL A | Cash | GOOG | 5.000 | 632.970 | 3,164.85 | 2.06% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 75.000 | 58.050 | 4,353.75 | 2.84% | 111.75 |
| INTEL CORPORATION | Cash | INTC | 106.000 | 25.700 | 2,724.20 | 1.78% | 95.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 195.980 | 2,743.72 | 1.79% | 47.60 |
| JOHNSON & JOHNSON | Cash | JNJ | 34.000 | 69.220 | 2,353.48 | 1.54% | 82.96 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 66.000 | 25.370 | 1,674.42 | 1.09% | 42.24 |
| MACYS INC | Cash | M | 83.000 | 35.840 | 2,974.72 | 1.94% | 66.40 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 436.570 | 2,619.42 | 1.71% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 90.730 | 3,175.55 | 2.07% | 28.00 |
| MERCK & CO INC NEW | Cash | MRK | 83.000 | 44.170 | 3,666.11 | 2.39% | 139.44 |
| MONSANTO CO NEW | Cash | MON | 26.000 | 85.620 | 2,226.12 | 1.45% | 31.20 |
| MOSAIC CO/THE NEW | Cash | MOS | 15.000 | 58.110 | 871.65 | 0.57% | 15.00 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 87.030 | 2,610.90 | 1.70% | 64.80 |
| ORACLE CORP | Cash | ORCL | 147.000 | 30.200 | 4,439.40 | 2.90% | 35.28 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 80.320 | 2,008.00 | 1.31% | 41.00 |
| PFIZER INCORPORATED | Cash | PFE | 224.000 | 24.040 | 5,384.96 | 3.51% | 197.12 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 44.000 | 59.100 | 2,600.40 | 1.70% | 70.40 |
| QUALCOMM INC | Cash | QCOM | 35.000 | 59.680 | 2,088.80 | 1.36% | 35.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 59.670 | 1,074.06 | 0.70% | |
| ROSS STORES INCORPORATED | Cash | ROST | 32.000 | 66.440 | 2,126.08 | 1.39% | 17.92 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 50.000 | 71.260 | 3,563.00 | 2.32% | 55.00 |
| SYSCO CORPORATION | Cash | SYY | 82.000 | 29.390 | 2,409.98 | 1.57% | 88.56 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 72.000 | 27.240 | 1,961.28 | 1.28% | 48.96 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 122.610 | 2,329.59 | 1.52% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 21.000 | 74.440 | 1,563.24 | 1.02% | 44.94 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 26.000 | 51.090 | 1,328.34 | 0.87% | 22.10 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 22.000 | 48.510 | 1,067.22 | 0.70% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 65.000 | 46.710 | 3,036.15 | 1.98% | 71.50 |
| WAL-MART STORES INC | Cash | WMT | 73.000 | 74.430 | 5,433.39 | 3.54% | 116.07 |
| **Total Equities** | | | | | **145,100.43** | **94.68%** | **2,897.07** |

**End of Account Positions**

## Account Activity

### Income Activity

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/02 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 49.000000 PD:2012-07-02 | Cash | VIAB | 13.48 |
| 07/02 | Taxable Dividend | UNION PACIFIC CORPORATION<br>UNP on 19.000000 PD:2012-07-02 | Cash | UNP | 11.40 |
| 07/02 | Taxable Dividend | MCKESSON CORPORATION<br>MCK on 27.000000 PD:2012-07-02 | Cash | MCK | 5.40 |
| 07/02 | Taxable Dividend | MACYS INC<br>M on 83.000000 PD:2012-07-02 | Cash | M | 16.60 |
| 07/02 | Taxable Dividend | BAXTER INTERNATIONAL INC<br>BAX on 40.000000 PD:2012-07-02 | Cash | BAX | 13.40 |
| 07/09 | Taxable Dividend | MERCK & CO INC NEW<br>MRK on 83.000000 PD:2012-07-09 | Cash | MRK | 34.86 |
| 07/13 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 39.000000 PD:2012-07-13 | Cash | SLB | 10.73 |
| 07/16 | Taxable Dividend | OCCIDENTAL PETROLEUM CORP<br>OXY on 30.000000 PD:2012-07-15 | Cash | OXY | 16.20 |
| 07/25 | Taxable Dividend | GENERAL ELECTRIC COMPANY<br>GE on 139.000000 PD:2012-07-25 | Cash | GE | 23.63 |
| 07/25 | Taxable Dividend | COMCAST CORP-SPECIAL CL A NEW<br>CMCSK on 167.000000 PD:2012-07-25 | Cash | CMCSK | 27.14 |
| 07/25 | Taxable Dividend | CISCO SYSTEMS INC<br>CSCO on 293.000000 PD:2012-07-25 | Cash | CSCO | 23.44 |
| 07/27 | Taxable Dividend | SYSCO CORPORATION<br>SYY on 82.000000 PD:2012-07-27 | Cash | SYY | 22.14 |
| 07/27 | Taxable Dividend | MONSANTO CO NEW<br>MON on 26.000000 PD:2012-07-27 | Cash | MON | 7.80 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.07 |
| **Total Income Activity** | | | | | **226.29** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/03 | Sell | LEAR CORP NEW | Cash | LEA | (19.000) | 38.410 | 729.77 |
| 07/03 | Sell | LEAR CORP NEW | Cash | LEA | (19.000) | 38.410 | 729.77 |
| 07/05 | Sell - Cancel | LEAR CORP NEW | Cash | LEA | 19.000 | 38.410 | (729.77) |
| 07/18 | Sell | QUALCOMM INC | Cash | QCOM | (18.000) | 55.910 | 1,006.36 |
| 07/18 | Sell | GOOGLE INC-CL A | Cash | GOOG | (1.000) | 582.000 | 581.99 |
| 07/18 | Sell | APPLE INC | Cash | AAPL | (1.000) | 605.610 | 605.60 |
| 07/18 | Sell | AMGEN INC | Cash | AMGN | (6.000) | 79.580 | 477.47 |
| 07/20 | Sell | ROSS STORES INCORPORATED | Cash | ROST | (15.000) | 67.230 | 1,008.43 |
| 07/23 | Sell | GENERAL ELECTRIC COMPANY | Cash | GE | (40.000) | 20.070 | 802.78 |
| 07/31 | Sell | APPLE INC | Cash | AAPL | (1.000) | 610.800 | 610.79 |
| **Total Securities Sold/Matured** | | | | | | | **5,823.19** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 07/18 | Journal | ADV FEE | Cash | | (571.70) |
| **Total Funds Withdrawn** | | | | | **(571.70)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/12 | Buy | GILEAD SCIENCES INC | Cash | GILD | 11.000 | 50.610 | (556.71) |
| 07/18 | Buy | ORACLE CORP | Cash | ORCL | 39.000 | 30.540 | (1,191.06) |
| 07/18 | Buy | JOHNSON & JOHNSON | Cash | JNJ | 34.000 | 69.310 | (2,356.54) |
| 07/19 | Buy | HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 13.000 | 57.520 | (747.76) |
| 07/23 | Buy | SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 11.000 | 69.280 | (762.08) |
| 07/23 | Buy | FREEPORT MCMORAN COPPER & GOLD CL B | Cash | FCX | 14.000 | 32.680 | (457.52) |
| **Total Securities Purchased** | | | | | | | **(6,071.67)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 226.22 | | 1,562.26 | |
| Money Market | 0.07 | | 0.40 | |
| **Total Income** | **226.29** | | **1,562.66** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **5,823.19** | **66,103.42** |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 06/29/12 | Beginning Balance | | 8,969.16 |
| 07/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 60.28 | 9,029.44 |
| 07/03/12 | Sweep from Dreyfus 696 General MMKT Cl B | (190.37) | 8,839.07 |
| 07/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 764.63 | 9,603.70 |
| 07/16/12 | Sweep to Dreyfus 696 General MMKT Cl B | 26.93 | 9,630.63 |
| 07/17/12 | Sweep from Dreyfus 696 General MMKT Cl B | (556.71) | 9,073.92 |
| 07/19/12 | Sweep from Dreyfus 696 General MMKT Cl B | (571.70) | 8,502.22 |
| 07/23/12 | Sweep from Dreyfus 696 General MMKT Cl B | (876.18) | 7,626.04 |
| 07/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (747.76) | 6,878.28 |
| 07/25/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,082.64 | 7,960.92 |
| 07/26/12 | Sweep from Dreyfus 696 General MMKT Cl B | (416.82) | 7,544.10 |
| 07/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 29.94 | 7,574.04 |
| 07/31/12 | Accumulated Earnings Posted | 0.07 | 7,574.11 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 08/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 15.31 |
| 08/03/12 | Dividend | ORACLE CORP | ORCL | 6.48 |
| 08/03/12 | Dividend | CVS/CAREMARK CORPORATION | CVS | 13.81 |
| 08/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 17.60 |
| 08/08/12 | Dividend | LOWES COMPANIES INCORPORATED | LOW | 10.56 |
| 08/09/12 | Dividend | MASTERCARD INC-CL A | MA | 1.80 |
| 08/10/12 | Dividend | AMERICAN EXPRESS COMPANY | AXP | 12.20 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 08/20/12 | Dividend | CATERPILLAR INC | CAT | 10.92 |
| 09/04/12 | Dividend | CONOCOPHILLIPS | COP | 28.38 |
| **Total** | | | | **117.06** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
May 31, 2012 to June 29, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 8,778.79 | 142,847.06 | 151,625.85 |
| Total Assets Held in Account | | 8,778.79 | 142,847.06 | 151,625.85 |

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
May 31, 2012 to June 29, 2012

**Page**

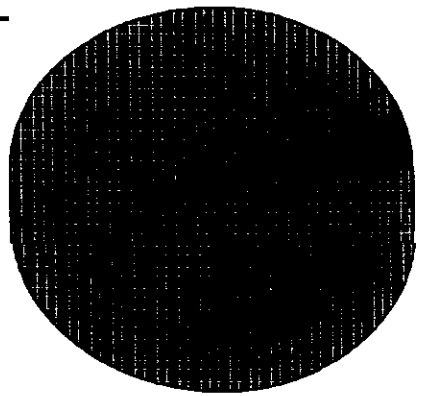

## Account Summary

| | 05/31/12 Value | 06 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 8,903.06 | 8,778.79 |
| Equities | 137,608.35 | 142,847.06 |
| **Total Account Value** | **146,511.41** | **151,625.85** |
| **Net Account Value** | **146,511.41** | **151,625.85** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 8,903.06 | 137,608.35 | 146,511.41 |
| Funds Deposited | | | |
| Income Activity | 314.53 | | 314.53 |
| Securities Sold/Matured | 5,086.24 | (5,086.24) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (5,525.04) | 5,525.04 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 4,799.91 | 4,799.91 |
| **Ending Balance** | **8,778.79** | **142,847.06** | **151,625.85** |

## Account Holdings



Cash & Money Market Funds 5.79%
Equities 94.23%

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on June 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on June 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (190.37) | (0.13%) | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 8,969.16 | 5.92% | |
| **Total Cash & Money Market Funds** | | | | | **8,778.79** | **5.79%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 61.000 | 58.210 | 3,550.81 | 2.34% | 48.80 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 58.000 | 52.260 | 3,031.08 | 2.00% | 81.20 |
| AMGEN INC | Cash | AMGN | 44.000 | 72.910 | 3,208.04 | 2.12% | 63.36 |
| APPLE INC | Cash | AAPL | 16.000 | 584.000 | 9,344.00 | 6.16% | |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 367.170 | 1,468.68 | 0.97% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 40.000 | 53.150 | 2,126.00 | 1.40% | 53.60 |
| BOEING COMPANY | Cash | BA | 30.000 | 74.300 | 2,229.00 | 1.47% | 52.80 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 29.000 | 54.660 | 1,585.14 | 1.05% | 5.80 |
| CATERPILLAR INC | Cash | CAT | 21.000 | 84.910 | 1,783.11 | 1.18% | 43.68 |
| CHEVRON CORPORATION | Cash | CVX | 45.000 | 105.500 | 4,747.50 | 3.13% | 162.00 |
| CISCO SYSTEMS INC | Cash | CSCO | 293.000 | 17.170 | 5,030.81 | 3.32% | 93.76 |
| CITIGROUP INC NEW | Cash | C | 223.000 | 27.410 | 6,112.43 | 4.03% | 8.92 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 167.000 | 31.400 | 5,243.80 | 3.46% | 108.55 |
| CONOCOPHILLIPS | Cash | COP | 43.000 | 55.880 | 2,402.84 | 1.58% | 113.52 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 85.000 | 46.730 | 3,972.05 | 2.62% | 55.25 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 28.000 | 50.570 | 1,415.96 | 0.93% | 48.16 |
| EMC CORPORATION | Cash | EMC | 100.000 | 25.630 | 2,563.00 | 1.69% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 20.000 | 75.250 | 1,505.00 | 0.99% | |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 7.000 | 99.560 | 696.92 | 0.46% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 49.000 | 34.070 | 1,669.43 | 1.10% | 61.25 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 139.000 | 20.840 | 2,896.76 | 1.91% | 94.52 |
| GILEAD SCIENCES INC | Cash | GILD | 31.000 | 51.280 | 1,589.68 | 1.05% | |
| GOOGLE INC-CL A | Cash | GOOG | 6.000 | 580.070 | 3,480.42 | 2.30% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 62.000 | 55.840 | 3,462.08 | 2.28% | 92.38 |
| INTEL CORPORATION | Cash | INTC | 106.000 | 26.650 | 2,824.90 | 1.86% | 89.04 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 195.580 | 2,738.12 | 1.81% | 47.60 |
| LEAR CORP NEW | Cash | LEA | 19.000 | 37.730 | 716.87 | 0.47% | 10.64 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 66.000 | 28.440 | 1,877.04 | 1.24% | 42.24 |
| MACYS INC | Cash | M | 83.000 | 34.350 | 2,851.05 | 1.88% | 66.40 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 430.110 | 2,580.66 | 1.70% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 93.750 | 3,281.25 | 2.16% | 28.00 |
| MERCK & CO INC NEW | Cash | MRK | 83.000 | 41.750 | 3,465.25 | 2.29% | 139.44 |
| MONSANTO CO NEW | Cash | MON | 26.000 | 82.780 | 2,152.28 | 1.42% | 31.20 |
| MOSAIC CO/THE NEW | Cash | MOS | 15.000 | 54.760 | 821.40 | 0.54% | 7.50 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 85.770 | 2,573.10 | 1.70% | 64.80 |
| ORACLE CORP | Cash | ORCL | 108.000 | 29.700 | 3,207.60 | 2.12% | 25.92 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 76.880 | 1,922.00 | 1.27% | 41.00 |
| PFIZER INCORPORATED | Cash | PFE | 224.000 | 23.000 | 5,152.00 | 3.40% | 197.12 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 44.000 | 61.110 | 2,688.84 | 1.77% | 70.40 |
| QUALCOMM INC | Cash | QCOM | 53.000 | 55.680 | 2,951.04 | 1.95% | 53.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 66.740 | 1,201.32 | 0.79% | |
| ROSS STORES INCORPORATED | Cash | ROST | 47.000 | 62.470 | 2,936.09 | 1.94% | 26.32 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 39.000 | 64.910 | 2,531.49 | 1.67% | 42.90 |
| SYSCO CORPORATION | Cash | SYY | 82.000 | 29.810 | 2,444.42 | 1.61% | 88.56 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 72.000 | 28.690 | 2,065.68 | 1.36% | 48.96 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 119.310 | 2,266.89 | 1.50% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 21.000 | 75.530 | 1,586.13 | 1.05% | 44.94 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 26.000 | 58.500 | 1,521.00 | 1.00% | 22.10 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 22.000 | 55.920 | 1,230.24 | 0.81% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 65.000 | 47.020 | 3,056.30 | 2.02% | 71.50 |
| WAL-MART STORES INC | Cash | WMT | 73.000 | 69.720 | 5,089.56 | 3.36% | 116.07 |
| **Total Equities** | | | | | **142,847.06** | **94.23%** | **2,616.00** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/01 | Taxable Dividend | WELLS FARGO & CO<br>WFC on 95.000000 PD:2012-06-01 | Cash | WFC | 20.90 |
| 06/01 | Taxable Dividend | PARKER HANNIFIN CORPORATION<br>PH on 25.000000 PD:2012-06-01 | Cash | PH | 10.25 |
| 06/01 | Taxable Dividend | INTEL CORPORATION<br>INTC on 106.000000 PD:2012-06-01 | Cash | INTC | 22.26 |
| 06/01 | Taxable Dividend | CONOCOPHILLIPS<br>COP on 27.000000 PD:2012-06-01 | Cash | COP | 17.82 |
| 06/01 | Taxable Dividend | BOEING COMPANY<br>BA on 30.000000 PD:2012-06-01 | Cash | BA | 13.20 |
| 06/04 | Taxable Dividend | WAL-MART STORES INC<br>WMT on 73.000000 PD:2012-06-04 | Cash | WMT | 29.02 |
| 06/05 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 224.000000 PD:2012-06-05 | Cash | PFE | 49.28 |
| 06/07 | Taxable Dividend | AMGEN INC<br>AMGN on 44.000000 PD:2012-06-07 | Cash | AMGN | 15.84 |
| 06/08 | Taxable Dividend | HONEYWELL INTERNATIONAL INC.<br>COM<br>HON on 62.000000 PD:2012-06-08 | Cash | HON | 23.09 |
| 06/11 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 21.000000 PD:2012-06-10 | Cash | UTX | 10.08 |
| 06/11 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 14.000000 PD:2012-06-09 | Cash | IBM | 11.90 |
| 06/11 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 45.000000 PD:2012-06-11 | Cash | CVX | 40.50 |
| 06/12 | Taxable Dividend | DUPONT E I DE NEMOURS & CO<br>DD on 28.000000 PD:2012-06-12 | Cash | DD | 12.04 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/20 | Taxable Dividend | QUALCOMM INC<br>QCOM on 53.000000 PD:2012-06-20 | Cash | QCOM | 13.25 |
| 06/22 | Taxable Dividend | UNITEDHEALTH GROUP INC<br>UNH on 26.000000 PD:2012-06-22 | Cash | UNH | 5.53 |
| 06/26 | Taxable Dividend | LEAR CORP NEW<br>LEA on 19.000000 PD:2012-06-26 | Cash | LEA | 2.66 |
| 06/29 | Taxable Dividend | ROSS STORES INCORPORATED<br>ROST on 56.000000 PD:2012-06-29 | Cash | ROST | 7.84 |
| 06/29 | Taxable Dividend | DEVON ENERGY CORPORATION NEW<br>DVN on 45.000000 PD:2012-06-29 | Cash | DVN | 9.00 |
| 06/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.07 |
| **Total Income Activity** | | | | | **314.53** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/01 | Sell | WELLS FARGO & CO | Cash | WFC | (22.000) | 30.390 | 668.57 |
| 06/14 | Sell | DEVON ENERGY CORPORATION NEW | Cash | DVN | (17.000) | 56.840 | 966.26 |
| 06/20 | Sell | WELLS FARGO & CO | Cash | WFC | (42.000) | 32.780 | 1,376.73 |
| 06/26 | Sell | DEVON ENERGY CORPORATION NEW | Cash | DVN | (28.000) | 54.490 | 1,525.69 |
| 06/28 | Sell | ROSS STORES INCORPORATED | Cash | ROST | (9.000) | 61.000 | 548.99 |
| **Total Securities Sold/Matured** | | | | | | | **5,086.24** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/08 | Buy | MONSANTO CO NEW | Cash | MON | 9.000 | 79.160 | (712.44) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/11 | Buy | SYSCO CORPORATION | Cash | SYY | 30.000 | 28.750 | (862.50) |
| 06/14 | Buy | CONOCOPHILLIPS | Cash | COP | 16.000 | 54.480 | (871.68) |
| 06/20 | Buy | PNC FINANCIAL SERVICES GROUP | Cash | PNC | 13.000 | 59.780 | (777.14) |
| 06/20 | Buy | AMERIPRISE FINANCIAL INC | Cash | AMP | 16.000 | 51.550 | (824.80) |
| 06/26 | Buy | MCKESSON CORPORATION | Cash | MCK | 8.000 | 92.140 | (737.12) |
| 06/28 | Buy | VIACOM INC NEW-CLASS B | Cash | VIAB | 16.000 | 46.210 | (739.36) |
| **Total Securities Purchased** | | | | | | | **(5,525.04)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 314.46 | | 1,336.04 | |
| Money Market | 0.07 | | 0.33 | |
| **Total Income** | **314.53** | | **1,336.37** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **5,086.24** | **60,280.23** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 05/31/12 | Beginning Balance | | 8,454.03 |
| 06/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 84.43 | 8,538.46 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 06/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 478.05 | 9,016.51 |
| 06/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 49.28 | 9,065.79 |
| 06/06/12 | Sweep to Dreyfus 696 General MMKT Cl B | 668.57 | 9,734.36 |
| 06/07/12 | Sweep to Dreyfus 696 General MMKT Cl B | 15.84 | 9,750.20 |
| 06/08/12 | Sweep to Dreyfus 696 General MMKT Cl B | 23.09 | 9,773.29 |
| 06/11/12 | Sweep to Dreyfus 696 General MMKT Cl B | 62.48 | 9,835.77 |
| 06/12/12 | Sweep to Dreyfus 696 General MMKT Cl B | 12.04 | 9,847.81 |
| 06/13/12 | Sweep from Dreyfus 696 General MMKT Cl B | (712.44) | 9,135.37 |
| 06/14/12 | Sweep from Dreyfus 696 General MMKT Cl B | (862.50) | 8,272.87 |
| 06/19/12 | Sweep to Dreyfus 696 General MMKT Cl B | 94.58 | 8,367.45 |
| 06/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 13.25 | 8,380.70 |
| 06/22/12 | Sweep to Dreyfus 696 General MMKT Cl B | 5.53 | 8,386.23 |
| 06/25/12 | Sweep from Dreyfus 696 General MMKT Cl B | (225.21) | 8,161.02 |
| 06/26/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2.66 | 8,163.68 |
| 06/29/12 | Accumulated Earnings Posted | 0.07 | 8,163.75 |
| 06/29/12 | Sweep to Dreyfus 696 General MMKT Cl B | 805.41 | 8,969.16 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 07/02/12 | Dividend | MCKESSON CORPORATION | MCK | 5.40 |
| 07/02/12 | Dividend | UNION PACIFIC CORPORATION | UNP | 11.40 |
| 07/02/12 | Dividend | BAXTER INTERNATIONAL INC | BAX | 13.40 |
| 07/02/12 | Dividend | VIACOM INC NEW-CLASS B | VIAB | 13.48 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 07/02/12 | Dividend | MACYS INC | M | 16.60 |
| 07/09/12 | Dividend | MERCK & CO INC NEW | MRK | 34.86 |
| 07/13/12 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 10.73 |
| 07/15/12 | Dividend | OCCIDENTAL PETROLEUM CORP | OXY | 16.20 |
| 07/25/12 | Dividend | GENERAL ELECTRIC COMPANY | GE | 23.63 |
| **Total** | | | | **145.70** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
April 30, 2012 to May 31, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 8,903.06 | 137,608.35 | 146,511.41 |
| Total Assets Held in Account | | 8,903.06 | 137,608.35 | 146,511.41 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
April 30, 2012 to May 31, 2012

**Page**
1 of 10

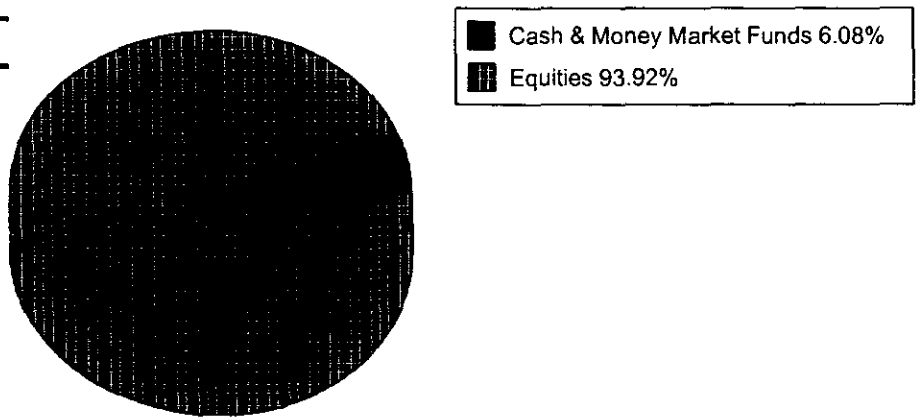
## Account Summary

| | 04/30/12 Value | 05 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 7,686.20 | 8,903.06 |
| Equities | 148,897.84 | 137,608.35 |
| **Total Account Value** | **156,584.04** | **146,511.41** |
| **Net Account Value** | **156,584.04** | **146,511.41** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 7,686.20 | 148,897.84 | 156,584.04 |
| Funds Deposited | | | |
| Income Activity | 111.31 | | 111.31 |
| Securities Sold/Matured | 5,414.91 | (5,414.91) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (4,309.36) | 4,309.36 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (10,183.94) | (10,183.94) |
| **Ending Balance** | **8,903.06** | **137,608.35** | **146,511.41** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on May 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on May 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 449.03 | 0.31% | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 8,454.03 | 5.77% | |
| **Total Cash & Money Market Funds** | | | | | **8,903.06** | **6.08%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 61.000 | 55.830 | 3,405.63 | 2.32% | 48.80 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 42.000 | 47.920 | 2,012.64 | 1.37% | 58.80 |
| AMGEN INC | Cash | AMGN | 44.000 | 69.520 | 3,058.88 | 2.09% | 63.36 |
| APPLE INC | Cash | AAPL | 16.000 | 577.730 | 9,243.68 | 6.31% | |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 380.260 | 1,521.04 | 1.04% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 40.000 | 50.620 | 2,024.80 | 1.38% | 53.60 |
| BOEING COMPANY | Cash | BA | 30.000 | 69.610 | 2,088.30 | 1.43% | 52.80 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 29.000 | 51.370 | 1,489.73 | 1.02% | 5.80 |
| CATERPILLAR INC | Cash | CAT | 21.000 | 87.620 | 1,840.02 | 1.26% | 38.64 |
| CHEVRON CORPORATION | Cash | CVX | 45.000 | 98.310 | 4,423.95 | 3.02% | 162.00 |
| CISCO SYSTEMS INC | Cash | CSCO | 293.000 | 16.330 | 4,784.69 | 3.27% | 93.76 |
| CITIGROUP INC NEW | Cash | C | 223.000 | 26.510 | 5,911.73 | 4.03% | 8.92 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 167.000 | 28.720 | 4,796.24 | 3.27% | 108.55 |
| CONOCOPHILLIPS | Cash | COP | 27.000 | 52.160 | 1,408.32 | 0.96% | 71.28 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 85.000 | 44.940 | 3,819.90 | 2.61% | 55.25 |
| DEVON ENERGY CORPORATION NEW | Cash | DVN | 45.000 | 59.520 | 2,678.40 | 1.83% | 36.00 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 28.000 | 48.260 | 1,351.28 | 0.92% | 48.16 |
| EMC CORPORATION | Cash | EMC | 100.000 | 23.850 | 2,385.00 | 1.63% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 20.000 | 72.910 | 1,458.20 | 1.00% | |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 7.000 | 103.480 | 724.36 | 0.49% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 49.000 | 32.040 | 1,569.96 | 1.07% | 61.25 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 139.000 | 19.090 | 2,653.51 | 1.81% | 94.52 |
| GILEAD SCIENCES INC | Cash | GILD | 31.000 | 49.950 | 1,548.45 | 1.06% | |
| GOOGLE INC-CL A | Cash | GOOG | 6.000 | 580.860 | 3,485.16 | 2.38% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 62.000 | 55.660 | 3,450.92 | 2.36% | 92.38 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| INTEL CORPORATION | Cash | INTC | 106.000 | 25.840 | 2,739.04 | 1.87% | 89.04 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 192.900 | 2,700.60 | 1.84% | 47.60 |
| LEAR CORP NEW | Cash | LEA | 19.000 | 39.850 | 757.15 | 0.52% | 10.64 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 66.000 | 26.720 | 1,763.52 | 1.20% | 36.96 |
| MACYS INC | Cash | M | 83.000 | 38.050 | 3,158.15 | 2.16% | 66.40 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 406.510 | 2,439.06 | 1.66% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 27.000 | 87.280 | 2,356.56 | 1.61% | 21.60 |
| MERCK & CO INC NEW | Cash | MRK | 83.000 | 37.580 | 3,119.14 | 2.13% | 139.44 |
| MONSANTO CO NEW | Cash | MON | 17.000 | 77.200 | 1,312.40 | 0.90% | 20.40 |
| MOSAIC CO/THE NEW | Cash | MOS | 15.000 | 47.680 | 715.20 | 0.49% | 7.50 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 79.270 | 2,378.10 | 1.62% | 64.80 |
| ORACLE CORP | Cash | ORCL | 108.000 | 26.470 | 2,858.76 | 1.95% | 25.92 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 81.740 | 2,043.50 | 1.39% | 41.00 |
| PFIZER INCORPORATED | Cash | PFE | 224.000 | 21.870 | 4,898.88 | 3.34% | 197.12 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 31.000 | 61.420 | 1,904.02 | 1.30% | 49.60 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| QUALCOMM INC | Cash | QCOM | 53.000 | 57.310 | 3,037.43 | 2.07% | 53.00 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 63.550 | 1,143.90 | 0.78% | |
| ROSS STORES INCORPORATED | Cash | ROST | 56.000 | 63.230 | 3,540.88 | 2.42% | 31.36 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 39.000 | 63.250 | 2,466.75 | 1.68% | 42.90 |
| SYSCO CORPORATION | Cash | SYY | 52.000 | 27.910 | 1,451.32 | 0.99% | 56.16 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 72.000 | 28.480 | 2,050.56 | 1.40% | 48.96 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 111.400 | 2,116.60 | 1.44% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 21.000 | 74.110 | 1,556.31 | 1.06% | 40.32 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 26.000 | 55.770 | 1,450.02 | 0.99% | 16.90 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 22.000 | 60.040 | 1,320.88 | 0.90% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 49.000 | 47.730 | 2,338.77 | 1.60% | 53.90 |
| WAL-MART STORES INC | Cash | WMT | 73.000 | 65.820 | 4,804.86 | 3.28% | 116.07 |
| WELLS FARGO & CO | Cash | WFC | 64.000 | 32.050 | 2,051.20 | 1.40% | 56.32 |
| **Total Equities** | | | | | **137,608.35** | **93.92%** | **2,540.58** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 35.000000 PD:2012-05-01 | Cash | FCX | 10.94 |
| 05/02 | Taxable Dividend | ORACLE CORP<br>ORCL on 108.000000 PD:2012-05-02 | Cash | ORCL | 6.48 |
| 05/03 | Taxable Dividend | CVS/CAREMARK CORPORATION<br>CVS on 85.000000 PD:2012-05-03 | Cash | CVS | 13.81 |
| 05/07 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 39.000000 PD:2012-05-05 | Cash | PNC | 15.60 |
| 05/09 | Taxable Dividend | MASTERCARD INC-CL A<br>MA on 6.000000 PD:2012-05-09 | Cash | MA | 1.80 |
| 05/09 | Taxable Dividend | LOWES COMPANIES INCORPORATED<br>LOW on 41.000000 PD:2012-05-09 | Cash | LOW | 5.74 |
| 05/10 | Taxable Dividend | AMERICAN EXPRESS COMPANY<br>AXP on 76.000000 PD:2012-05-10 | Cash | AXP | 15.20 |
| 05/17 | Taxable Dividend | MOSAIC CO/THE NEW<br>MOS on 15.000000 PD:2012-05-17 | Cash | MOS | 1.88 |
| 05/18 | Taxable Dividend | AMERIPRISE FINANCIAL INC<br>AMP on 42.000000 PD:2012-05-18 | Cash | AMP | 14.70 |
| 05/21 | Taxable Dividend | TEXAS INSTRUMENTS INC<br>TXN on 72.000000 PD:2012-05-21 | Cash | TXN | 12.24 |
| 05/21 | Taxable Dividend | CATERPILLAR INC<br>CAT on 21.000000 PD:2012-05-19 | Cash | CAT | 9.66 |
| 05/25 | Taxable Dividend | CITIGROUP INC NEW<br>C on 174.000000 PD:2012-05-25 | Cash | C | 1.74 |
| 05/29 | Taxable Dividend | CAPITAL ONE FINANCIAL CORP<br>COF on 29.000000 PD:2012-05-29 | Cash | COF | 1.45 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.07 |
| **Total Income Activity** | | | | | **111.31** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/01 | Cash in Lieu | PHILLIPS 66<br>COP on -0.500000 PD:2012-04-30 | Cash | PSX | (0.500) | | 16.84 |
| 05/03 | Sell | PHILLIPS 66 | Cash | PSX | (13.000) | 31.240 | 406.11 |
| 05/15 | Sell | AMERICAN EXPRESS COMPANY | Cash | AXP | (15.000) | 58.280 | 874.18 |
| 05/16 | Sell | WELLS FARGO & CO | Cash | WFC | (31.000) | 32.260 | 1,000.04 |
| 05/16 | Sell | PNC FINANCIAL SERVICES GROUP | Cash | PNC | (8.000) | 63.070 | 504.55 |
| 05/16 | Sell | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO | Cash | JPM | (60.000) | 36.070 | 2,164.16 |
| 05/30 | Sell | UNITEDHEALTH GROUP INC | Cash | UNH | (8.000) | 56.130 | 449.03 |
| **Total Securities Sold/Matured** | | | | | | | **5,414.91** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 05/01 | Stock Spinoff | PHILLIPS 66<br>COP on 27.000000 PD:2012-04-30 | Cash | PSX | 13.500 | |
| **Total Securities Received** | | | | | | |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/03 | Buy | F5 NETWORKS INCORPORATED | Cash | FFIV | 7.000 | 135.810 | (950.67) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/08 | Buy | CITIGROUP INC NEW | Cash | C | 24.000 | 31.100 | (746.40) |
| 05/18 | Buy | CITIGROUP INC NEW | Cash | C | 25.000 | 26.060 | (651.50) |
| 05/23 | Buy | MCKESSON CORPORATION | Cash | MCK | 10.000 | 86.200 | (862.00) |
| 05/23 | Buy | LOWES COMPANIES INCORPORATED | Cash | LOW | 25.000 | 25.970 | (649.25) |
| 05/23 | Buy | FREEPORT MCMORAN COPPER & GOLD CL B | Cash | FCX | 14.000 | 32.110 | (449.54) |
| **Total Securities Purchased** | | | | | | | **(4,309.36)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 111.24 | | 1,021.58 | |
| Money Market | 0.07 | | 0.26 | |
| **Total Income** | **111.31** | | **1,021.84** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **5,398.07** | **55,193.99** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/30/12 | Beginning Balance | | 7,686.20 |
| 05/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 10.94 | 7,697.14 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 05/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 23.32 | 7,720.46 |
| 05/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 13.81 | 7,734.27 |
| 05/07/12 | Sweep to Dreyfus 696 General MMKT Cl B | 15.60 | 7,749.87 |
| 05/08/12 | Sweep from Dreyfus 696 General MMKT Cl B | (544.56) | 7,205.31 |
| 05/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 7.54 | 7,212.85 |
| 05/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 15.20 | 7,228.05 |
| 05/11/12 | Sweep from Dreyfus 696 General MMKT Cl B | (746.40) | 6,481.65 |
| 05/17/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1.88 | 6,483.53 |
| 05/18/12 | Sweep to Dreyfus 696 General MMKT Cl B | 888.88 | 7,372.41 |
| 05/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3,690.65 | 11,063.06 |
| 05/23/12 | Sweep from Dreyfus 696 General MMKT Cl B | (651.50) | 10,411.56 |
| 05/25/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1.74 | 10,413.30 |
| 05/29/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,959.34) | 8,453.96 |
| 05/31/12 | Accumulated Earnings Posted | 0.07 | 8,454.03 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/01/12 | Dividend | PARKER HANNIFIN CORPORATION | PH | 10.25 |
| 06/01/12 | Dividend | BOEING COMPANY | BA | 13.20 |
| 06/01/12 | Dividend | CONOCOPHILLIPS | COP | 17.82 |
| 06/01/12 | Dividend | WELLS FARGO & CO | WFC | 20.90 |
| 06/01/12 | Dividend | INTEL CORPORATION | INTC | 22.26 |
| 06/04/12 | Dividend | WAL-MART STORES INC | WMT | 29.02 |
| 06/05/12 | Dividend | PFIZER INCORPORATED | PFE | 49.28 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/07/12 | Dividend | AMGEN INC | AMGN | 15.84 |
| 06/08/12 | Dividend | HONEYWELL INTERNATIONAL INC. COM | HON | 23.09 |
| 06/09/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 11.90 |
| 06/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 10.08 |
| 06/11/12 | Dividend | CHEVRON CORPORATION | CVX | 40.50 |
| 06/12/12 | Dividend | DUPONT E I DE NEMOURS & CO | DD | 12.04 |
| **Total** | | | | **276.18** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
March 30, 2012 to April 30, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste. 200
*Carrollton, TX 75006*

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 7,686.20 | 148,897.84 | 156,584.04 |
| *Total Assets Held in Account* | | *7,686.20* | *148,897.84* | *156,584.04* |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
March 30, 2012 to April 30, 2012

**Page**
1 of 9

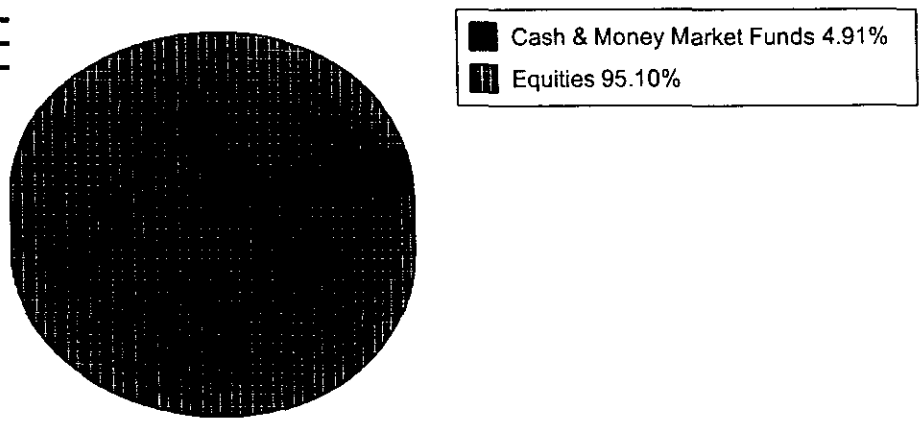
## Account Summary

| | 03/30/12 Value | 04 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 5,859.97 | 7,686.20 |
| Equities | 152,929.87 | 148,897.84 |
| **Total Account Value** | **158,789.84** | **156,584.04** |
| **Net Account Value** | **158,789.84** | **156,584.04** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 5,859.97 | 152,929.87 | 158,789.84 |
| Funds Deposited | | | |
| Income Activity | 281.55 | | 281.55 |
| Securities Sold/Matured | 5,421.93 | (5,421.93) | |
| Securities Received | | | |
| Funds Withdrawn | (592.21) | | (592.21) |
| Margin Interest | | | |
| Securities Purchased | (3,285.04) | 3,285.04 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (1,895.14) | (1,895.14) |
| **Ending Balance** | **7,686.20** | **148,897.84** | **156,584.04** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on April 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on April 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances *held by Southwest Securities in your name are being maintained solely for the* purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 7,686.20 | 4.91% | |
| **Total Cash & Money Market Funds** | | | | | **7,686.20** | **4.91%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 76.000 | 60.210 | 4,575.96 | 2.92% | 60.80 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 42.000 | 54.210 | 2,276.82 | 1.45% | 58.80 |
| AMGEN INC | Cash | AMGN | 44.000 | 71.110 | 3,128.84 | 2.00% | 63.36 |
| APPLE INC | Cash | AAPL | 16.000 | 583.980 | 9,343.68 | 5.97% | |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 396.160 | 1,584.64 | 1.01% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 40.000 | 55.410 | 2,216.40 | 1.42% | 53.60 |
| BOEING COMPANY | Cash | BA | 30.000 | 76.800 | 2,304.00 | 1.47% | 52.80 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 29.000 | 55.480 | 1,608.92 | 1.03% | 5.80 |
| CATERPILLAR INC | Cash | CAT | 21.000 | 102.770 | 2,158.17 | 1.38% | 38.64 |
| CHEVRON CORPORATION | Cash | CVX | 45.000 | 106.560 | 4,795.20 | 3.06% | 162.00 |
| CISCO SYSTEMS INC | Cash | CSCO | 293.000 | 20.155 | 5,905.42 | 3.77% | 93.76 |
| CITIGROUP INC NEW | Cash | C | 174.000 | 33.045 | 5,749.83 | 3.67% | 6.96 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 167.000 | 29.830 | 4,981.61 | 3.18% | 108.55 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CONOCOPHILLIPS | Cash | COP | 27.000 | 71.630 | 1,934.01 | 1.24% | 71.28 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 85.000 | 44.620 | 3,792.70 | 2.42% | 55.25 |
| DEVON ENERGY CORPORATION NEW | Cash | DVN | 45.000 | 69.850 | 3,143.25 | 2.01% | 36.00 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 28.000 | 53.460 | 1,496.88 | 0.96% | 48.16 |
| EMC CORPORATION | Cash | EMC | 100.000 | 28.210 | 2,821.00 | 1.80% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 20.000 | 71.330 | 1,426.60 | 0.91% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 35.000 | 38.300 | 1,340.50 | 0.86% | 43.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 139.000 | 19.580 | 2,721.62 | 1.74% | 94.52 |
| GILEAD SCIENCES INC | Cash | GILD | 31.000 | 52.020 | 1,612.62 | 1.03% | |
| GOOGLE INC-CL A | Cash | GOOG | 6.000 | 604.850 | 3,629.10 | 2.32% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 62.000 | 60.660 | 3,760.92 | 2.40% | 92.38 |
| INTEL CORPORATION | Cash | INTC | 106.000 | 28.395 | 3,009.87 | 1.92% | 89.04 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 207.080 | 2,899.12 | 1.85% | 47.60 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO | Cash | JPM | 60.000 | 42.980 | 2,578.80 | 1.65% | 72.00 |
| LEAR CORP NEW | Cash | LEA | 19.000 | 41.500 | 788.50 | 0.50% | 10.64 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 41.000 | 31.470 | 1,290.27 | 0.82% | 22.96 |
| MACYS INC | Cash | M | 83.000 | 41.020 | 3,404.66 | 2.17% | 66.40 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 452.270 | 2,713.62 | 1.73% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 17.000 | 91.410 | 1,553.97 | 0.99% | 13.60 |
| MERCK & CO INC NEW | Cash | MRK | 83.000 | 39.240 | 3,256.92 | 2.08% | 139.44 |
| MONSANTO CO NEW | Cash | MON | 17.000 | 76.180 | 1,295.06 | 0.83% | 20.40 |
| MOSAIC CO/THE NEW | Cash | MOS | 15.000 | 52.820 | 792.30 | 0.51% | 7.50 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 91.220 | 2,736.60 | 1.75% | 64.80 |
| ORACLE CORP | Cash | ORCL | 108.000 | 29.400 | 3,175.20 | 2.03% | 25.92 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 87.690 | 2,192.25 | 1.40% | 41.00 |
| PFIZER INCORPORATED | Cash | PFE | 224.000 | 22.900 | 5,129.60 | 3.28% | 197.12 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 39.000 | 66.320 | 2,586.48 | 1.65% | 62.40 |
| QUALCOMM INC | Cash | QCOM | 53.000 | 63.830 | 3,382.99 | 2.16% | 53.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 72.810 | 1,310.58 | 0.84% | |
| ROSS STORES INCORPORATED | Cash | ROST | 56.000 | 61.500 | 3,444.00 | 2.20% | 31.36 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 39.000 | 74.140 | 2,891.46 | 1.85% | 42.90 |
| SYSCO CORPORATION | Cash | SYY | 52.000 | 28.900 | 1,502.80 | 0.96% | 56.16 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 72.000 | 31.940 | 2,299.68 | 1.47% | 48.96 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 112.440 | 2,136.36 | 1.36% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 21.000 | 81.640 | 1,714.44 | 1.09% | 40.32 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 34.000 | 56.150 | 1,909.10 | 1.22% | 22.10 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 22.000 | 38.480 | 846.56 | 0.54% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 49.000 | 46.390 | 2,273.11 | 1.45% | 49.00 |
| WAL-MART STORES INC | Cash | WMT | 73.000 | 58.910 | 4,300.43 | 2.75% | 116.07 |
| WELLS FARGO & CO | Cash | WFC | 95.000 | 33.415 | 3,174.43 | 2.03% | 83.60 |
| **Total Equities** | | | | | **148,897.84** | **95.10%** | **2,623.50** |

**End of Account Positions**

## Account Activity

### Income Activity

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/02 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 49.000000 PD:2012-04-02 | Cash | VIAB | 12.25 |
| 04/02 | Taxable Dividend | UNION PACIFIC CORPORATION<br>UNP on 19.000000 PD:2012-04-02 | Cash | UNP | 11.40 |
| 04/02 | Taxable Dividend | MACYS INC<br>M on 71.000000 PD:2012-04-02 | Cash | M | 14.20 |
| 04/02 | Taxable Dividend | BAXTER INTERNATIONAL INC<br>BAX on 40.000000 PD:2012-04-02 | Cash | BAX | 13.40 |
| 04/04 | Taxable Dividend | WAL-MART STORES INC<br>WMT on 134.000000 PD:2012-04-04 | Cash | WMT | 53.27 |
| 04/09 | Taxable Dividend | MERCK & CO INC NEW<br>MRK on 83.000000 PD:2012-04-06 | Cash | MRK | 34.86 |
| 04/13 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 53.000000 PD:2012-04-13 | Cash | SLB | 14.57 |
| 04/16 | Taxable Dividend | OCCIDENTAL PETROLEUM CORP<br>OXY on 30.000000 PD:2012-04-15 | Cash | OXY | 16.20 |
| 04/25 | Taxable Dividend | GENERAL ELECTRIC COMPANY<br>GE on 139.000000 PD:2012-04-25 | Cash | GE | 23.63 |
| 04/25 | Taxable Dividend | COMCAST CORP-SPECIAL CL A NEW<br>CMCSK on 167.000000 PD:2012-04-25 | Cash | CMCSK | 27.14 |
| 04/25 | Taxable Dividend | CISCO SYSTEMS INC<br>CSCO on 293.000000 PD:2012-04-25 | Cash | CSCO | 23.44 |
| 04/27 | Taxable Dividend | SYSCO CORPORATION<br>SYY on 52.000000 PD:2012-04-27 | Cash | SYY | 14.04 |
| 04/27 | Taxable Dividend | MONSANTO CO NEW<br>MON on 17.000000 PD:2012-04-27 | Cash | MON | 5.10 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/30 | Taxable Dividend | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO<br>JPM on 60.000000 PD:2012-04-30 | Cash | JPM | 18.00 |
| 04/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.05 |
| **Total Income Activity** | | | | | **281.55** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/10 | Sell | APPLE INC | Cash | AAPL | (2.000) | 632.550 | 1,265.07 |
| 04/17 | Sell | APPLE INC | Cash | AAPL | (1.000) | 604.910 | 604.90 |
| 04/24 | Sell | WAL-MART STORES INC | Cash | WMT | (61.000) | 58.230 | 3,551.96 |
| **Total Securities Sold/Matured** | | | | | | | **5,421.93** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 04/23 | Journal | ADV FEE | Cash | | (592.21) |
| **Total Funds Withdrawn** | | | | | **(592.21)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/10 | Buy | MCKESSON CORPORATION | Cash | MCK | 8.000 | 87.150 | (697.20) |
| 04/13 | Buy | VERTEX PHARMACEUTICALS INC | Cash | VRTX | 22.000 | 36.480 | (802.56) |
| 04/13 | Buy | MCKESSON CORPORATION | Cash | MCK | 9.000 | 90.320 | (812.88) |
| 04/17 | Buy | CVS/CAREMARK CORPORATION | Cash | CVS | 22.000 | 44.200 | (972.40) |
| **Total Securities Purchased** | | | | | | | **(3,285.04)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 281.50 | | 910.34 | |
| Money Market | 0.05 | | 0.19 | |
| **Total Income** | **281.55** | | **910.53** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **5,421.93** | **49,795.92** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 03/30/12 | Beginning Balance | | 3,965.44 |
| 04/02/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,060.88) | 2,904.56 |
| 04/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3,006.66 | 5,911.22 |
| 04/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 53.27 | 5,964.49 |
| 04/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 34.86 | 5,999.35 |
| 04/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 567.87 | 6,567.22 |
| 04/16/12 | Sweep to Dreyfus 696 General MMKT Cl B | 30.77 | 6,597.99 |
| 04/18/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,615.44) | 4,982.55 |
| 04/20/12 | Sweep from Dreyfus 696 General MMKT Cl B | (367.50) | 4,615.05 |
| 04/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (592.21) | 4,022.84 |
| 04/25/12 | Sweep to Dreyfus 696 General MMKT Cl B | 74.21 | 4,097.05 |
| 04/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3,571.10 | 7,668.15 |
| 04/30/12 | Accumulated Earnings Posted | 0.05 | 7,668.20 |
| 04/30/12 | Sweep to Dreyfus 696 General MMKT Cl B | 18.00 | 7,686.20 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 05/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 10.94 |
| 05/02/12 | Dividend | ORACLE CORP | ORCL | 6.48 |
| 05/03/12 | Dividend | CVS/CAREMARK CORPORATION | CVS | 13.81 |
| 05/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 15.60 |
| 05/09/12 | Dividend | MASTERCARD INC-CL A | MA | 1.80 |
| 05/09/12 | Dividend | LOWES COMPANIES INCORPORATED | LOW | 5.74 |
| 05/10/12 | Dividend | AMERICAN EXPRESS COMPANY | AXP | 15.20 |
| 05/19/12 | Dividend | CATERPILLAR INC | CAT | 9.66 |
| **Total** | | | | **79.23** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
February 29, 2012 to March 30, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 5,859.97 | 152,929.87 | 158,789.84 |
| Total Assets Held in Account | | 5,859.97 | 152,929.87 | 158,789.84 |

URGENT INFORMATION ABOUT YOUR ACCOUNT. ON THE LAST PAGE OF YOUR MARCH STATEMENT IS A TIME SENSITIVE NOTICE, TITLED VERIFICATION OF CUSTOMER INFORMATION. PLEASE REVIEW THIS NOTICE AND CONTACT YOUR FINANCIAL ADVISOR AS SOON AS POSSIBLE, IF ANY INFORMATION HAS CHANGED.

Paperless Statements and Confirms: We are excited to announce that you can now stop the delivery of your paper statements and confirms. Please visit the ClientEXP website,https://clientexp.swst.com/SWS/Login, to enroll for eDelivery of all of your Southwest Securities account documents. You may register for access to ClientEXP as well as sign up for eDelivery at this site. If you need any assistance or have any questions please contact your Financial Advisor.

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
February 29, 2012 to March 30, 2012

**Page**

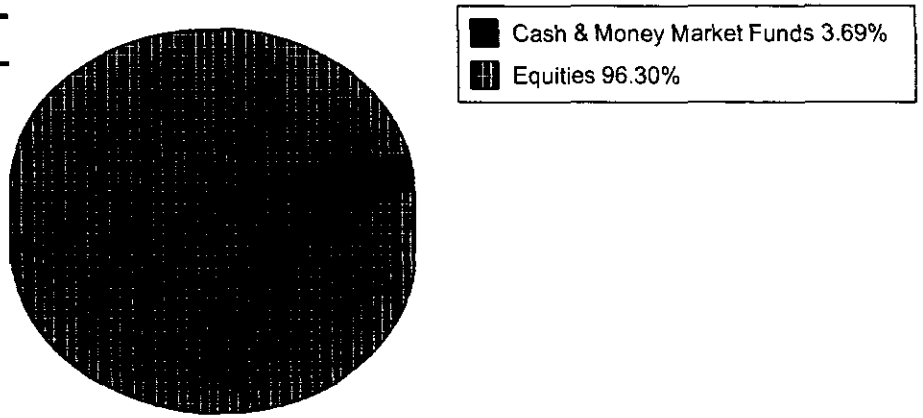

## Account Summary

| | 02/29/12 Value | 03 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,477.01 | 5,859.97 |
| Equities | 151,391.58 | 152,929.87 |
| **Total Account Value** | **153,868.59** | **158,789.84** |
| **Net Account Value** | **153,868.59** | **158,789.84** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,477.01 | 151,391.58 | 153,868.59 |
| Funds Deposited | | | |
| Income Activity | 316.21 | | 316.21 |
| Securities Sold/Matured | 14,659.69 | (14,659.69) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (11,592.94) | 11,592.94 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 4,605.04 | 4,605.04 |
| **Ending Balance** | **5,859.97** | **152,929.87** | **158,789.84** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on March 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on March 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 1,894.53 | 1.19% | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 3,965.44 | 2.50% | |
| **Total Cash & Money Market Funds** | | | | | **5,859.97** | **3.69%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 76.000 | 57.860 | 4,397.36 | 2.77% | 60.80 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 42.000 | 57.130 | 2,399.46 | 1.51% | 47.04 |
| AMGEN INC | Cash | AMGN | 44.000 | 67.970 | 2,990.68 | 1.88% | 63.36 |
| APPLE INC | Cash | AAPL | 19.000 | 599.550 | 11,391.45 | 7.17% | |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 371.800 | 1,487.20 | 0.94% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 40.000 | 59.780 | 2,391.20 | 1.51% | 53.60 |
| BOEING COMPANY | Cash | BA | 30.000 | 74.370 | 2,231.10 | 1.41% | 52.80 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 29.000 | 55.740 | 1,616.46 | 1.02% | 5.80 |
| CATERPILLAR INC | Cash | CAT | 21.000 | 106.520 | 2,236.92 | 1.41% | 38.64 |
| CHEVRON CORPORATION | Cash | CVX | 45.000 | 107.210 | 4,824.45 | 3.04% | 145.80 |
| CISCO SYSTEMS INC | Cash | CSCO | 293.000 | 21.150 | 6,196.95 | 3.90% | 93.76 |
| CITIGROUP INC NEW | Cash | C | 174.000 | 36.550 | 6,359.70 | 4.01% | 6.96 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| *Equities (Continued)* | | | | | | | |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 167.000 | 29.510 | 4,928.17 | 3.10% | 108.55 |
| CONOCOPHILLIPS | Cash | COP | 27.000 | 76.010 | 2,052.27 | 1.29% | 71.28 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 63.000 | 44.800 | 2,822.40 | 1.78% | 40.95 |
| DEVON ENERGY CORPORATION NEW | Cash | DVN | 45.000 | 71.120 | 3,200.40 | 2.02% | 36.00 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 28.000 | 52.900 | 1,481.20 | 0.93% | 45.92 |
| EMC CORPORATION | Cash | EMC | 100.000 | 29.880 | 2,988.00 | 1.88% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 20.000 | 74.180 | 1,483.60 | 0.93% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 35.000 | 38.040 | 1,331.40 | 0.84% | 43.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 139.000 | 20.070 | 2,789.73 | 1.76% | 94.52 |
| GILEAD SCIENCES INC | Cash | GILD | 31.000 | 48.860 | 1,514.66 | 0.95% | |
| GOOGLE INC-CL A | Cash | GOOG | 6.000 | 641.240 | 3,847.44 | 2.42% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 62.000 | 61.050 | 3,785.10 | 2.38% | 92.38 |
| INTEL CORPORATION | Cash | INTC | 106.000 | 28.115 | 2,980.19 | 1.88% | 89.04 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 208.650 | 2,921.10 | 1.84% | 42.00 |
| JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO | Cash | JPM | 60.000 | 45.980 | 2,758.80 | 1.74% | 72.00 |
| LEAR CORP NEW | Cash | LEA | 19.000 | 46.490 | 883.31 | 0.56% | 10.64 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 41.000 | 31.380 | 1,286.58 | 0.81% | 22.96 |
| MACYS INC | Cash | M | 83.000 | 39.730 | 3,297.59 | 2.08% | 66.40 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 420.540 | 2,523.24 | 1.59% | 7.20 |
| MERCK & CO INC NEW | Cash | MRK | 83.000 | 38.400 | 3,187.20 | 2.01% | 139.44 |
| MONSANTO CO NEW | Cash | MON | 17.000 | 79.760 | 1,355.92 | 0.85% | 20.40 |
| MOSAIC CO/THE NEW | Cash | MOS | 15.000 | 55.290 | 829.35 | 0.52% | 3.00 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 95.230 | 2,856.90 | 1.80% | 64.80 |
| ORACLE CORP | Cash | ORCL | 108.000 | 29.160 | 3,149.28 | 1.98% | 25.92 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 84.550 | 2,113.75 | 1.33% | 39.00 |
| PFIZER INCORPORATED | Cash | PFE | 224.000 | 22.645 | 5,072.48 | 3.19% | 197.12 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 39.000 | 64.490 | 2,515.11 | 1.58% | 54.60 |
| QUALCOMM INC | Cash | QCOM | 53.000 | 68.060 | 3,607.18 | 2.27% | 45.58 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 74.090 | 1,333.62 | 0.84% | |
| ROSS STORES INCORPORATED | Cash | ROST | 56.000 | 58.100 | 3,253.60 | 2.05% | 31.36 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 39.000 | 69.930 | 2,727.27 | 1.72% | 42.90 |
| SYSCO CORPORATION | Cash | SYY | 52.000 | 29.860 | 1,552.72 | 0.98% | 56.16 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 72.000 | 33.610 | 2,419.92 | 1.52% | 48.96 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 107.480 | 2,042.12 | 1.29% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 21.000 | 82.940 | 1,741.74 | 1.10% | 40.32 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 34.000 | 58.940 | 2,003.96 | 1.26% | 22.10 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 49.000 | 47.460 | 2,325.54 | 1.46% | 49.00 |
| WAL-MART STORES INC | Cash | WMT | 134.000 | 61.200 | 8,200.80 | 5.16% | 213.06 |
| WELLS FARGO & CO | Cash | WFC | 95.000 | 34.140 | 3,243.30 | 2.04% | 45.60 |
| **Total Equities** | | | | | **152,929.87** | **96.30%** | **2,597.07** |

**End of Account Positions**

## Account Activity

### Income Activity

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/01 | Taxable Dividend | WELLS FARGO & CO<br>WFC on 167.000000 PD:2012-03-01 | Cash | WFC | 20.04 |
| 03/01 | Taxable Dividend | INTEL CORPORATION<br>INTC on 106.000000 PD:2012-03-01 | Cash | INTC | 22.26 |
| 03/01 | Taxable Dividend | CONOCOPHILLIPS<br>COP on 27.000000 PD:2012-03-01 | Cash | COP | 17.82 |
| 03/02 | Taxable Dividend | PARKER HANNIFIN CORPORATION<br>PH on 14.000000 PD:2012-03-02 | Cash | PH | 5.46 |
| 03/02 | Taxable Dividend | BOEING COMPANY<br>BA on 38.000000 PD:2012-03-02 | Cash | BA | 16.72 |
| 03/06 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 190.000000 PD:2012-03-06 | Cash | PFE | 41.80 |
| 03/07 | Taxable Dividend | AMGEN INC<br>AMGN on 44.000000 PD:2012-03-07 | Cash | AMGN | 15.84 |
| 03/08 | Taxable Dividend | MICROSOFT CORPORATION<br>MSFT on 59.000000 PD:2012-03-08 | Cash | MSFT | 11.80 |
| 03/09 | Taxable Dividend | HONEYWELL INTERNATIONAL INC. COM<br>HON on 62.000000 PD:2012-03-09 | Cash | HON | 23.09 |
| 03/12 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 21.000000 PD:2012-03-10 | Cash | UTX | 10.08 |
| 03/12 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 14.000000 PD:2012-03-10 | Cash | IBM | 10.50 |
| 03/12 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 45.000000 PD:2012-03-12 | Cash | CVX | 36.45 |
| 03/15 | Taxable Dividend | MOLSON COORS BREWING CO-CL B<br>TAP on 36.000000 PD:2012-03-15 | Cash | TAP | 11.52 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/15 | Taxable Dividend | DOVER CORP<br>DOV on 24.000000 PD:2012-03-15 | Cash | DOV | 7.56 |
| 03/19 | Taxable Dividend | UNITEDHEALTH GROUP INC<br>UNH on 34.000000 PD:2012-03-19 | Cash | UNH | 5.53 |
| 03/21 | Taxable Dividend | LEAR CORP NEW<br>LEA on 19.000000 PD:2012-03-21 | Cash | LEA | 2.66 |
| 03/23 | Taxable Dividend | QUALCOMM INC<br>QCOM on 41.000000 PD:2012-03-23 | Cash | QCOM | 8.81 |
| 03/23 | Taxable Dividend | BLACKROCK INCORPORATED<br>BLK on 9.000000 PD:2012-03-23 | Cash | BLK | 13.50 |
| 03/28 | Taxable Dividend | HALLIBURTON COMPANY<br>HAL on 50.000000 PD:2012-03-28 | Cash | HAL | 4.50 |
| 03/30 | Special Distribution | WELLS FARGO & CO<br>WFC on 134.000000 PD:2012-03-30 | Cash | WFC | 13.40 |
| 03/30 | Taxable Dividend | ROSS STORES INCORPORATED<br>ROST on 56.000000 PD:2012-03-30 | Cash | ROST | 7.84 |
| 03/30 | Taxable Dividend | DEVON ENERGY CORPORATION NEW<br>DVN on 45.000000 PD:2012-03-30 | Cash | DVN | 9.00 |
| 03/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.03 |
| **Total Income Activity** | | | | | **316.21** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/09 | Sell | MOLSON COORS BREWING CO-CL B | Cash | TAP | (36.000) | 42.740 | 1,538.61 |
| 03/13 | Sell | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | (6.000) | 74.400 | 446.39 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/15 | Sell | HALLIBURTON COMPANY | Cash | HAL | (26.000) | 34.190 | 888.92 |
| 03/15 | Sell | BLACKROCK INCORPORATED | Cash | BLK | (2.000) | 204.490 | 408.97 |
| 03/15 | Sell | AETNA LIFE CASUALTY | Cash | AET | (29.000) | 45.910 | 1,331.37 |
| 03/16 | Sell | HALLIBURTON COMPANY | Cash | HAL | (24.000) | 34.600 | 830.39 |
| 03/16 | Sell | BLACKROCK INCORPORATED | Cash | BLK | (7.000) | 204.680 | 1,432.73 |
| 03/20 | Sell | WELLS FARGO & CO | Cash | WFC | (18.000) | 34.370 | 618.65 |
| 03/20 | Sell | ORACLE CORP | Cash | ORCL | (45.000) | 29.650 | 1,334.23 |
| 03/22 | Sell | MICROSOFT CORPORATION | Cash | MSFT | (29.000) | 31.970 | 927.11 |
| 03/27 | Sell | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | (8.000) | 70.530 | 564.23 |
| 03/28 | Sell | WELLS FARGO & CO | Cash | WFC | (39.000) | 34.140 | 1,331.43 |
| 03/29 | Sell | MICROSOFT CORPORATION | Cash | MSFT | (48.000) | 31.890 | 1,530.69 |
| 03/29 | Sell | DOVER CORP | Cash | DOV | (24.000) | 61.500 | 1,475.97 |
| **Total Securities Sold/Matured** | | | | | | | **14,659.69** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/06 | Buy | MASTERCARD INC-CL A | Cash | MA | 1.000 | 410.330 | (410.33) |
| 03/09 | Buy | QUALCOMM INC | Cash | QCOM | 12.000 | 64.125 | (769.50) |
| 03/13 | Buy | CATERPILLAR INC | Cash | CAT | 8.000 | 111.780 | (894.24) |
| 03/16 | Buy | PNC FINANCIAL SERVICES GROUP | Cash | PNC | 14.000 | 63.130 | (883.82) |
| 03/16 | Buy | CISCO SYSTEMS INC | Cash | CSCO | 29.000 | 19.990 | (579.71) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/16 | Buy | CAPITAL ONE FINANCIAL CORP | Cash | COF | 15.000 | 54.550 | (818.25) |
| 03/20 | Buy | MASTERCARD INC-CL A | Cash | MA | 1.000 | 418.730 | (418.73) |
| 03/20 | Buy | CATERPILLAR INC | Cash | CAT | 13.000 | 110.960 | (1,442.48) |
| 03/20 | Buy | CAPITAL ONE FINANCIAL CORP | Cash | COF | 14.000 | 54.980 | (769.72) |
| 03/21 | Buy | MACYS INC | Cash | M | 12.000 | 40.510 | (486.12) |
| 03/21 | Buy | CISCO SYSTEMS INC | Cash | CSCO | 50.000 | 20.600 | (1,030.00) |
| 03/22 | Buy | TEXAS INSTRUMENTS INC | Cash | TXN | 19.000 | 33.320 | (633.08) |
| 03/28 | Buy | PFIZER INCORPORATED | Cash | PFE | 34.000 | 22.340 | (759.56) |
| 03/28 | Buy | MASTERCARD INC-CL A | Cash | MA | 2.000 | 425.960 | (851.92) |
| 03/28 | Buy | CITIGROUP INC NEW | Cash | C | 23.000 | 36.760 | (845.48) |
| **Total Securities Purchased** | | | | | | | **(11,592.94)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 316.18 | | 628.84 | |
| Money Market | 0.03 | | 0.14 | |
| **Total Income** | **316.21** | | **628.98** | |

## Other Important Information

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| Sales Proceeds | 14,659.69 | 44,373.99 |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 02/29/12 | Beginning Balance | | 2,477.01 |
| 03/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 60.12 | 2,537.13 |
| 03/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 22.18 | 2,559.31 |
| 03/06/12 | Sweep From csh to 696 | 41.80 | 2,601.11 |
| 03/07/12 | Sweep to Dreyfus 696 General MMKT Cl B | 15.84 | 2,616.95 |
| 03/08/12 | Sweep to Dreyfus 696 General MMKT Cl B | 11.80 | 2,628.75 |
| 03/09/12 | Sweep from Dreyfus 696 General MMKT Cl B | (387.24) | 2,241.51 |
| 03/12/12 | Sweep to Dreyfus 696 General MMKT Cl B | 57.03 | 2,298.54 |
| 03/14/12 | Sweep to Dreyfus 696 General MMKT Cl B | 769.11 | 3,067.65 |
| 03/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 19.08 | 3,086.73 |
| 03/16/12 | Sweep from Dreyfus 696 General MMKT Cl B | (447.85) | 2,638.88 |
| 03/19/12 | Sweep to Dreyfus 696 General MMKT Cl B | 5.53 | 2,644.41 |
| 03/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2,629.26 | 5,273.67 |
| 03/21/12 | Sweep from Dreyfus 696 General MMKT Cl B | (16.00) | 5,257.67 |
| 03/23/12 | Sweep from Dreyfus 696 General MMKT Cl B | (655.74) | 4,601.93 |
| 03/26/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,516.12) | 3,085.81 |
| 03/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 294.03 | 3,379.84 |
| 03/28/12 | Sweep to Dreyfus 696 General MMKT Cl B | 4.50 | 3,384.34 |
| 03/30/12 | Accumulated Earnings Posted | 0.03 | 3,384.37 |
| 03/30/12 | Sweep to Dreyfus 696 General MMKT Cl B | 581.07 | 3,965.44 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/02/12 | Dividend | UNION PACIFIC CORPORATION | UNP | 11.40 |
| 04/02/12 | Dividend | VIACOM INC NEW-CLASS B | VIAB | 12.25 |
| 04/02/12 | Dividend | BAXTER INTERNATIONAL INC | BAX | 13.40 |
| 04/02/12 | Dividend | MACYS INC | M | 14.20 |
| 04/04/12 | Dividend | WAL-MART STORES INC | WMT | 53.27 |
| 04/06/12 | Dividend | MERCK & CO INC NEW | MRK | 34.86 |
| 04/13/12 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 14.57 |
| 04/15/12 | Dividend | OCCIDENTAL PETROLEUM CORP | OXY | 16.20 |
| 04/25/12 | Dividend | GENERAL ELECTRIC COMPANY | GE | 47.26 |
| **Total** | | | | **217.41** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
January 31, 2012 to February 29, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

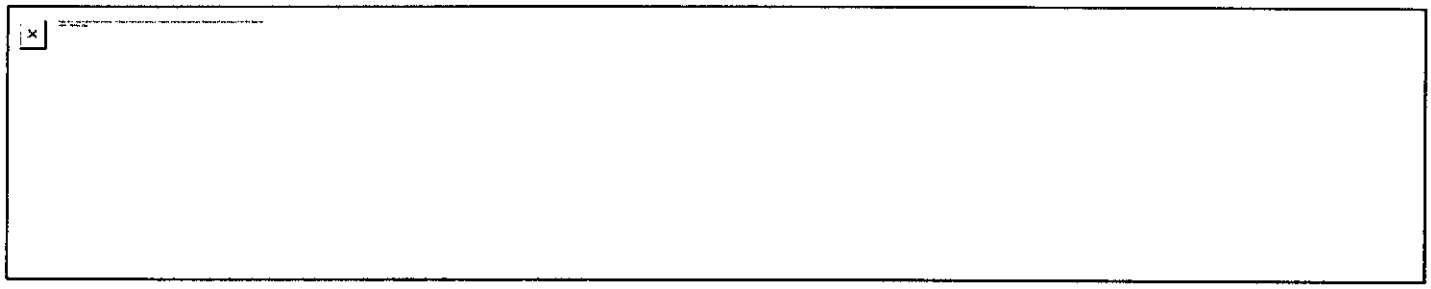
| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 2,477.01 | 151,391.58 | 153,868.59 |
| Total Assets Held in Account | | 2,477.01 | 151,391.58 | 153,868.59 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Miller, Susie**

**From:** House GOP Communications <Communications@mail.gop.gov>
**Sent:** Monday, July 29, 2013 10:01 AM
**To:** Miller, Susie
**Subject:** Midday Clips 7/29/13



Topline News | President Obama | Congress | International

## Topline News

**The Hill | Howard Dean: Health law's 'rationing body' will fail**
Add former president candidate Howard Dean to the list of Democrats supporting the repeal of a controversial Medicare cost-cutting board in President Obama's healthcare law.
Full Story

**Politico | Jimmy Carter on mission to North Korea, report says**
Former President Jimmy Carter is expected to visit North Korea to try and win the release of a U.S. citizen being held there, South Korea's Yonhap news agency reported on Monday
Full Story

## President Obama

**USA Today | Obama's day: Clinton, baseball, and voting rights**
President Obama begins the week Monday by lunching with an old rival-turned-ally,basking in the glow of baseball's world champions, and speaking with lawmakers about updating the Voting Rights Act.
Full Story

## Congress

**The Hill | House GOP's 'Stop government abuse week' tackles regs**
House Republicans are taking aim at Obama administration regulations, with a slate of planned votes meant to limit the federal government's rulemaking authority.
Full Story

**AP | Senator targets military law over sexual assault**
Sen. Kirsten Gillibrand, who helped force the military to allow gays in its ranks, is determined to

upend laws governing how the armed services handle an epidemic of sexual assaults.
Full Story

## International

**Reuters | EU urges Egypt rulers to end stand-off with Brotherhood**
Europe's top diplomat pressed Egypt's rulers on Monday to step back from a growing confrontation with the Muslim Brotherhood of deposed Islamist president Mohamed Mursi, two days after 80 of his supporters were gunned down in Cairo.
Full Story

**Reuters | Wave of car bombings target Iraqi Shi'ites, killing 60**
Car bombs ripped through busy streets and markets in Iraq on Monday, killing at least 60 people in predominantly Shi'ite areas in some of the deadliest violence since Sunni insurgents stepped up attacks this year.
Full Story

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This service is provided to you at no charge by House Republicans.

Account Number: [redacted]
Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management

**Statement Period**
January 31, 2012 to February 29, 2012

**Page**
1 of 11

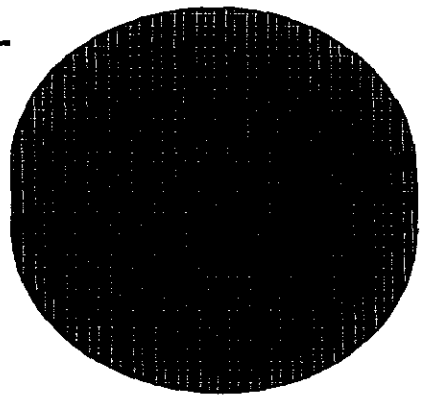
## Account Summary

| | 01/31/12 Value | 02/29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 8,757.74 | 2,477.01 |
| Equities | 138,851.95 | 151,391.58 |
| **Total Account Value** | **147,609.69** | **153,868.59** |
| **Net Account Value** | **147,609.69** | **153,868.59** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 8,757.74 | 138,851.95 | 147,609.69 |
| Funds Deposited | | | |
| Income Activity | 102.08 | | 102.08 |
| Securities Sold/Matured | 12,603.72 | (12,603.72) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (18,986.53) | 18,986.53 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 6,156.82 | 6,156.82 |
| **Ending Balance** | **2,477.01** | **151,391.58** | **153,868.59** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on February 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on February 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 2,477.01 | 1.61% | |
| **Total Cash & Money Market Funds** | | | | | **2,477.01** | **1.61%** | |
| **Equities** | | | | | | | |
| AETNA LIFE CASUALTY | Cash | AET | 29.000 | 46.760 | 1,356.04 | 0.88% | 20.30 |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 76.000 | 52.890 | 4,019.64 | 2.61% | 54.72 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 42.000 | 55.760 | 2,341.92 | 1.52% | 47.04 |
| AMGEN INC | Cash | AMGN | 44.000 | 68.010 | 2,992.44 | 1.94% | 63.36 |
| APPLE INC | Cash | AAPL | 19.000 | 542.440 | 10,306.36 | 6.70% | |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 374.480 | 1,497.92 | 0.97% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 40.000 | 58.130 | 2,325.20 | 1.51% | 53.60 |
| BLACKROCK INCORPORATED | Cash | BLK | 9.000 | 199.000 | 1,791.00 | 1.16% | 54.00 |
| BOEING COMPANY | Cash | BA | 30.000 | 74.950 | 2,248.50 | 1.46% | 52.80 |
| CHEVRON CORPORATION | Cash | CVX | 45.000 | 109.120 | 4,910.40 | 3.19% | 145.80 |
| CISCO SYSTEMS INC | Cash | CSCO | 214.000 | 19.880 | 4,254.32 | 2.76% | 68.48 |
| CITIGROUP INC NEW | Cash | C | 151.000 | 33.320 | 5,031.32 | 3.27% | 6.04 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 167.000 | 28.590 | 4,774.53 | 3.10% | 108.55 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CONOCOPHILLIPS | Cash | COP | 27.000 | 76.550 | 2,066.85 | 1.34% | 71.28 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 63.000 | 45.100 | 2,841.30 | 1.85% | 40.95 |
| DEVON ENERGY CORPORATION NEW | Cash | DVN | 45.000 | 73.310 | 3,298.95 | 2.14% | 36.00 |
| DOVER CORP | Cash | DOV | 24.000 | 64.020 | 1,536.48 | 1.00% | 30.24 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 28.000 | 50.850 | 1,423.80 | 0.93% | 45.92 |
| EMC CORPORATION | Cash | EMC | 100.000 | 27.690 | 2,769.00 | 1.80% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 20.000 | 76.450 | 1,529.00 | 0.99% | |
| FREEPORT MCMORAN COPPER & GOLD CL B<br>RECLASSIFIED AS COMMON STOCK | Cash | FCX | 35.000 | 42.560 | 1,489.60 | 0.97% | 35.00 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 139.000 | 19.050 | 2,647.95 | 1.72% | 94.52 |
| GILEAD SCIENCES INC | Cash | GILD | 31.000 | 45.535 | 1,411.59 | 0.92% | |
| GOOGLE INC-CL A | Cash | GOOG | 6.000 | 618.250 | 3,709.50 | 2.41% | |
| HALLIBURTON COMPANY | Cash | HAL | 50.000 | 36.590 | 1,829.50 | 1.19% | 18.00 |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 62.000 | 59.570 | 3,693.34 | 2.40% | 92.38 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| INTEL CORPORATION | Cash | INTC | 106.000 | 26.880 | 2,849.28 | 1.85% | 89.04 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 196.730 | 2,754.22 | 1.79% | 42.00 |
| JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO | Cash | JPM | 60.000 | 39.240 | 2,354.40 | 1.53% | 60.00 |
| LEAR CORP NEW | Cash | LEA | 19.000 | 45.210 | 858.99 | 0.56% | 10.64 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 41.000 | 28.380 | 1,163.58 | 0.76% | 22.96 |
| MACYS INC | Cash | M | 71.000 | 37.970 | 2,695.87 | 1.75% | 56.80 |
| MASTERCARD INC-CL A | Cash | MA | 2.000 | 420.000 | 840.00 | 0.55% | 2.40 |
| MERCK & CO INC NEW | Cash | MRK | 83.000 | 38.170 | 3,168.11 | 2.06% | 139.44 |
| MICROSOFT CORPORATION | Cash | MSFT | 77.000 | 31.740 | 2,443.98 | 1.59% | 61.60 |
| MOLSON COORS BREWING CO-CL B | Cash | TAP | 36.000 | 43.940 | 1,581.84 | 1.03% | 46.08 |
| MONSANTO CO NEW | Cash | MON | 17.000 | 77.380 | 1,315.46 | 0.85% | 20.40 |
| MOSAIC CO/THE NEW | Cash | MOS | 15.000 | 57.750 | 866.25 | 0.56% | 3.00 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 104.370 | 3,131.10 | 2.03% | 64.80 |
| ORACLE CORP | Cash | ORCL | 153.000 | 29.255 | 4,476.02 | 2.91% | 36.72 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 89.810 | 2,245.25 | 1.46% | 39.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| PFIZER INCORPORATED | Cash | PFE | 190.000 | 21.125 | 4,013.75 | 2.61% | 167.20 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 25.000 | 59.520 | 1,488.00 | 0.97% | 35.00 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 62.180 | 2,549.38 | 1.66% | 35.26 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 74.600 | 1,342.80 | 0.87% | |
| ROSS STORES INCORPORATED | Cash | ROST | 56.000 | 53.330 | 2,986.48 | 1.94% | 31.36 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 53.000 | 77.610 | 4,113.33 | 2.67% | 58.30 |
| SYSCO CORPORATION | Cash | SYY | 52.000 | 29.420 | 1,529.84 | 0.99% | 56.16 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 53.000 | 33.350 | 1,767.55 | 1.15% | 36.04 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 110.250 | 2,094.75 | 1.36% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 21.000 | 83.870 | 1,761.27 | 1.14% | 40.32 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 34.000 | 55.750 | 1,895.50 | 1.23% | 22.10 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 49.000 | 47.660 | 2,335.34 | 1.52% | 49.00 |
| WAL-MART STORES INC | Cash | WMT | 134.000 | 59.080 | 7,916.72 | 5.15% | 195.64 |
| WELLS FARGO & CO | Cash | WFC | 152.000 | 31.290 | 4,756.08 | 3.09% | 72.96 |
| **Total Equities** | | | | | **151,391.58** | **98.36%** | **2,678.80** |

**End of Account Positions**

## Account Activity

### Income Activity

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/01 | Taxable Dividend | ORACLE CORP<br>ORCL on 153.000000 PD:2012-02-01 | Cash | ORCL | 9.18 |
| 02/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD<br>CL B<br>FCX on 35.000000 PD:2012-02-01 | Cash | FCX | 8.75 |
| 02/01 | Taxable Dividend | BRISTOL MYERS SQUIBB COMPANY<br>BMY on 23.000000 PD:2012-02-01 | Cash | BMY | 7.82 |
| 02/01 | Taxable Dividend | AT&T INC<br>T on 99.000000 PD:2012-02-01 | Cash | T | 43.56 |
| 02/02 | Taxable Dividend | CVS/CAREMARK CORPORATION<br>CVS on 63.000000 PD:2012-02-02 | Cash | CVS | 10.24 |
| 02/08 | Taxable Dividend | LOWES COMPANIES INCORPORATED<br>LOW on 19.000000 PD:2012-02-08 | Cash | LOW | 2.66 |
| 02/10 | Taxable Dividend | AMERICAN EXPRESS COMPANY<br>AXP on 76.000000 PD:2012-02-10 | Cash | AXP | 13.68 |
| 02/13 | Taxable Dividend | TEXAS INSTRUMENTS INC<br>TXN on 26.000000 PD:2012-02-13 | Cash | TXN | 4.42 |
| 02/16 | Taxable Dividend | MOSAIC CO/THE NEW<br>MOS on 15.000000 PD:2012-02-16 | Cash | MOS | 0.75 |
| 02/24 | Taxable Dividend | CITIGROUP INC NEW<br>C on 99.000000 PD:2012-02-24 | Cash | C | 0.99 |
| 02/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.03 |
| **Total Income Activity** | | | | | **102.08** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Sell | QUALCOMM INC | Cash | QCOM | (7.000) | 59.590 | 417.12 |
| 02/01 | Sell | MONSANTO CO NEW | Cash | MON | (5.000) | 83.530 | 417.64 |
| 02/03 | Sell | HEWLETT-PACKARD CO | Cash | HPQ | (27.000) | 29.120 | 786.22 |
| 02/03 | Sell | CONOCOPHILLIPS | Cash | COP | (19.000) | 70.470 | 1,338.90 |
| 02/07 | Sell | POST HOLDINGS INC<br>Reported Price: 26.28 | Cash | POST | (9.000) | 26.280 | 236.52 |
| 02/09 | Sell | T ROWE PRICE GROUP INC | Cash | TROW | (34.000) | 59.330 | 2,017.18 |
| 02/09 | Sell | BALL CORPORATION | Cash | BLL | (20.000) | 39.980 | 799.58 |
| 02/17 | Sell | WELLS FARGO & CO | Cash | WFC | (15.000) | 30.950 | 464.24 |
| 02/17 | Sell | UNION PACIFIC CORPORATION | Cash | UNP | (11.000) | 110.630 | 1,216.91 |
| 02/21 | Sell | BOEING COMPANY | Cash | BA | (8.000) | 75.630 | 605.03 |
| 02/21 | Sell | AT&T INC | Cash | T | (99.000) | 30.350 | 3,004.61 |
| 02/23 | Sell | INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | (87.000) | 14.940 | 1,299.77 |
| **Total Securities Sold/Matured** | | | | | | | **12,603.72** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 02/09 | Stock Spinoff | POST HOLDINGS INC<br>RAH on 18.000000 PD:2012-02-03 | Cash | POST | 9.000 | |
| **Total Securities Received** | | | | | | |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Buy | UNITEDHEALTH GROUP INC | Cash | UNH | 9.000 | 53.360 | (480.24) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Buy | LOWES COMPANIES INCORPORATED | Cash | LOW | 22.000 | 26.930 | (592.46) |
| 02/03 | Buy | TEXAS INSTRUMENTS INC | Cash | TXN | 12.000 | 33.990 | (407.88) |
| 02/03 | Buy | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 6.000 | 77.880 | (467.28) |
| 02/03 | Buy | PARKER HANNIFIN CORPORATION | Cash | PH | 14.000 | 84.630 | (1,184.82) |
| 02/03 | Buy | PNC FINANCIAL SERVICES GROUP | Cash | PNC | 11.000 | 62.000 | (682.00) |
| 02/03 | Buy | OCCIDENTAL PETROLEUM CORP | Cash | OXY | 14.000 | 101.600 | (1,422.40) |
| 02/06 | Buy | GILEAD SCIENCES INC | Cash | GILD | 15.000 | 56.100 | (841.50) |
| 02/07 | Buy | PNC FINANCIAL SERVICES GROUP | Cash | PNC | 14.000 | 61.070 | (854.98) |
| 02/07 | Buy | MASTERCARD INC-CL A | Cash | MA | 2.000 | 392.190 | (784.38) |
| 02/07 | Buy | CITIGROUP INC NEW | Cash | C | 26.000 | 33.180 | (862.68) |
| 02/09 | Buy | CITIGROUP INC NEW | Cash | C | 26.000 | 33.790 | (878.54) |
| 02/09 | Buy | CISCO SYSTEMS INC | Cash | CSCO | 80.000 | 20.040 | (1,603.19) |
| 02/09 | Buy | BAXTER INTERNATIONAL INC | Cash | BAX | 13.000 | 56.710 | (737.23) |
| 02/14 | Buy | CISCO SYSTEMS INC | Cash | CSCO | 30.000 | 19.890 | (596.70) |
| 02/15 | Buy | AMERIPRISE FINANCIAL INC | Cash | AMP | 13.000 | 54.990 | (714.87) |
| 02/16 | Buy | CISCO SYSTEMS INC | Cash | CSCO | 38.000 | 20.220 | (768.36) |
| 02/17 | Buy | MICROSOFT CORPORATION | Cash | MSFT | 18.000 | 31.130 | (560.34) |
| 02/17 | Buy | AMERIPRISE FINANCIAL INC | Cash | AMP | 29.000 | 56.300 | (1,632.70) |
| 02/21 | Buy | PARKER HANNIFIN CORPORATION | Cash | PH | 11.000 | 90.200 | (992.20) |
| 02/21 | Buy | MACYS INC | Cash | M | 13.000 | 36.540 | (475.02) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/21 | Buy | DUPONT E I DE NEMOURS & CO | Cash | DD | 28.000 | 51.670 | (1,446.76) |
| **Total Securities Purchased** | | | | | | | **(18,986.53)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 102.05 | | 312.66 | |
| Money Market | 0.03 | | 0.11 | |
| **Total Income** | **102.08** | | **312.77** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **12,603.72** | **29,714.30** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/31/12 | Beginning Balance | | 10,137.04 |
| 02/01/12 | Sweep from Dreyfus 696 General MMKT Cl B | (828.49) | 9,308.55 |
| 02/02/12 | Sweep from Dreyfus 696 General MMKT Cl B | (471.26) | 8,837.29 |
| 02/06/12 | Sweep from Dreyfus 696 General MMKT Cl B | (237.94) | 8,599.35 |
| 02/08/12 | Sweep from Dreyfus 696 General MMKT Cl B | (2,036.60) | 6,562.75 |
| 02/09/12 | Sweep from Dreyfus 696 General MMKT Cl B | (841.50) | 5,721.25 |
| 02/10/12 | Sweep from Dreyfus 696 General MMKT Cl B | (2,251.84) | 3,469.41 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 02/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 4.42 | 3,473.83 |
| 02/14/12 | Sweep from Dreyfus 696 General MMKT Cl B | (402.20) | 3,071.63 |
| 02/16/12 | Sweep to Dreyfus 696 General MMKT Cl B | 0.75 | 3,072.38 |
| 02/17/12 | Sweep from Dreyfus 696 General MMKT Cl B | (596.70) | 2,475.68 |
| 02/21/12 | Sweep from Dreyfus 696 General MMKT Cl B | (714.87) | 1,760.81 |
| 02/22/12 | Sweep from Dreyfus 696 General MMKT Cl B | (768.36) | 992.45 |
| 02/23/12 | Sweep from Dreyfus 696 General MMKT Cl B | (511.89) | 480.56 |
| 02/24/12 | Sweep to Dreyfus 696 General MMKT Cl B | 696.65 | 1,177.21 |
| 02/28/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,299.77 | 2,476.98 |
| 02/29/12 | Accumulated Earnings Posted | 0.03 | 2,477.01 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/01/12 | Dividend | CONOCOPHILLIPS | COP | 17.82 |
| 03/01/12 | Dividend | WELLS FARGO & CO | WFC | 20.04 |
| 03/01/12 | Dividend | INTEL CORPORATION | INTC | 22.26 |
| 03/02/12 | Dividend | PARKER HANNIFIN CORPORATION | PH | 5.46 |
| 03/02/12 | Dividend | BOEING COMPANY | BA | 16.72 |
| 03/06/12 | Dividend | PFIZER INCORPORATED | PFE | 41.80 |
| 03/07/12 | Dividend | AMGEN INC | AMGN | 15.84 |
| 03/08/12 | Dividend | MICROSOFT CORPORATION | MSFT | 11.80 |
| 03/09/12 | Dividend | HONEYWELL INTERNATIONAL INC. COM | HON | 23.09 |
| 03/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 10.08 |
| 03/10/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 10.50 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/12/12 | Dividend | CHEVRON CORPORATION | CVX | 36.45 |
| 03/30/12 | Dividend | ROSS STORES INCORPORATED | ROST | 7.84 |
| 04/13/12 | Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | SLB | 14.57 |
| 04/25/12 | Dividend | GENERAL ELECTRIC COMPANY | GE | 23.63 |
| **Total** | | | | **277.90** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
December 30, 2011 to January 31, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 8,757.74 | 138,851.95 | 147,609.69 |
| Total Assets Held in Account | | 8,757.74 | 138,851.95 | 147,609.69 |

Account Number: [redacted]
Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Lazard Asset Management

**Statement Period**
December 30, 2011 to January 31, 2012

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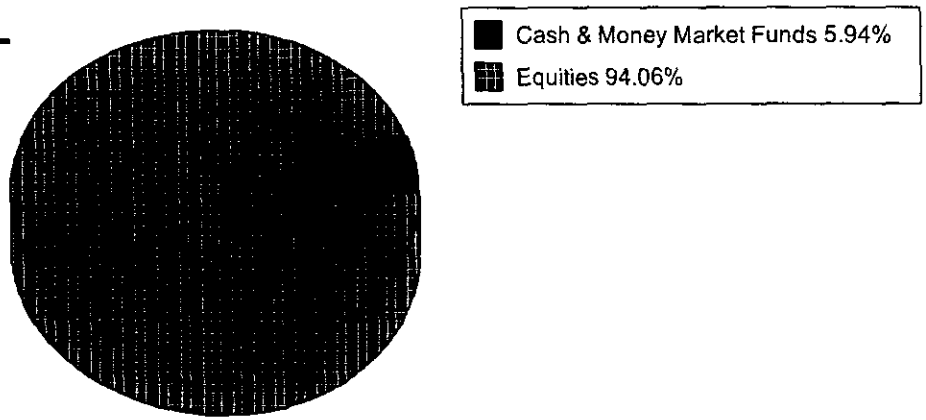
## Account Summary

| | 12/30/11 Value | 01 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 8,289.21 | 8,757.74 |
| Equities | 133,711.03 | 138,851.95 |
| **Total Account Value** | **142,000.24** | **147,609.69** |
| **Net Account Value** | **142,000.24** | **147,609.69** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 8,289.21 | 133,711.03 | 142,000.24 |
| Funds Deposited | | | |
| Income Activity | 210.69 | | 210.69 |
| Securities Sold/Matured | 17,110.58 | (17,110.58) | |
| Securities Received | | | |
| Funds Withdrawn | (529.59) | | (529.59) |
| Margin Interest | | | |
| Securities Purchased | (16,323.15) | 16,323.15 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 5,928.35 | 5,928.35 |
| **Ending Balance** | **8,757.74** | **138,851.95** | **147,609.69** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on January 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on January 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (1,379.30) | (0.93%) | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 10,137.04 | 6.87% | |
| **Total Cash & Money Market Funds** | | | | | **8,757.74** | **5.94%** | |
| **Equities** | | | | | | | |
| AETNA LIFE CASUALTY | Cash | AET | 29.000 | 43.700 | 1,267.30 | 0.86% | 20.30 |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 76.000 | 50.140 | 3,810.64 | 2.58% | 54.72 |
| AMGEN INC | Cash | AMGN | 44.000 | 67.930 | 2,988.92 | 2.02% | 63.36 |
| APPLE INC | Cash | AAPL | 19.000 | 456.480 | 8,673.12 | 5.88% | |
| AT&T INC | Cash | T | 99.000 | 29.410 | 2,911.59 | 1.97% | 174.24 |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 347.880 | 1,391.52 | 0.94% | |
| BALL CORPORATION | Cash | BLL | 20.000 | 39.260 | 785.20 | 0.53% | 8.00 |
| BAXTER INTERNATIONAL INC | Cash | BAX | 27.000 | 55.480 | 1,497.96 | 1.01% | 36.18 |
| BLACKROCK INCORPORATED | Cash | BLK | 9.000 | 182.000 | 1,638.00 | 1.11% | 49.50 |
| BOEING COMPANY | Cash | BA | 38.000 | 74.180 | 2,818.84 | 1.91% | 66.88 |
| CHEVRON CORPORATION | Cash | CVX | 45.000 | 103.120 | 4,640.40 | 3.14% | 145.80 |
| CISCO SYSTEMS INC | Cash | CSCO | 66.000 | 19.645 | 1,296.57 | 0.88% | 15.84 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CITIGROUP INC NEW | Cash | C | 99.000 | 30.720 | 3,041.28 | 2.06% | 3.96 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 167.000 | 25.510 | 4,260.17 | 2.89% | 75.15 |
| CONOCOPHILLIPS | Cash | COP | 46.000 | 68.210 | 3,137.66 | 2.13% | 121.44 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 63.000 | 41.750 | 2,630.25 | 1.78% | 40.95 |
| DEVON ENERGY CORPORATION NEW | Cash | DVN | 45.000 | 63.810 | 2,871.45 | 1.95% | 30.60 |
| DOVER CORP | Cash | DOV | 24.000 | 63.410 | 1,521.84 | 1.03% | 30.24 |
| EMC CORPORATION | Cash | EMC | 100.000 | 25.760 | 2,576.00 | 1.75% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 20.000 | 77.120 | 1,542.40 | 1.04% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 35.000 | 46.210 | 1,617.35 | 1.10% | 35.00 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 139.000 | 18.710 | 2,600.69 | 1.76% | 94.52 |
| GILEAD SCIENCES INC | Cash | GILD | 16.000 | 48.860 | 781.76 | 0.53% | |
| GOOGLE INC-CL A | Cash | GOOG | 6.000 | 580.110 | 3,480.66 | 2.36% | |
| HALLIBURTON COMPANY | Cash | HAL | 50.000 | 36.780 | 1,839.00 | 1.25% | 18.00 |
| HEWLETT-PACKARD CO | Cash | HPQ | 27.000 | 27.980 | 755.46 | 0.51% | 12.96 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 62.000 | 58.040 | 3,598.48 | 2.44% | 92.38 |
| INTEL CORPORATION | Cash | INTC | 106.000 | 26.420 | 2,800.52 | 1.90% | 89.04 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 87.000 | 15.930 | 1,385.91 | 0.94% | 20.88 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 192.600 | 2,696.40 | 1.83% | 42.00 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 60.000 | 37.300 | 2,238.00 | 1.52% | 60.00 |
| LEAR CORP NEW | Cash | LEA | 19.000 | 41.900 | 796.10 | 0.54% | 9.50 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 19.000 | 26.830 | 509.77 | 0.35% | 10.64 |
| MACYS INC | Cash | M | 58.000 | 33.690 | 1,954.02 | 1.32% | 46.40 |
| MERCK & CO INC NEW | Cash | MRK | 83.000 | 38.270 | 3,176.41 | 2.15% | 139.44 |
| MICROSOFT CORPORATION | Cash | MSFT | 59.000 | 29.530 | 1,742.27 | 1.18% | 47.20 |
| MOLSON COORS BREWING CO-CL B | Cash | TAP | 36.000 | 42.890 | 1,544.04 | 1.05% | 46.08 |
| MONSANTO CO NEW | Cash | MON | 22.000 | 82.050 | 1,805.10 | 1.22% | 26.40 |
| MOSAIC CO/THE NEW | Cash | MOS | 15.000 | 55.970 | 839.55 | 0.57% | 3.00 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 16.000 | 99.770 | 1,596.32 | 1.08% | 29.44 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ORACLE CORP | Cash | ORCL | 153.000 | 28.210 | 4,316.13 | 2.92% | 36.72 |
| PFIZER INCORPORATED | Cash | PFE | 190.000 | 21.400 | 4,066.00 | 2.75% | 167.20 |
| QUALCOMM INC | Cash | QCOM | 48.000 | 58.820 | 2,823.36 | 1.91% | 41.28 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 87.450 | 1,574.10 | 1.07% | |
| ROSS STORES INCORPORATED | Cash | ROST | 56.000 | 50.820 | 2,845.92 | 1.93% | 24.64 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 47.000 | 75.170 | 3,532.99 | 2.39% | 51.70 |
| SYSCO CORPORATION | Cash | SYY | 52.000 | 30.110 | 1,565.72 | 1.06% | 56.16 |
| T ROWE PRICE GROUP INC | Cash | TROW | 34.000 | 57.840 | 1,966.56 | 1.33% | 42.16 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 41.000 | 32.380 | 1,327.58 | 0.90% | 27.88 |
| UNION PACIFIC CORPORATION | Cash | UNP | 30.000 | 114.310 | 3,429.30 | 2.32% | 72.00 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 21.000 | 78.350 | 1,645.35 | 1.11% | 40.32 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 25.000 | 51.790 | 1,294.75 | 0.88% | 16.25 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 49.000 | 47.040 | 2,304.96 | 1.56% | 49.00 |
| WAL-MART STORES INC | Cash | WMT | 134.000 | 61.360 | 8,222.24 | 5.57% | 195.64 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WELLS FARGO & CO | Cash | WFC | 167.000 | 29.210 | 4,878.07 | 3.30% | 80.16 |
| **Total Equities** | | | | | **138,851.95** | **94.06%** | **2,661.15** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/03 | Taxable Dividend | WAL-MART STORES INC<br>WMT on 126.000000 PD:2012-01-03 | Cash | WMT | 45.99 |
| 01/03 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 32.000000 PD:2012-01-02 | Cash | VIAB | 8.00 |
| 01/03 | Taxable Dividend | UNION PACIFIC CORPORATION<br>UNP on 23.000000 PD:2012-01-02 | Cash | UNP | 13.80 |
| 01/03 | Taxable Dividend | MACYS INC<br>M on 24.000000 PD:2012-01-03 | Cash | M | 2.40 |
| 01/04 | Taxable Dividend | HEWLETT-PACKARD CO<br>HPQ on 27.000000 PD:2012-01-04 | Cash | HPQ | 3.24 |
| 01/06 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 40.000000 PD:2012-01-06 | Cash | SLB | 10.00 |
| 01/06 | Taxable Dividend | INTERNATIONAL GAME TECHNOLOGY<br>IGT on 87.000000 PD:2012-01-06 | Cash | IGT | 5.22 |
| 01/09 | Taxable Dividend | MERCK & CO INC NEW<br>MRK on 83.000000 PD:2012-01-09 | Cash | MRK | 34.86 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/25 | Taxable Dividend | GENERAL ELECTRIC COMPANY<br>GE on 139.000000 PD:2012-01-25 | Cash | GE | 23.63 |
| 01/25 | Taxable Dividend | COMCAST CORP-SPECIAL CL A NEW<br>CMCSK on 167.000000 PD:2012-01-25 | Cash | CMCSK | 18.79 |
| 01/25 | Taxable Dividend | CISCO SYSTEMS INC<br>CSCO on 66.000000 PD:2012-01-25 | Cash | CSCO | 3.96 |
| 01/27 | Taxable Dividend | SYSCO CORPORATION<br>SYY on 52.000000 PD:2012-01-27 | Cash | SYY | 14.04 |
| 01/27 | Taxable Dividend | MONSANTO CO NEW<br>MON on 22.000000 PD:2012-01-27 | Cash | MON | 6.60 |
| 01/27 | Taxable Dividend | AETNA LIFE CASUALTY<br>AET on 29.000000 PD:2012-01-27 | Cash | AET | 5.08 |
| 01/31 | Taxable Dividend | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO<br>JPM on 60.000000 PD:2012-01-31 | Cash | JPM | 15.00 |
| 01/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.08 |
| **Total Income Activity** | | | | | **210.69** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/04 | Sell | WELLS FARGO & CO | Cash | WFC | (20.000) | 28.520 | 570.39 |
| 01/04 | Sell | TJX COMPANIES INC (NEW) | Cash | TJX | (16.000) | 64.340 | 1,029.42 |
| 01/05 | Sell | BEMIS COMPANY INCORPORATED | Cash | BMS | (15.000) | 30.380 | 455.69 |
| 01/06 | Sell | TJX COMPANIES INC (NEW) | Cash | TJX | (14.000) | 66.560 | 931.82 |
| 01/06 | Sell | INTEL CORPORATION | Cash | INTC | (39.000) | 25.280 | 985.90 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/11 | Sell | T ROWE PRICE GROUP INC | Cash | TROW | (7.000) | 59.080 | 413.55 |
| 01/13 | Sell | INTEL CORPORATION | Cash | INTC | (32.000) | 25.220 | 807.02 |
| 01/13 | Sell | THE COCA-COLA COMPANY | Cash | KO | (30.000) | 66.680 | 2,000.36 |
| 01/13 | Sell | CHEVRON CORPORATION | Cash | CVX | (14.000) | 104.940 | 1,469.13 |
| 01/17 | Sell | TJX COMPANIES INC (NEW) | Cash | TJX | (13.000) | 66.100 | 859.28 |
| 01/17 | Sell | BOEING COMPANY | Cash | BA | (8.000) | 75.590 | 604.71 |
| 01/18 | Sell | BLACKROCK INCORPORATED | Cash | BLK | (3.000) | 187.990 | 563.96 |
| 01/23 | Sell | CONSOL ENERGY INC | Cash | CNX | (26.000) | 34.530 | 897.76 |
| 01/23 | Sell | BLACKROCK INCORPORATED | Cash | BLK | (7.000) | 184.190 | 1,289.31 |
| 01/24 | Sell | BRISTOL MYERS SQUIBB COMPANY | Cash | BMY | (23.000) | 32.260 | 741.97 |
| 01/26 | Sell | JOHNSON & JOHNSON | Cash | JNJ | (42.000) | 65.610 | 2,755.57 |
| 01/27 | Sell | WELLS FARGO & CO | Cash | WFC | (25.000) | 29.390 | 734.74 |
| **Total Securities Sold/Matured** | | | | | | | **17,110.58** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 01/20 | Journal | ADV FEE | Cash | | (529.59) |
| **Total Funds Withdrawn** | | | | | **(529.59)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/05 | Buy | LOWES COMPANIES INCORPORATED | Cash | LOW | 19.000 | 26.400 | (501.60) |
| 01/06 | Buy | MICROSOFT CORPORATION | Cash | MSFT | 59.000 | 27.940 | (1,648.46) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/06 | Buy | MACYS INC | Cash | M | 34.000 | 34.630 | (1,177.42) |
| 01/09 | Buy | MOLSON COORS BREWING CO-CL B | Cash | TAP | 24.000 | 43.720 | (1,049.28) |
| 01/12 | Buy | MOLSON COORS BREWING CO-CL B | Cash | TAP | 12.000 | 44.830 | (537.96) |
| 01/12 | Buy | LEAR CORP NEW | Cash | LEA | 19.000 | 41.890 | (795.91) |
| 01/13 | Buy | OCCIDENTAL PETROLEUM CORP | Cash | OXY | 16.000 | 96.850 | (1,549.60) |
| 01/17 | Buy | BAXTER INTERNATIONAL INC | Cash | BAX | 13.000 | 51.900 | (674.70) |
| 01/18 | Buy | MOSAIC CO/THE NEW | Cash | MOS | 15.000 | 54.330 | (814.95) |
| 01/19 | Buy | DEVON ENERGY CORPORATION NEW | Cash | DVN | 15.000 | 64.200 | (963.00) |
| 01/23 | Buy | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 7.000 | 74.220 | (519.54) |
| 01/23 | Buy | CITIGROUP INC NEW | Cash | C | 55.000 | 29.740 | (1,635.70) |
| 01/24 | Buy | DEVON ENERGY CORPORATION NEW | Cash | DVN | 9.000 | 64.300 | (578.70) |
| 01/25 | Buy | CITIGROUP INC NEW | Cash | C | 16.000 | 29.950 | (479.20) |
| 01/26 | Buy | TEXAS INSTRUMENTS INC | Cash | TXN | 26.000 | 32.670 | (849.42) |
| 01/26 | Buy | EMC CORPORATION | Cash | EMC | 17.000 | 25.510 | (433.67) |
| 01/27 | Buy | CITIGROUP INC NEW | Cash | C | 28.000 | 30.470 | (853.16) |
| 01/27 | Buy | BAXTER INTERNATIONAL INC | Cash | BAX | 14.000 | 55.670 | (779.38) |
| 01/30 | Buy | TEXAS INSTRUMENTS INC | Cash | TXN | 15.000 | 32.100 | (481.50) |
| **Total Securities Purchased** | | | | | | | **(16,323.15)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 210.61 | | 210.61 | |
| Money Market | 0.08 | | 0.08 | |
| **Total Income** | **210.69** | | **210.69** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **17,110.58** | **17,110.58** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/30/11 | Beginning Balance | | 8,768.01 |
| 01/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 70.19 | 8,838.20 |
| 01/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3.24 | 8,841.44 |
| 01/05/12 | Sweep from Dreyfus 696 General MMKT Cl B | (478.80) | 8,362.64 |
| 01/06/12 | Sweep to Dreyfus 696 General MMKT Cl B | 15.22 | 8,377.86 |
| 01/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,634.67 | 10,012.53 |
| 01/10/12 | Sweep from Dreyfus 696 General MMKT Cl B | (45.91) | 9,966.62 |
| 01/11/12 | Sweep from Dreyfus 696 General MMKT Cl B | (908.16) | 9,058.46 |
| 01/12/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,049.28) | 8,009.18 |
| 01/17/12 | Sweep to Dreyfus 696 General MMKT Cl B | 413.55 | 8,422.73 |
| 01/18/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,333.87) | 7,088.86 |
| 01/19/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2,726.91 | 9,815.77 |
| 01/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 789.29 | 10,605.06 |
| 01/23/12 | Sweep from Dreyfus 696 General MMKT Cl B | (780.58) | 9,824.48 |
| 01/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (963.00) | 8,861.48 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/25/12 | Sweep to Dreyfus 696 General MMKT Cl B | 46.38 | 8,907.86 |
| 01/26/12 | Sweep to Dreyfus 696 General MMKT Cl B | 31.83 | 8,939.69 |
| 01/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 188.99 | 9,128.68 |
| 01/30/12 | Sweep from Dreyfus 696 General MMKT Cl B | (479.20) | 8,649.48 |
| 01/31/12 | Accumulated Earnings Posted | 0.08 | 8,649.56 |
| 01/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,487.48 | 10,137.04 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 02/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 8.75 |
| 02/01/12 | Dividend | ORACLE CORP | ORCL | 9.18 |
| 02/01/12 | Dividend | AT&T INC | T | 43.56 |
| 02/02/12 | Dividend | CVS/CAREMARK CORPORATION | CVS | 10.24 |
| 02/08/12 | Dividend | LOWES COMPANIES INCORPORATED | LOW | 2.66 |
| 02/10/12 | Dividend | AMERICAN EXPRESS COMPANY | AXP | 13.68 |
| **Total** | | | | **88.07** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
November 30, 2012 to December 31, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Wood Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 1,729.46 | 124,360.71 | 126,090.17 |
| Total Assets Held in Account | | 1,729.46 | 124,360.71 | 126,090.17 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Wood Asset Management**

**Statement Period**
November 30, 2012 to December 31, 2012

**Page**

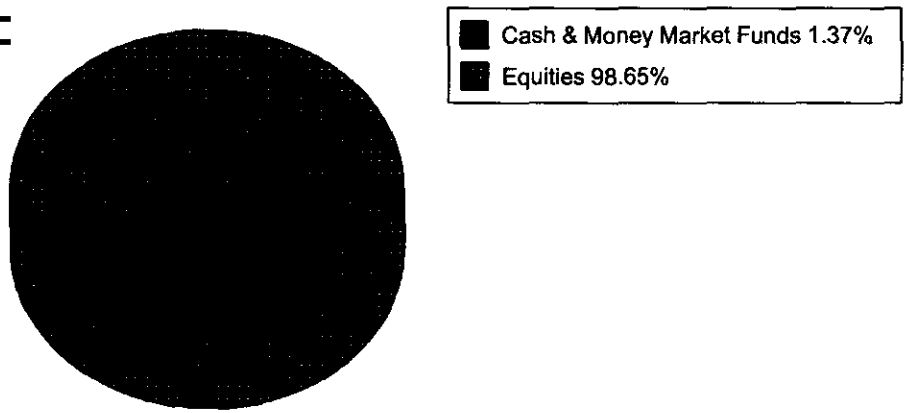

## Account Summary

| | 11/30/12 Value | 12/31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 1,985.45 | 1,729.46 |
| Equities | 122,873.58 | 124,360.71 |
| **Total Account Value** | **124,859.03** | **126,090.17** |
| **Net Account Value** | **124,859.03** | **126,090.17** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 1,985.45 | 122,873.58 | 124,859.03 |
| Funds Deposited | | | |
| Income Activity | 445.43 | | 445.43 |
| Securities Sold/Matured | 4,563.38 | (4,563.38) | |
| Securities Received | | | |
| Funds Withdrawn | (1.10) | | (1.10) |
| Margin Interest | | | |
| Securities Purchased | (5,263.70) | 5,263.70 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 786.81 | 786.81 |
| **Ending Balance** | **1,729.46** | **124,360.71** | **126,090.17** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on December 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.01% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on December 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 1,729.46 | 1.37% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **1,729.46** | **1.37%** | | | |
| **Equities** | | | | | | | | | |
| ADT CORP | Cash | ADT | 27.000 | 46.490 | 1,255.23 | 1.00% | 13.50 | 1,013.07 | 242.16 |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 46.000 | 57.480 | 2,644.08 | 2.10% | 36.80 | 2,689.16 | (45.08) |
| AMERISOURCEBERGEN CORP | Cash | ABC | 65.000 | 43.180 | 2,806.70 | 2.23% | 54.60 | 2,558.39 | 248.31 |
| APACHE CORPORATION | Cash | APA | 26.000 | 78.500 | 2,041.00 | 1.62% | 17.68 | 2,460.53 | (419.53) |
| AT&T INC | Cash | T | 70.000 | 33.710 | 2,359.70 | 1.87% | 126.00 | 2,426.84 | (67.14) |
| BAKER HUGHES INCORPORATED | Cash | BHI | 49.000 | 40.848 | 2,001.54 | 1.59% | 29.40 | 2,041.34 | (39.80) |
| BERKSHIRE HATHAWAY INC DEL CL B NEW | Cash | BRK B | 28.000 | 89.700 | 2,511.60 | 1.99% | | 2,425.12 | 86.48 |
| BLACKROCK INCORPORATED | Cash | BLK | 15.000 | 206.710 | 3,100.65 | 2.46% | 90.00 | 2,541.10 | 559.55 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 52.000 | 57.930 | 3,012.36 | 2.39% | 10.40 | 2,887.04 | 125.32 |
| CHEVRON CORPORATION | Cash | CVX | 21.000 | 108.140 | 2,270.94 | 1.80% | 75.60 | 2,242.38 | 28.56 |
| CHUBB CORP | Cash | CB | 31.000 | 75.320 | 2,334.92 | 1.85% | 50.84 | 2,231.61 | 103.31 |
| CISCO SYSTEMS INC | Cash | CSCO | 74.000 | 19.649 | 1,454.06 | 1.15% | 41.44 | 1,245.37 | 208.69 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| CITIGROUP INC NEW | Cash | C | 32.000 | 39.560 | 1,265.92 | 1.00% | 1.28 | 1,187.52 | 78.40 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 64.000 | 37.360 | 2,391.04 | 1.90% | 41.60 | 1,502.72 | 888.32 |
| COVIDIEN PLC (IRE) ISIN# IE00B68SQD29 | Cash | COV | 50.000 | 57.740 | 2,887.00 | 2.29% | 52.00 | 2,625.00 | 262.00 |
| DANAHER CORP | Cash | DHR | 52.000 | 55.900 | 2,906.80 | 2.31% | 5.20 | 2,685.80 | 221.00 |
| DARDEN RESTAURANTS INC | Cash | DRI | 48.000 | 45.070 | 2,163.36 | 1.72% | 96.00 | 2,342.99 | (179.63) |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 37.000 | 67.890 | 2,511.93 | 1.99% | 108.04 | 2,250.71 | 261.22 |
| DIRECTV | Cash | DTV | 39.000 | 50.160 | 1,956.24 | 1.55% | | 1,850.55 | 105.69 |
| DUKE ENERGY CORP NEW COM NEW | Cash | DUK | 23.000 | 63.800 | 1,467.40 | 1.16% | 70.38 | 1,473.38 | (5.98) |
| EMC CORPORATION | Cash | EMC | 87.000 | 25.300 | 2,201.10 | 1.75% | | 2,264.60 | (63.50) |
| EXXON-MOBIL CORPORATION | Cash | XOM | 62.000 | 86.550 | 5,366.10 | 4.26% | 141.36 | 5,000.44 | 365.66 |
| FEDEX CORP | Cash | FDX | 25.000 | 91.720 | 2,293.00 | 1.82% | 14.00 | 2,226.04 | 66.96 |
| FORD MOTOR CO NEW | Cash | F | 183.000 | 12.950 | 2,369.85 | 1.88% | 36.60 | 1,857.43 | 512.42 |
| H J HEINZ COMPANY | Cash | HNZ | 35.000 | 57.680 | 2,018.80 | 1.60% | 72.10 | 1,852.55 | 166.25 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 30.000 | 63.470 | 1,904.10 | 1.51% | 49.20 | 1,790.40 | 113.70 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 15.000 | 191.550 | 2,873.25 | 2.28% | 51.00 | 2,468.40 | 404.85 |
| JOHNSON & JOHNSON | Cash | JNJ | 54.000 | 70.100 | 3,785.40 | 3.00% | 131.76 | 3,536.68 | 248.72 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 88.000 | 43.969 | 3,869.28 | 3.07% | 105.60 | 3,393.48 | 475.80 |
| KRAFT FOODS GROUP INC | Cash | KRFT | 29.000 | 45.470 | 1,318.63 | 1.05% | 58.00 | 1,355.09 | (36.46) |
| MERCK & CO INC NEW | Cash | MRK | 27.000 | 40.940 | 1,105.38 | 0.88% | 46.44 | 1,186.08 | (80.70) |
| MICROSOFT CORPORATION | Cash | MSFT | 84.000 | 26.710 | 2,243.61 | 1.78% | 77.28 | 1,938.70 | 304.91 |
| MONDELEZ INTERNATIONAL INC CL A | Cash | MDLZ | 85.000 | 25.453 | 2,163.52 | 1.72% | 44.20 | 1,875.90 | 287.62 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 79.000 | 27.450 | 2,168.55 | 1.72% | | 1,796.46 | 372.09 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 39.000 | 76.610 | 2,987.79 | 2.37% | 84.24 | 3,413.26 | (425.47) |
| PENTAIR LTD ISIN #CH0193880173 | Cash | PNR | 8.000 | 49.150 | 393.20 | 0.31% | 7.04 | 367.84 | 25.36 |
| PFIZER INCORPORATED | Cash | PFE | 121.000 | 25.079 | 3,034.60 | 2.41% | 116.16 | 604.49 *** | *** |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 49.000 | 58.310 | 2,857.19 | 2.27% | 78.40 | 2,181.66 | 675.53 |
| PROCTER & GAMBLE COMPANY | Cash | PG | 18.000 | 67.890 | 1,222.02 | 0.97% | 40.46 | 1,211.74 | 10.28 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 61.860 | 2,536.24 | 2.01% | 41.00 | 2,193.50 | 342.74 |
| RAYMOND JAMES FINL INC | Cash | RJF | 65.000 | 38.530 | 2,504.45 | 1.99% | 36.40 | 1,998.65 | 505.80 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 29.000 | 69.299 | 2,009.66 | 1.59% | 31.90 | 2,369.30 | (359.64) |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 56.000 | 32.980 | 1,846.88 | 1.46% | 29.06 | 2,094.40 | (247.52) |
| TARGET CORP | Cash | TGT | 45.000 | 59.170 | 2,662.65 | 2.11% | 64.80 | 2,125.80 | 536.85 |
| THE DOW CHEMICAL COMPANY | Cash | DOW | 67.000 | 32.329 | 2,166.07 | 1.72% | 85.76 | 2,106.40 | 59.67 |
| THE WALT DISNEY CO | Cash | DIS | 41.000 | 49.790 | 2,041.39 | 1.62% | 30.75 | 1,537.91 | 503.48 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 40.000 | 63.780 | 2,551.20 | 2.02% | 24.00 | 2,515.60 | 35.60 |
| TIMKEN COMPANY | Cash | TKR | 53.000 | 47.830 | 2,534.99 | 2.01% | 48.76 | 2,752.17 | (217.18) |
| TRAVELERS COS INC/THE | Cash | TRV | 38.000 | 71.820 | 2,729.16 | 2.16% | 69.92 | 2,154.22 | 574.94 |
| TYCO INTERNATIONAL LTD ISIN #CH0100383485 | Cash | TYC | 52.000 | 29.250 | 1,521.00 | 1.21% | 31.20 | 1,189.84 | 331.16 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 40.000 | 82.010 | 3,280.40 | 2.60% | 85.60 | 2,603.57 | 676.83 |
| WELLS FARGO & CO | Cash | WFC | 82.000 | 34.180 | 2,802.76 | 2.22% | 72.16 | 1,246.73 | 1,556.03 |
| XCEL ENERGY INC | Cash | XEL | 62.000 | 26.710 | 1,656.02 | 1.31% | 66.96 | 1,683.92 | (27.90) |
| **Total Equities** | | | | | **124,360.71** | **98.65%** | **2,792.87** | **111,573.87** | **12,786.84** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/03 | Taxable Dividend | WELLS FARGO & CO<br>WFC on 82.000000 PD:2012-12-01 | Cash | WFC | 18.04 |
| 12/03 | Taxable Dividend | FORD MOTOR CO NEW<br>F on 183.000000 PD:2012-12-03 | Cash | F | 9.15 |
| 12/03 | Taxable Dividend | AMERISOURCEBERGEN CORP<br>ABC on 65.000000 PD:2012-12-03 | Cash | ABC | 13.65 |
| 12/04 | Taxable Dividend | TIMKEN COMPANY<br>TKR on 53.000000 PD:2012-12-04 | Cash | TKR | 12.19 |
| 12/04 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 121.000000 PD:2012-12-04 | Cash | PFE | 26.62 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/10 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 40.000000 PD:2012-12-10 | Cash | UTX | 21.40 |
| 12/10 | Taxable Dividend | TARGET CORP<br>TGT on 45.000000 PD:2012-12-10 | Cash | TGT | 16.20 |
| 12/10 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 20.000000 PD:2012-12-10 | Cash | IBM | 17.00 |
| 12/10 | Taxable Dividend | HONEYWELL INTERNATIONAL INC. COM<br>HON on 30.000000 PD:2012-12-10 | Cash | HON | 12.30 |
| 12/10 | Taxable Dividend | EXXON-MOBIL CORPORATION<br>XOM on 62.000000 PD:2012-12-10 | Cash | XOM | 35.34 |
| 12/10 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 21.000000 PD:2012-12-10 | Cash | CVX | 18.90 |
| 12/11 | Taxable Dividend | JOHNSON & JOHNSON<br>JNJ on 54.000000 PD:2012-12-11 | Cash | JNJ | 32.94 |
| 12/13 | Taxable Dividend | MICROSOFT CORPORATION<br>MSFT on 84.000000 PD:2012-12-13 | Cash | MSFT | 19.32 |
| 12/17 | Taxable Dividend | FEDEX CORP<br>FDX on 25.000000 PD:2012-12-17 | Cash | FDX | 3.50 |
| 12/18 | Taxable Dividend | ADT CORP<br>ADT on 27.000000 PD:2012-12-18 | Cash | ADT | 3.38 |
| 12/19 | Taxable Dividend | CISCO SYSTEMS INC<br>CSCO on 74.000000 PD:2012-12-19 | Cash | CSCO | 10.36 |
| 12/21 | Taxable Dividend | QUALCOMM INC<br>QCOM on 41.000000 PD:2012-12-21 | Cash | QCOM | 10.25 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/24 | Taxable Dividend | SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079<br>SU on 56.000000 PD:2012-12-24 | Cash | SU | 7.32 |
| 12/24 | Taxable Dividend | BLACKROCK INCORPORATED<br>BLK on 15.000000 PD:2012-12-24 | Cash | BLK | 22.50 |
| 12/26 | Taxable Dividend | H J HEINZ COMPANY<br>HNZ on 35.000000 PD:2012-12-26 | Cash | HNZ | 18.02 |
| 12/27 | Taxable Dividend | COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29<br>COV on 50.000000 PD:2012-12-27 | Cash | COV | 13.00 |
| 12/27 | Taxable Dividend | OCCIDENTAL PETROLEUM CORP<br>OXY on 39.000000 PD:2012-12-27 | Cash | OXY | 21.06 |
| 12/28 | Taxable Dividend | THE WALT DISNEY CO<br>DIS on 57.000000 PD:2012-12-28 | Cash | DIS | 42.75 |
| 12/28 | Taxable Dividend | DANAHER CORP<br>DHR on 52.000000 PD:2012-12-28 | Cash | DHR | 1.30 |
| 12/31 | Taxable Dividend | TRAVELERS COS INC/THE<br>TRV on 38.000000 PD:2012-12-31 | Cash | TRV | 17.48 |
| 12/31 | Taxable Dividend | THE DOW CHEMICAL COMPANY<br>DOW on 67.000000 PD:2012-12-31 | Cash | DOW | 21.44 |
| 12/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **445.43** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/06 | Sell | MACYS INC | Cash | M | (52.000) | 38.840 | 2,019.63 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/06 | Sell | THE WALT DISNEY CO | Cash | DIS | (16.000) | 48.950 | 783.18 |
| 12/10 | Sell | FREEPORT MCMORAN COPPER & GOLD CL B | Cash | FCX | (55.000) | 32.011 | 1,760.57 |
| **Total Securities Sold/Matured** | | | | | | | **4,563.38** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 12/24 | Foreign Withholding-DIV | WH for SU on 56.000000 P: 2012-12-24 | Cash | | (1.10) |
| **Total Funds Withdrawn** | | | | | **(1.10)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/06 | Buy | XCEL ENERGY INC | Cash | XEL | 62.000 | 27.160 | (1,683.92) |
| 12/06 | Buy | DUKE ENERGY CORP NEW COM NEW | Cash | DUK | 23.000 | 64.060 | (1,473.38) |
| 12/14 | Buy | THE DOW CHEMICAL COMPANY | Cash | DOW | 67.000 | 31.439 | (2,106.40) |
| **Total Securities Purchased** | | | | | | | **(5,263.70)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 445.41 | | 2,662.11 | |
| Money Market | 0.02 | | 0.31 | |
| **Total Income** | **445.43** | | **2,662.42** | |

## Other Important Information

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| Foreign Taxes Paid | (1.10) | (4.20) |
| Sales Proceeds | 4,563.38 | 53,439.53 |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 11/30/12 | Beginning Balance | | 1,985.45 |
| 12/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 40.84 | 2,026.29 |
| 12/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 38.81 | 2,065.10 |
| 12/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 85.80 | 2,150.90 |
| 12/11/12 | Sweep from Dreyfus 696 General MMKT Cl B | (286.21) | 1,864.69 |
| 12/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,779.89 | 3,644.58 |
| 12/17/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3.50 | 3,648.08 |
| 12/18/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3.38 | 3,651.46 |
| 12/19/12 | Sweep from Dreyfus 696 General MMKT Cl B | (2,106.40) | 1,545.06 |
| 12/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 10.36 | 1,555.42 |
| 12/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 10.25 | 1,565.67 |
| 12/24/12 | Sweep to Dreyfus 696 General MMKT Cl B | 22.50 | 1,588.17 |
| 12/26/12 | Sweep to Dreyfus 696 General MMKT Cl B | 24.24 | 1,612.41 |
| 12/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 21.06 | 1,633.47 |
| 12/28/12 | Sweep to Dreyfus 696 General MMKT Cl B | 14.30 | 1,647.77 |
| 12/31/12 | Accumulated Earnings Posted | 0.02 | 1,647.79 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 81.67 | 1,729.46 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 01/08/13 | Dividend | MERCK & CO INC NEW | MRK | 11.61 |
| 01/08/13 | Dividend | CHUBB CORP | CB | 12.71 |
| 01/11/13 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 7.97 |
| 01/15/13 | Dividend | THERMO FISHER SCIENTIFIC INC | TMO | 6.00 |
| 01/15/13 | Dividend | DIGITAL REALTY TRUST INC (REITS) | DLR | 27.01 |
| 01/20/13 | Dividend | XCEL ENERGY INC | XEL | 16.74 |
| **Total** | | | | **82.04** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
October 31, 2012 to November 30, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Wood Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 1,985.45 | 122,873.58 | 124,859.03 |
| Total Assets Held in Account | | 1,985.45 | 122,873.58 | 124,859.03 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Wood Asset Management**

**Statement Period**
October 31, 2012 to November 30, 2012

**Page**

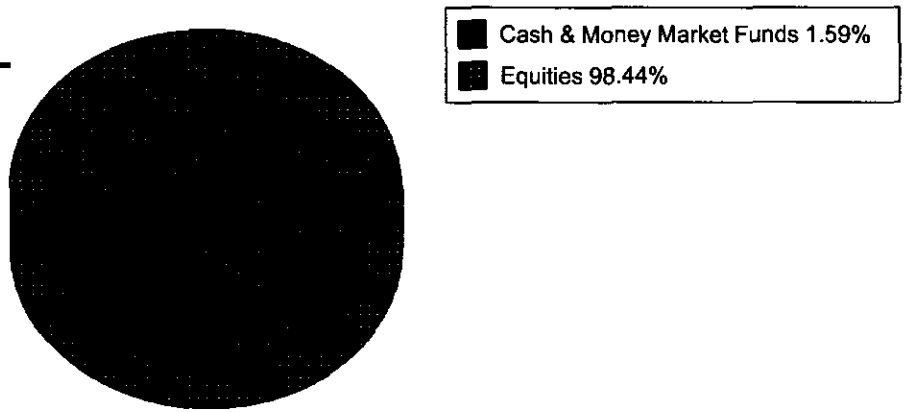

## Account Summary

| | 10/31/12 Value | 11 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 1,444.44 | 1,985.45 |
| Equities | 122,690.79 | 122,873.58 |
| **Total Account Value** | **124,135.23** | **124,859.03** |
| **Net Account Value** | **124,135.23** | **124,859.03** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 1,444.44 | 122,690.79 | 124,135.23 |
| Funds Deposited | | | |
| Income Activity | 109.57 | | 109.57 |
| Securities Sold/Matured | 10,481.95 | (10,481.95) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (10,050.51) | 10,050.51 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 614.24 | 614.24 |
| **Ending Balance** | **1,985.45** | **122,873.58** | **124,859.03** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on November 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on November 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 1,985.45 | 1.59% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **1,985.45** | **1.59%** | | | |
| **Equities** | | | | | | | | | |
| ADT CORP | Cash | ADT | 27.000 | 45.900 | 1,239.30 | 0.99% | 13.50 | 1,013.07 | 226.23 |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 46.000 | 55.900 | 2,571.40 | 2.06% | 36.80 | 2,689.16 | (117.76) |
| AMERISOURCEBERGEN CORP | Cash | ABC | 65.000 | 42.220 | 2,744.30 | 2.20% | 54.60 | 2,558.39 | 185.91 |
| APACHE CORPORATION | Cash | APA | 26.000 | 77.090 | 2,004.34 | 1.61% | 17.68 | 2,460.53 | (456.19) |
| AT&T INC | Cash | T | 70.000 | 34.130 | 2,389.10 | 1.91% | 126.00 | 2,426.84 | (37.74) |
| BAKER HUGHES INCORPORATED | Cash | BHI | 49.000 | 43.150 | 2,114.35 | 1.69% | 29.40 | 2,041.34 | 73.01 |
| BERKSHIRE HATHAWAY INC DEL CL B NEW | Cash | BRK B | 28.000 | 88.080 | 2,466.24 | 1.98% | | 2,425.12 | 41.12 |
| BLACKROCK INCORPORATED | Cash | BLK | 15.000 | 197.040 | 2,955.60 | 2.37% | 90.00 | 2,541.10 | 414.50 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 52.000 | 57.600 | 2,995.20 | 2.40% | 10.40 | 2,887.04 | 108.16 |
| CHEVRON CORPORATION | Cash | CVX | 21.000 | 105.690 | 2,219.49 | 1.78% | 75.60 | 2,242.38 | (22.89) |
| CHUBB CORP | Cash | CB | 31.000 | 76.990 | 2,386.69 | 1.91% | 50.84 | 2,231.61 | 155.08 |
| CISCO SYSTEMS INC | Cash | CSCO | 74.000 | 18.910 | 1,399.34 | 1.12% | 41.44 | 1,245.37 | 153.97 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| CITIGROUP INC NEW | Cash | C | 32.000 | 34.570 | 1,106.24 | 0.89% | 1.28 | 1,187.52 | (81.28) |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 64.000 | 37.195 | 2,380.48 | 1.91% | 41.60 | 1,502.72 | 877.76 |
| COVIDIEN PLC (IRE) ISIN# IE00B68SQD29 | Cash | COV | 50.000 | 58.110 | 2,905.50 | 2.33% | 52.00 | 2,625.00 | 280.50 |
| DANAHER CORP | Cash | DHR | 52.000 | 53.970 | 2,806.44 | 2.25% | 5.20 | 2,685.80 | 120.64 |
| DARDEN RESTAURANTS INC | Cash | DRI | 48.000 | 52.880 | 2,538.24 | 2.03% | 96.00 | 2,342.99 | 195.25 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 37.000 | 64.540 | 2,387.98 | 1.91% | 108.04 | 2,250.71 | 137.27 |
| DIRECTV | Cash | DTV | 39.000 | 49.700 | 1,938.30 | 1.55% | | 1,850.55 | 87.75 |
| EMC CORPORATION | Cash | EMC | 87.000 | 24.820 | 2,159.34 | 1.73% | | 2,264.60 | (105.26) |
| EXXON-MOBIL CORPORATION | Cash | XOM | 62.000 | 88.140 | 5,464.68 | 4.38% | 141.36 | 5,000.44 | 464.24 |
| FEDEX CORP | Cash | FDX | 25.000 | 89.530 | 2,238.25 | 1.79% | 14.00 | 2,226.04 | 12.21 |
| FORD MOTOR CO NEW | Cash | F | 183.000 | 11.450 | 2,095.35 | 1.68% | 36.60 | 1,857.43 | 237.92 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 55.000 | 39.010 | 2,145.55 | 1.72% | 68.75 | 2,182.95 | (37.40) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| H J HEINZ COMPANY | Cash | HNZ | 35.000 | 58.460 | 2,046.10 | 1.64% | 72.10 | 1,852.55 | 193.55 |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 30.000 | 61.330 | 1,839.90 | 1.47% | 49.20 | 1,790.40 | 49.50 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 15.000 | 190.070 | 2,851.05 | 2.28% | 51.00 | 2,468.40 | 382.65 |
| JOHNSON & JOHNSON | Cash | JNJ | 54.000 | 69.730 | 3,765.42 | 3.02% | 131.76 | 3,536.68 | 228.74 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 88.000 | 41.080 | 3,615.04 | 2.90% | 105.60 | 3,393.48 | 221.56 |
| KRAFT FOODS GROUP INC | Cash | KRFT | 29.000 | 45.240 | 1,311.96 | 1.05% | | 1,355.09 | (43.13) |
| MACYS INC | Cash | M | 52.000 | 38.700 | 2,012.40 | 1.61% | 41.60 | 1,615.12 | 397.28 |
| MERCK & CO INC NEW | Cash | MRK | 27.000 | 44.300 | 1,196.10 | 0.96% | 46.44 | 1,186.08 | 10.02 |
| MICROSOFT CORPORATION | Cash | MSFT | 84.000 | 26.615 | 2,235.66 | 1.79% | 77.28 | 1,938.70 | 296.96 |
| MONDELEZ INTERNATIONAL INC CL A | Cash | MDLZ | 85.000 | 25.890 | 2,200.65 | 1.76% | 44.20 | 1,875.90 | 324.75 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 79.000 | 27.180 | 2,147.22 | 1.72% | | 1,796.46 | 350.76 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 39.000 | 75.210 | 2,933.19 | 2.35% | 84.24 | 3,413.26 | (480.07) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| PENTAIR LTD<br>ISIN #CH0193880173 | Cash | PNR | 8.000 | 48.490 | 387.92 | 0.31% | 7.04 | 367.84 | 20.08 |
| PFIZER INCORPORATED | Cash | PFE | 121.000 | 25.020 | 3,027.42 | 2.42% | 106.48 | 604.49 *** | *** |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 49.000 | 56.140 | 2,750.86 | 2.20% | 78.40 | 2,181.66 | 569.20 |
| PROCTER & GAMBLE COMPANY | Cash | PG | 18.000 | 69.830 | 1,256.94 | 1.01% | 40.46 | 1,211.74 | 45.20 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 63.620 | 2,608.42 | 2.09% | 41.00 | 2,193.50 | 414.92 |
| RAYMOND JAMES FINL INC | Cash | RJF | 65.000 | 37.750 | 2,453.75 | 1.97% | 36.40 | 1,998.65 | 455.10 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 29.000 | 71.620 | 2,076.98 | 1.66% | 31.90 | 2,369.30 | (292.32) |
| SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079 | Cash | SU | 56.000 | 32.610 | 1,826.16 | 1.46% | 29.06 | 2,094.40 | (268.24) |
| TARGET CORP | Cash | TGT | 45.000 | 63.130 | 2,840.85 | 2.28% | 64.80 | 2,125.80 | 715.05 |
| THE WALT DISNEY CO | Cash | DIS | 57.000 | 49.660 | 2,830.62 | 2.27% | 42.75 | 2,138.07 | 692.55 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 40.000 | 63.550 | 2,542.00 | 2.04% | 24.00 | 2,515.60 | 26.40 |
| TIMKEN COMPANY | Cash | TKR | 53.000 | 45.050 | 2,387.65 | 1.91% | 48.76 | 2,752.17 | (364.52) |
| TRAVELERS COS INC/THE | Cash | TRV | 38.000 | 70.820 | 2,691.16 | 2.16% | 69.92 | 2,154.22 | 536.94 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 52.000 | 28.370 | 1,475.24 | 1.18% | 31.20 | 1,189.84 | 285.40 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 40.000 | 80.110 | 3,204.40 | 2.57% | 85.60 | 2,603.57 | 600.83 |
| WELLS FARGO & CO | Cash | WFC | 82.000 | 33.010 | 2,706.82 | 2.17% | 72.16 | 1,246.73 | 1,460.09 |
| **Total Equities** | | | | | **122,873.58** | **98.44%** | **2,624.44** | **110,708.40** | **12,165.18** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 55.000000 PD:2012-11-01 | Cash | FCX | 17.19 |
| 11/01 | Taxable Dividend | DARDEN RESTAURANTS INC<br>DRI on 48.000000 PD:2012-11-01 | Cash | DRI | 24.00 |
| 11/05 | Taxable Dividend | COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29<br>COV on 50.000000 PD:2012-11-05 | Cash | COV | 13.00 |
| 11/05 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 60.000000 PD:2012-11-05 | Cash | PNC | 24.00 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/09 | Taxable Dividend | AMERICAN EXPRESS COMPANY<br>AXP on 46.000000 PD:2012-11-09 | Cash | AXP | 9.20 |
| 11/15 | Taxable Dividend | TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485<br>TYC on 52.000000 PD:2012-11-15 | Cash | TYC | 7.80 |
| 11/16 | Taxable Dividend | BAKER HUGHES INCORPORATED<br>BHI on 49.000000 PD:2012-11-16 | Cash | BHI | 7.35 |
| 11/19 | Taxable Dividend | CAPITAL ONE FINANCIAL CORP<br>COF on 52.000000 PD:2012-11-19 | Cash | COF | 2.60 |
| 11/21 | Taxable Dividend | APACHE CORPORATION<br>APA on 26.000000 PD:2012-11-21 | Cash | APA | 4.42 |
| 11/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.01 |
| **Total Income Activity** | | | | | **109.57** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/05 | Sell | PNC FINANCIAL SERVICES GROUP | Cash | PNC | (11.000) | 58.191 | 640.09 |
| 11/05 | Sell | MACYS INC | Cash | M | (19.000) | 41.131 | 781.47 |
| 11/05 | Sell | DIRECTV | Cash | DTV | (12.000) | 50.251 | 603.00 |
| 11/05 | Sell | COMCAST CORPORATION CL A NEW | Cash | CMCSA | (32.000) | 37.211 | 1,190.72 |
| 11/05 | Sell | CHUBB CORP | Cash | CB | (37.000) | 74.491 | 2,756.10 |
| 11/05 | Sell | BLACKROCK INCORPORATED | Cash | BLK | (3.000) | 189.530 | 568.58 |
| 11/08 | Sell | MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | (38.000) | 25.691 | 976.24 |
| 11/08 | Sell | H J HEINZ COMPANY | Cash | HNZ | (21.000) | 57.573 | 1,209.00 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/09 | Sell | MICROSOFT CORPORATION | Cash | MSFT | (28.000) | 28.921 | 809.77 |
| 11/09 | Sell | INTL BUSINESS MACHINES INC | Cash | IBM | (5.000) | 189.400 | 946.98 |
| **Total Securities Sold/Matured** | | | | | | | **10,481.95** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/02 | Buy | PENTAIR LTD<br>ISIN #CH0193880173 | Cash | PNR | 8.000 | 45.980 | (367.84) |
| 11/05 | Buy | CITIGROUP INC NEW | Cash | C | 32.000 | 37.110 | (1,187.52) |
| 11/05 | Buy | BERKSHIRE HATHAWAY INC DEL CL B NEW<br>Reported Price: 86.61148 | Cash | BRK B | 28.000 | 86.611 | (2,425.12) |
| 11/05 | Buy | AT&T INC | Cash | T | 70.000 | 34.669 | (2,426.84) |
| 11/08 | Buy | PROCTER & GAMBLE COMPANY | Cash | PG | 18.000 | 67.319 | (1,211.74) |
| 11/08 | Buy | MERCK & CO INC NEW | Cash | MRK | 27.000 | 43.929 | (1,186.08) |
| 11/09 | Buy | CISCO SYSTEMS INC | Cash | CSCO | 74.000 | 16.829 | (1,245.37) |
| **Total Securities Purchased** | | | | | | | **(10,050.51)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 109.56 | | 2,216.70 | |
| Money Market | 0.01 | | 0.29 | |
| **Total Income** | **109.57** | | **2,216.99** | |

## Other Important Information

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(3.10)** |
| **Sales Proceeds** | **10,481.95** | **48,876.15** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/31/12 | Beginning Balance | | 1,444.44 |
| 11/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 41.19 | 1,485.63 |
| 11/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 24.00 | 1,509.63 |
| 11/06/12 | Sweep to Dreyfus 696 General MMKT Cl B | 13.00 | 1,522.63 |
| 11/07/12 | Sweep from Dreyfus 696 General MMKT Cl B | (367.84) | 1,154.79 |
| 11/08/12 | Sweep to Dreyfus 696 General MMKT Cl B | 500.48 | 1,655.27 |
| 11/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 9.20 | 1,664.47 |
| 11/14/12 | Sweep from Dreyfus 696 General MMKT Cl B | (212.58) | 1,451.89 |
| 11/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 511.38 | 1,963.27 |
| 11/16/12 | Sweep to Dreyfus 696 General MMKT Cl B | 15.15 | 1,978.42 |
| 11/19/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2.60 | 1,981.02 |
| 11/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 4.42 | 1,985.44 |
| 11/30/12 | Accumulated Earnings Posted | 0.01 | 1,985.45 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 12/01/12 | Dividend | WELLS FARGO & CO | WFC | 18.04 |
| 12/03/12 | Dividend | FORD MOTOR CO NEW | F | 9.15 |
| 12/03/12 | Dividend | AMERISOURCEBERGEN CORP | ABC | 13.65 |
| 12/04/12 | Dividend | TIMKEN COMPANY | TKR | 12.19 |
| 12/04/12 | Dividend | PFIZER INCORPORATED | PFE | 26.62 |
| 12/10/12 | Dividend | HONEYWELL INTERNATIONAL INC. COM | HON | 12.30 |
| 12/10/12 | Dividend | TARGET CORP | TGT | 16.20 |
| 12/10/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 17.00 |
| 12/10/12 | Dividend | CHEVRON CORPORATION | CVX | 18.90 |
| 12/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 21.40 |
| 12/10/12 | Dividend | EXXON-MOBIL CORPORATION | XOM | 35.34 |
| 12/11/12 | Dividend | JOHNSON & JOHNSON | JNJ | 32.94 |
| 12/13/12 | Dividend | MICROSOFT CORPORATION | MSFT | 19.32 |
| 12/17/12 | Dividend | FEDEX CORP | FDX | 3.50 |
| 12/19/12 | Dividend | CISCO SYSTEMS INC | CSCO | 10.36 |
| **Total** | | | | **266.91** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
September 28, 2012 to October 31, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Wood Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 1,444.44 | 122,690.79 | 124,135.23 |
| Total Assets Held in Account | | 1,444.44 | 122,690.79 | 124,135.23 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest.á If you invest in Canadian Securities please go to http://cdntax.swst.comá on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Wood Asset Management**

**Statement Period**
September 28, 2012 to October 31, 2012

**Page**

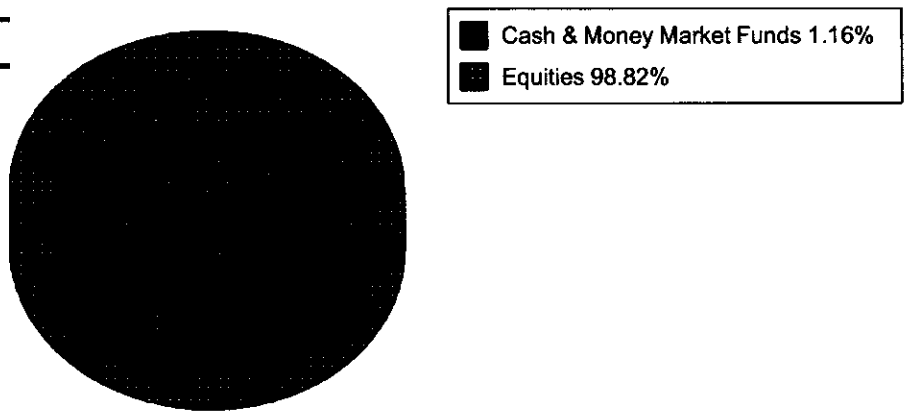

## Account Summary

| | 09/28/12 Value | 10 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,421.99 | 1,444.44 |
| Equities | 123,020.29 | 122,690.79 |
| **Total Account Value** | **125,442.28** | **124,135.23** |
| **Net Account Value** | **125,442.28** | **124,135.23** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,421.99 | 123,020.29 | 125,442.28 |
| Funds Deposited | | | |
| Income Activity | 159.91 | | 159.91 |
| Securities Sold/Matured | 4,528.95 | (4,528.95) | |
| Securities Received | | | |
| Funds Withdrawn | (473.06) | | (473.06) |
| Margin Interest | | | |
| Securities Purchased | (5,193.35) | 5,193.35 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (993.90) | (993.90) |
| **Ending Balance** | **1,444.44** | **122,690.79** | **124,135.23** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on October 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on October 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 1,444.44 | 1.16% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **1,444.44** | **1.16%** | | | |
| **Equities** | | | | | | | | | |
| ADT CORP | Cash | ADT | 27.000 | 41.510 | 1,120.77 | 0.90% | | 1,013.07 | 107.70 |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 46.000 | 55.970 | 2,574.62 | 2.07% | 36.80 | 2,689.16 | (114.54) |
| AMERISOURCEBERGEN CORP | Cash | ABC | 65.000 | 39.440 | 2,563.60 | 2.07% | 33.80 | 2,558.39 | 5.21 |
| APACHE CORPORATION | Cash | APA | 26.000 | 82.719 | 2,150.69 | 1.73% | 17.68 | 2,460.53 | (309.84) |
| BAKER HUGHES INCORPORATED | Cash | BHI | 49.000 | 41.970 | 2,056.53 | 1.66% | 29.40 | 2,041.34 | 15.19 |
| BLACKROCK INCORPORATED | Cash | BLK | 18.000 | 189.680 | 3,414.24 | 2.75% | 108.00 | 3,096.82 | 317.42 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 52.000 | 60.170 | 3,128.84 | 2.52% | 10.40 | 2,887.04 | 241.80 |
| CHEVRON CORPORATION | Cash | CVX | 21.000 | 110.241 | 2,315.06 | 1.86% | 75.60 | 2,242.38 | 72.68 |
| CHUBB CORP | Cash | CB | 68.000 | 76.980 | 5,234.64 | 4.22% | 111.52 | 4,497.12 | 737.52 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 96.000 | 37.525 | 3,602.40 | 2.90% | 62.40 | 2,254.08 | 1,348.32 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 50.000 | 54.950 | 2,747.50 | 2.21% | 52.00 | 2,625.00 | 122.50 |
| *DANAHER CORP* | *Cash* | *DHR* | *52.000* | *51.730* | *2,689.96* | *2.17%* | *5.20* | *2,685.80* | *4.16* |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DARDEN RESTAURANTS INC | Cash | DRI | 48.000 | 52.620 | 2,525.76 | 2.03% | 96.00 | 2,342.99 | 182.77 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 37.000 | 61.430 | 2,272.91 | 1.83% | 108.04 | 2,250.71 | 22.20 |
| DIRECTV | Cash | DTV | 51.000 | 51.140 | 2,608.14 | 2.10% | | 2,419.95 | 188.19 |
| EMC CORPORATION | Cash | EMC | 87.000 | 24.420 | 2,124.54 | 1.71% | | 2,264.60 | (140.06) |
| EXXON-MOBIL CORPORATION | Cash | XOM | 62.000 | 91.170 | 5,652.54 | 4.55% | 141.36 | 5,000.44 | 652.10 |
| FEDEX CORP | Cash | FDX | 25.000 | 91.990 | 2,299.75 | 1.85% | 14.00 | 2,226.04 | 73.71 |
| FORD MOTOR CO NEW | Cash | F | 183.000 | 11.160 | 2,042.28 | 1.65% | 36.60 | 1,857.43 | 184.85 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 55.000 | 38.880 | 2,138.40 | 1.72% | 68.75 | 2,182.95 | (44.55) |
| H J HEINZ COMPANY | Cash | HNZ | 56.000 | 57.510 | 3,220.56 | 2.59% | 115.36 | 2,964.08 | 256.48 |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 30.000 | 61.240 | 1,837.20 | 1.48% | 49.20 | 1,790.40 | 46.80 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 20.000 | 194.530 | 3,890.60 | 3.13% | 68.00 | 3,291.20 | 599.40 |
| JOHNSON & JOHNSON | Cash | JNJ | 54.000 | 70.820 | 3,824.28 | 3.08% | 131.76 | 3,536.68 | 287.60 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO | Cash | JPM | 88.000 | 41.680 | 3,667.84 | 2.95% | 105.60 | 3,393.48 | 274.36 |
| KRAFT FOODS GROUP INC | Cash | KRFT | 29.000 | 45.460 | 1,318.34 | 1.06% | | 1,355.09 | (36.75) |
| MACYS INC | Cash | M | 71.000 | 38.070 | 2,702.97 | 2.18% | 56.80 | 2,205.26 | 497.71 |
| MICROSOFT CORPORATION | Cash | MSFT | 112.000 | 28.540 | 3,196.48 | 2.57% | 103.04 | 2,488.62 | 707.86 |
| MONDELEZ INTERNATIONAL INC CL A | Cash | MDLZ | 85.000 | 26.550 | 2,256.75 | 1.82% | 44.20 | 1,875.90 | 380.85 |
| MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | 117.000 | 25.340 | 2,964.78 | 2.39% | | 2,660.58 | 304.20 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 39.000 | 78.960 | 3,079.44 | 2.48% | 84.24 | 3,413.26 | (333.82) |
| PFIZER INCORPORATED | Cash | PFE | 121.000 | 24.870 | 3,009.27 | 2.42% | 106.48 | 604.49 *** | *** |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 60.000 | 58.200 | 3,492.00 | 2.81% | 96.00 | 2,973.55 | 518.45 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 58.610 | 2,403.01 | 1.94% | 41.00 | 2,193.50 | 209.51 |
| RAYMOND JAMES FINL INC | Cash | RJF | 65.000 | 38.140 | 2,479.10 | 2.00% | 33.80 | 1,998.65 | 480.45 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 29.000 | 69.530 | 2,016.37 | 1.62% | 31.90 | 2,369.30 | (352.93) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| ***Equities (Continued)*** | | | | | | | | | |
| SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079 | Cash | SU | 56.000 | 33.620 | 1,882.72 | 1.52% | 29.68 | 2,094.40 | (211.68) |
| TARGET CORP | Cash | TGT | 45.000 | 63.750 | 2,868.75 | 2.31% | 64.80 | 2,125.80 | 742.95 |
| THE WALT DISNEY CO | Cash | DIS | 57.000 | 49.120 | 2,799.84 | 2.26% | 34.20 | 2,138.07 | 661.77 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 40.000 | 61.060 | 2,442.40 | 1.97% | 20.80 | 2,515.60 | (73.20) |
| TIMKEN COMPANY | Cash | TKR | 53.000 | 39.490 | 2,092.97 | 1.69% | 48.76 | 2,752.17 | (659.20) |
| TRAVELERS COS INC/THE | Cash | TRV | 38.000 | 70.940 | 2,695.72 | 2.17% | 69.92 | 2,154.22 | 541.50 |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 52.000 | 26.870 | 1,397.24 | 1.13% | 31.20 | 1,189.84 | 207.40 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 40.000 | 78.160 | 3,126.40 | 2.52% | 85.60 | 2,603.57 | 522.83 |
| WELLS FARGO & CO | Cash | WFC | 82.000 | 33.690 | 2,762.58 | 2.23% | 72.16 | 1,246.73 | 1,515.85 |
| **Total Equities** | | | | | **122,690.79** | **98.82%** | **2,532.05** | **109,530.28** | **13,160.50** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/01 | Taxable Dividend | MACYS INC<br>M on 71.000000 PD:2012-10-01 | Cash | M | 14.20 |
| 10/01 | Taxable Dividend | FEDEX CORP<br>FDX on 25.000000 PD:2012-10-01 | Cash | FDX | 3.50 |
| 10/09 | Taxable Dividend | CHUBB CORP<br>CB on 58.000000 PD:2012-10-09 | Cash | CB | 23.78 |
| 10/10 | Taxable Dividend | H J HEINZ COMPANY<br>HNZ on 56.000000 PD:2012-10-10 | Cash | HNZ | 28.84 |
| 10/12 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 29.000000 PD:2012-10-12 | Cash | SLB | 7.97 |
| 10/15 | Taxable Dividend | THERMO FISHER SCIENTIFIC INC<br>TMO on 40.000000 PD:2012-10-15 | Cash | TMO | 5.20 |
| 10/15 | Taxable Dividend | RAYMOND JAMES FINL INC<br>RJF on 65.000000 PD:2012-10-15 | Cash | RJF | 8.45 |
| 10/15 | Taxable Dividend | KRAFT FOODS INC CL A<br>N/C TO 609207105<br>KFTOLD on 85.000000 PD:2012-10-15 | Cash | KFTOLD | 24.65 |
| 10/24 | Taxable Dividend | COMCAST CORPORATION CL A NEW<br>CMCSA on 96.000000 PD:2012-10-24 | Cash | CMCSA | 15.60 |
| 10/26 | Taxable Dividend | DANAHER CORP<br>DHR on 52.000000 PD:2012-10-26 | Cash | DHR | 1.30 |
| 10/31 | Taxable Dividend | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO<br>JPM on 88.000000 PD:2012-10-31 | Cash | JPM | 26.40 |
| 10/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **159.91** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/01 | Cash in Lieu | PENTAIR LTD<br>ISIN #CH0193880173<br>TYC on -0.477030 PD:2012-09-28 | Cash | PNR | (0.477) | | 20.63 |
| 10/02 | Sell | PENTAIR LTD<br>ISIN #CH0193880173 | Cash | PNR | (12.000) | 42.371 | 508.45 |
| 10/02 | Cash in Lieu | KRAFT FOODS GROUP INC<br>KFTOLD on -0.333330 PD:2012-10-01 | Cash | KRFT | (0.333) | | 14.89 |
| 10/02 | Sell | ADT CORP | Cash | ADT | (26.000) | 37.922 | 985.94 |
| 10/05 | Sell | KRAFT FOODS GROUP INC | Cash | KRFT | (28.000) | 47.485 | 1,329.55 |
| 10/10 | Sell | EXXON-MOBIL CORPORATION | Cash | XOM | (9.000) | 90.751 | 816.74 |
| 10/10 | Sell | CHUBB CORP | Cash | CB | (11.000) | 77.525 | 852.75 |
| **Total Securities Sold/Matured** | | | | | | | **4,528.95** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 10/01 | Stock Spinoff | PENTAIR LTD<br>ISIN #CH0193880173<br>TYC on 52.000000 PD:2012-09-28 | Cash | PNR | 12.477 | |
| 10/01 | Stock Spinoff | ADT CORP<br>TYC on 52.000000 PD:2012-09-28 | Cash | ADT | 26.000 | |
| 10/02 | Stock Spinoff | KRAFT FOODS GROUP INC<br>KFTOLD on 85.000000 PD:2012-10-01 | Cash | KRFT | 28.333 | |
| 10/05 | Corporate Action | MONDELEZ INTERNATIONAL INC CL A<br>*N/C FRM 50075N104 // KRK* | Cash | MDLZ | 85.000 | |

**Total Securities Received**

## Account Activity

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 10/11 | Journal | ADV FEE | Cash | | (473.06) |
| **Total Funds Withdrawn** | | | | | **(473.06)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/02 | Buy | CHUBB CORP | Cash | CB | 21.000 | 77.110 | (1,619.31) |
| 10/05 | Buy | EXXON-MOBIL CORPORATION | Cash | XOM | 13.000 | 92.760 | (1,205.88) |
| 10/10 | Buy | KRAFT FOODS GROUP INC | Cash | KRFT | 29.000 | 46.727 | (1,355.09) |
| 10/10 | Buy | ADT CORP | Cash | ADT | 27.000 | 37.521 | (1,013.07) |
| **Total Securities Purchased** | | | | | | | **(5,193.35)** |

**Securities Delivered**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 10/05 | Corporate Action | KRAFT FOODS INC CL A<br>N/C TO 609207105<br>N/C TO 609207105 // KRK | Cash | KFTOLD | (85.000) | |
| **Total Securities Delivered** | | | | | | |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 159.89 | | 2,107.14 | |
| Money Market | 0.02 | | 0.28 | |
| **Total Income** | **159.91** | | **2,107.42** | |

# Other Important Information

## Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(3.10)** |
| **Sales Proceeds** | **4,493.43** | **38,394.20** |

## Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 09/28/12 | Beginning Balance | | 2,421.99 |
| 10/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 17.70 | 2,439.69 |
| 10/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 20.63 | 2,460.32 |
| 10/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 14.89 | 2,475.21 |
| 10/05/12 | Sweep from Dreyfus 696 General MMKT Cl B | (124.92) | 2,350.29 |
| 10/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 23.78 | 2,374.07 |
| 10/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 28.84 | 2,402.91 |
| 10/11/12 | Sweep to Dreyfus 696 General MMKT Cl B | 123.67 | 2,526.58 |
| 10/12/12 | Sweep from Dreyfus 696 General MMKT Cl B | (473.06) | 2,053.52 |
| 10/15/12 | Sweep from Dreyfus 696 General MMKT Cl B | (657.60) | 1,395.92 |
| 10/16/12 | Sweep to Dreyfus 696 General MMKT Cl B | 5.20 | 1,401.12 |
| 10/24/12 | Sweep to Dreyfus 696 General MMKT Cl B | 15.60 | 1,416.72 |
| 10/26/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1.30 | 1,418.02 |
| 10/31/12 | Accumulated Earnings Posted | 0.02 | 1,418.04 |
| 10/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 26.40 | 1,444.44 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 11/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 17.19 |
| 11/01/12 | Dividend | DARDEN RESTAURANTS INC | DRI | 24.00 |
| 11/05/12 | Dividend | COVIDIEN PLC (IRE) ISIN# IE00B68SQD29 | COV | 13.00 |
| 11/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 24.00 |
| 11/09/12 | Dividend | AMERICAN EXPRESS COMPANY | AXP | 9.20 |
| 11/15/12 | Dividend | TYCO INTERNATIONAL LTD ISIN #CH0100383485 | TYC | 7.80 |
| 11/21/12 | Dividend | APACHE CORPORATION | APA | 4.42 |
| **Total** | | | | **99.61** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
August 31, 2012 to September 28, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Wood Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 2,421.99 | 123,020.29 | 125,442.28 |
| Total Assets Held in Account | | 2,421.99 | 123,020.29 | 125,442.28 |

***Please see the last page of this statement to review Southwest Securities' Privacy Policy***

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Wood Asset Management**

**Statement Period**
August 31, 2012 to September 28, 2012

**Page**

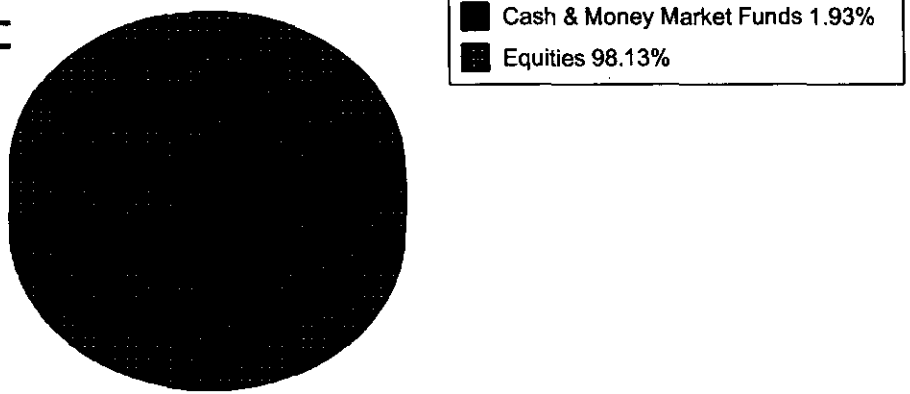

## Account Summary

| | 08/31/12 Value | 09 /28/12 Value |
|---|---|---|
| Cash & Money Market Funds | 5,582.72 | 2,421.99 |
| Equities | 117,572.34 | 123,020.29 |
| **Total Account Value** | **123,155.06** | **125,442.28** |
| **Net Account Value** | **123,155.06** | **125,442.28** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 5,582.72 | 117,572.34 | 123,155.06 |
| Funds Deposited | | | |
| Income Activity | 350.54 | | 350.54 |
| Securities Sold/Matured | 3,550.93 | (3,550.93) | |
| Securities Received | | | |
| Funds Withdrawn | (1.11) | | (1.11) |
| Margin Interest | | | |
| Securities Purchased | (7,061.09) | 7,061.09 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 1,937.79 | 1,937.79 |
| **Ending Balance** | **2,421.99** | **123,020.29** | **125,442.28** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on September 28, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on September 28, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 2,421.99 | 1.93% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **2,421.99** | **1.93%** | | | |
| ***Equities*** | | | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 46.000 | 56.860 | 2,615.56 | 2.09% | 36.80 | 2,689.16 | (73.60) |
| AMERISOURCEBERGEN CORP | Cash | ABC | 65.000 | 38.710 | 2,516.15 | 2.01% | 33.80 | 2,558.39 | (42.24) |
| APACHE CORPORATION | Cash | APA | 26.000 | 86.470 | 2,248.22 | 1.79% | 17.68 | 2,460.53 | (212.31) |
| BAKER HUGHES INCORPORATED | Cash | BHI | 49.000 | 45.230 | 2,216.27 | 1.77% | 29.40 | 2,041.34 | 174.93 |
| BLACKROCK INCORPORATED | Cash | BLK | 18.000 | 178.300 | 3,209.40 | 2.56% | 108.00 | 3,096.82 | 112.58 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 52.000 | 57.010 | 2,964.52 | 2.36% | 10.40 | 2,887.04 | 77.48 |
| CHEVRON CORPORATION | Cash | CVX | 21.000 | 116.560 | 2,447.76 | 1.95% | 75.60 | 2,242.38 | 205.38 |
| CHUBB CORP | Cash | CB | 58.000 | 76.280 | 4,424.24 | 3.53% | 95.12 | 3,551.34 | 872.90 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 96.000 | 35.745 | 3,431.52 | 2.74% | 62.40 | 2,254.08 | 1,177.44 |
| COVIDIEN PLC (IRE)<br>*ISIN# IE00B68SQD29* | Cash | COV | 50.000 | 59.420 | 2,971.00 | 2.37% | 52.00 | 2,625.00 | 346.00 |
| DANAHER CORP | Cash | DHR | 52.000 | 55.150 | 2,867.80 | 2.29% | 5.20 | 2,685.80 | 182.00 |
| DARDEN RESTAURANTS INC | Cash | DRI | 48.000 | 55.750 | 2,676.00 | 2.13% | 96.00 | 2,342.99 | 333.01 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 37.000 | 69.850 | 2,584.45 | 2.06% | 108.04 | 2,250.71 | 333.74 |
| DIRECTV | Cash | DTV | 51.000 | 52.440 | 2,674.44 | 2.13% | | 2,419.95 | 254.49 |
| EMC CORPORATION | Cash | EMC | 87.000 | 27.270 | 2,372.49 | 1.89% | | 2,264.60 | 107.89 |
| EXXON-MOBIL CORPORATION | Cash | XOM | 58.000 | 91.450 | 5,304.10 | 4.23% | 132.24 | 4,491.52 | 812.58 |
| FEDEX CORP | Cash | FDX | 25.000 | 84.620 | 2,115.50 | 1.69% | 14.00 | 2,226.04 | (110.54) |
| FORD MOTOR CO NEW | Cash | F | 183.000 | 9.860 | 1,804.38 | 1.44% | 36.60 | 1,857.43 | (53.05) |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 55.000 | 39.580 | 2,176.90 | 1.74% | 68.75 | 2,182.95 | (6.05) |
| H J HEINZ COMPANY | Cash | HNZ | 56.000 | 55.950 | 3,133.20 | 2.50% | 115.36 | 2,964.08 | 169.12 |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 30.000 | 59.750 | 1,792.50 | 1.43% | 44.70 | 1,790.40 | 2.10 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 20.000 | 207.450 | 4,149.00 | 3.31% | 68.00 | 3,291.20 | 857.80 |
| JOHNSON & JOHNSON | Cash | JNJ | 54.000 | 68.910 | 3,721.14 | 2.97% | 131.76 | 3,536.68 | 184.46 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 88.000 | 40.480 | 3,562.24 | 2.84% | 105.60 | 3,393.48 | 168.76 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| ***Equities (Continued)*** | | | | | | | | | |
| KRAFT FOODS INC CL A | Cash | KFT | 85.000 | 41.350 | 3,514.75 | 2.80% | 98.60 | 2,890.00 | 624.75 |
| MACYS INC | Cash | M | 71.000 | 37.620 | 2,671.02 | 2.13% | 56.80 | 2,205.26 | 465.76 |
| MICROSOFT CORPORATION | Cash | MSFT | 112.000 | 29.760 | 3,333.12 | 2.66% | 103.04 | 2,488.62 | 844.50 |
| MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | 117.000 | 24.372 | 2,851.49 | 2.27% | | 2,660.58 | 190.91 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 39.000 | 86.060 | 3,356.34 | 2.68% | 84.24 | 3,413.26 | (56.92) |
| PFIZER INCORPORATED | Cash | PFE | 121.000 | 24.850 | 3,006.85 | 2.40% | 106.48 | 604.49 *** | *** |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 60.000 | 63.100 | 3,786.00 | 3.02% | 96.00 | 2,973.55 | 812.45 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 62.470 | 2,561.27 | 2.04% | 41.00 | 2,193.50 | 367.77 |
| RAYMOND JAMES FINL INC | Cash | RJF | 65.000 | 36.650 | 2,382.25 | 1.90% | 33.80 | 1,998.65 | 383.60 |
| SCHLUMBERGER LIMITED<br>*ISIN #AN8068571086* | Cash | SLB | 29.000 | 72.330 | 2,097.57 | 1.67% | 31.90 | 2,369.30 | (271.73) |
| SUNCOR ENERGY INC NEW<br>*ISIN #CA8672241079* | Cash | SU | 56.000 | 32.850 | 1,839.60 | 1.47% | 29.68 | 2,094.40 | (254.80) |
| TARGET CORP | Cash | TGT | 45.000 | 63.470 | 2,856.15 | 2.28% | 64.80 | 2,125.80 | 730.35 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| THE WALT DISNEY CO | Cash | DIS | 57.000 | 52.280 | 2,979.96 | 2.38% | 34.20 | 2,138.07 | 841.89 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 40.000 | 58.830 | 2,353.20 | 1.88% | 20.80 | 2,515.60 | (162.40) |
| TIMKEN COMPANY | Cash | TKR | 53.000 | 37.160 | 1,969.48 | 1.57% | 48.76 | 2,752.17 | (782.69) |
| TRAVELERS COS INC/THE | Cash | TRV | 38.000 | 68.260 | 2,593.88 | 2.07% | 69.92 | 2,154.22 | 439.66 |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 52.000 | 56.260 | 2,925.52 | 2.33% | 31.20 | 2,393.56 | 531.96 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 40.000 | 78.290 | 3,131.60 | 2.50% | 85.60 | 2,603.57 | 528.03 |
| WELLS FARGO & CO | Cash | WFC | 82.000 | 34.530 | 2,831.46 | 2.26% | 72.16 | 1,246.73 | 1,584.73 |
| **Total Equities** | | | | | **123,020.29** | **98.13%** | **2,556.43** | **107,925.24** | **15,095.05** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/04 | Taxable Dividend | WELLS FARGO & CO<br>WFC on 82.000000 PD:2012-09-01 | Cash | WFC | 18.04 |
| 09/04 | Taxable Dividend | VISA INC-CLASS A SHRS<br>V on 33.000000 PD:2012-09-04 | Cash | V | 7.26 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/04 | Taxable Dividend | AMERISOURCEBERGEN CORP<br>ABC on 65.000000 PD:2012-09-04 | Cash | ABC | 8.45 |
| 09/05 | Taxable Dividend | TIMKEN COMPANY<br>TKR on 53.000000 PD:2012-09-05 | Cash | TKR | 12.19 |
| 09/05 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 121.000000 PD:2012-09-05 | Cash | PFE | 26.62 |
| 09/10 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 40.000000 PD:2012-09-10 | Cash | UTX | 21.40 |
| 09/10 | Taxable Dividend | TARGET CORP<br>TGT on 45.000000 PD:2012-09-10 | Cash | TGT | 16.20 |
| 09/10 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 20.000000 PD:2012-09-10 | Cash | IBM | 17.00 |
| 09/10 | Taxable Dividend | EXXON-MOBIL CORPORATION<br>XOM on 58.000000 PD:2012-09-10 | Cash | XOM | 33.06 |
| 09/10 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 21.000000 PD:2012-09-10 | Cash | CVX | 18.90 |
| 09/11 | Taxable Dividend | JOHNSON & JOHNSON<br>JNJ on 54.000000 PD:2012-09-11 | Cash | JNJ | 32.94 |
| 09/13 | Taxable Dividend | MICROSOFT CORPORATION<br>MSFT on 112.000000 PD:2012-09-13 | Cash | MSFT | 22.40 |
| 09/24 | Taxable Dividend | BLACKROCK INCORPORATED<br>BLK on 18.000000 PD:2012-09-24 | Cash | BLK | 27.00 |
| 09/25 | Taxable Dividend | SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079<br>SU on 56.000000 PD:2012-09-25 | Cash | SU | 7.43 |
| 09/26 | Taxable Dividend | QUALCOMM INC<br>QCOM on 41.000000 PD:2012-09-26 | Cash | QCOM | 10.25 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/28 | Taxable Dividend | TRAVELERS COS INC/THE TRV on 38.000000 PD:2012-09-28 | Cash | TRV | 17.48 |
| 09/28 | Taxable Dividend | PEPSICO INCORPORATED PEP on 50.000000 PD:2012-09-28 | Cash | PEP | 26.88 |
| 09/28 | Taxable Dividend | DIGITAL REALTY TRUST INC (REITS) DLR on 37.000000 PD:2012-09-28 | Cash | DLR | 27.01 |
| 09/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.03 |
| **Total Income Activity** | | | | | **350.54** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/19 | Sell | PEPSICO INCORPORATED | Cash | PEP | (50.000) | 71.020 | 3,550.93 |
| **Total Securities Sold/Matured** | | | | | | | **3,550.93** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 09/25 | Foreign Withholding-DIV | WH for SU on 56.000000 P: 2012-09-25 | Cash | | (1.11) |
| **Total Funds Withdrawn** | | | | | **(1.11)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/07 | Buy | HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 30.000 | 59.680 | (1,790.40) |
| 09/07 | Buy | FORD MOTOR CO NEW | Cash | F | 183.000 | 10.150 | (1,857.43) |
| 09/19 | Buy | OCCIDENTAL PETROLEUM CORP | Cash | OXY | 39.000 | 87.519 | (3,413.26) |
| **Total Securities Purchased** | | | | | | | **(7,061.09)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 350.51 | | 1,947.25 | |
| Money Market | 0.03 | | 0.26 | |
| **Total Income** | **350.54** | | **1,947.51** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(1.11)** | **(3.10)** |
| **Sales Proceeds** | **3,550.93** | **33,900.77** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 08/31/12 | Beginning Balance | | 5,582.72 |
| 09/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 33.75 | 5,616.47 |
| 09/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 38.81 | 5,655.28 |
| 09/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 106.56 | 5,761.84 |
| 09/11/12 | Sweep to Dreyfus 696 General MMKT Cl B | 32.94 | 5,794.78 |
| 09/12/12 | Sweep from Dreyfus 696 General MMKT Cl B | (3,647.83) | 2,146.95 |
| 09/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 22.40 | 2,169.35 |
| 09/24/12 | Sweep to Dreyfus 696 General MMKT Cl B | 164.67 | 2,334.02 |
| 09/26/12 | Sweep to Dreyfus 696 General MMKT Cl B | 16.57 | 2,350.59 |
| 09/28/12 | Accumulated Earnings Posted | 0.03 | 2,350.62 |
| 09/28/12 | Sweep to Dreyfus 696 General MMKT Cl B | 71.37 | 2,421.99 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/01/12 | Dividend | FEDEX CORP | FDX | 3.50 |
| 10/01/12 | Dividend | MACYS INC | M | 14.20 |
| 10/09/12 | Dividend | CHUBB CORP | CB | 23.78 |
| 10/10/12 | Dividend | H J HEINZ COMPANY | HNZ | 28.84 |
| 10/12/12 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 7.97 |
| 10/15/12 | Dividend | THERMO FISHER SCIENTIFIC INC | TMO | 5.20 |
| 10/15/12 | Dividend | KRAFT FOODS INC CL A | KFT | 24.65 |
| **Total** | | | | **108.14** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
July 31, 2012 to August 31, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Wood Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 5,582.72 | 117,572.34 | 123,155.06 |
| Total Assets Held in Account | | 5,582.72 | 117,572.34 | 123,155.06 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Wood Asset Management**

**Statement Period**
July 31, 2012 to August 31, 2012

**Page**

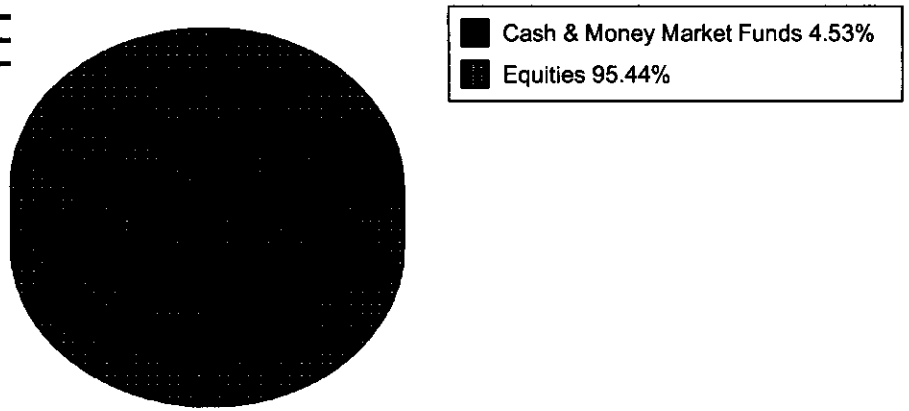

## Account Summary

| | 07/31/12 Value | 08 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 4,402.13 | 5,582.72 |
| Equities | 116,380.60 | 117,572.34 |
| **Total Account Value** | **120,782.73** | **123,155.06** |
| **Net Account Value** | **120,782.73** | **123,155.06** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,402.13 | 116,380.60 | 120,782.73 |
| Funds Deposited | | | |
| Income Activity | 124.09 | | 124.09 |
| Securities Sold/Matured | 4,187.28 | (4,187.28) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (3,130.78) | 3,130.78 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,248.24 | 2,248.24 |
| **Ending Balance** | **5,582.72** | **117,572.34** | **123,155.06** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on August 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on August 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 5,582.72 | 4.53% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **5,582.72** | **4.53%** | | | |
| **Equities** | | | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 46.000 | 58.300 | 2,681.80 | 2.18% | 36.80 | 2,689.16 | (7.36) |
| AMERISOURCEBERGEN CORP | Cash | ABC | 65.000 | 38.520 | 2,503.80 | 2.03% | 33.80 | 2,558.39 | (54.59) |
| APACHE CORPORATION | Cash | APA | 26.000 | 85.750 | 2,229.50 | 1.81% | 17.68 | 2,460.53 | (231.03) |
| BAKER HUGHES INCORPORATED | Cash | BHI | 49.000 | 45.600 | 2,234.40 | 1.81% | 29.40 | 2,041.34 | 193.06 |
| BLACKROCK INCORPORATED | Cash | BLK | 18.000 | 176.370 | 3,174.66 | 2.58% | 108.00 | 3,096.82 | 77.84 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 52.000 | 56.530 | 2,939.56 | 2.39% | 10.40 | 2,887.04 | 52.52 |
| CHEVRON CORPORATION | Cash | CVX | 21.000 | 112.160 | 2,355.36 | 1.91% | 75.60 | 2,242.38 | 112.98 |
| CHUBB CORP | Cash | CB | 58.000 | 73.890 | 4,285.62 | 3.48% | 95.12 | 3,551.34 | 734.28 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 96.000 | 33.530 | 3,218.88 | 2.61% | 62.40 | 2,254.08 | 964.80 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 50.000 | 56.050 | 2,802.50 | 2.28% | 45.00 | 2,625.00 | 177.50 |
| DANAHER CORP | Cash | DHR | 52.000 | 53.570 | 2,785.64 | 2.26% | 5.20 | 2,685.80 | 99.84 |
| DARDEN RESTAURANTS INC | Cash | DRI | 48.000 | 51.950 | 2,493.60 | 2.02% | 96.00 | 2,342.99 | 150.61 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 37.000 | 74.510 | 2,756.87 | 2.24% | 108.04 | 2,250.71 | 506.16 |
| DIRECTV | Cash | DTV | 51.000 | 52.090 | 2,656.59 | 2.16% | | 2,419.95 | 236.64 |
| EMC CORPORATION | Cash | EMC | 87.000 | 26.290 | 2,287.23 | 1.86% | | 2,264.60 | 22.63 |
| EXXON-MOBIL CORPORATION | Cash | XOM | 58.000 | 87.300 | 5,063.40 | 4.11% | 132.24 | 4,491.52 | 571.88 |
| FEDEX CORP | Cash | FDX | 25.000 | 87.630 | 2,190.75 | 1.78% | 14.00 | 2,226.04 | (35.29) |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 55.000 | 36.110 | 1,986.05 | 1.61% | 68.75 | 2,182.95 | (196.90) |
| H J HEINZ COMPANY | Cash | HNZ | 56.000 | 55.720 | 3,120.32 | 2.53% | 115.36 | 2,964.08 | 156.24 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 20.000 | 194.850 | 3,897.00 | 3.16% | 68.00 | 3,291.20 | 605.80 |
| JOHNSON & JOHNSON | Cash | JNJ | 54.000 | 67.430 | 3,641.22 | 2.96% | 131.76 | 3,536.68 | 104.54 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 88.000 | 37.140 | 3,268.32 | 2.65% | 105.60 | 3,393.48 | (125.16) |
| KRAFT FOODS INC CL A | Cash | KFT | 85.000 | 41.510 | 3,528.35 | 2.86% | 98.60 | 2,890.00 | 638.35 |
| MACYS INC | Cash | M | 71.000 | 40.310 | 2,862.01 | 2.32% | 56.80 | 2,205.26 | 656.75 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| MICROSOFT CORPORATION | Cash | MSFT | 112.000 | 30.820 | 3,451.84 | 2.80% | 89.60 | 2,488.62 | 963.22 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 117.000 | 23.570 | 2,757.69 | 2.24% | | 2,660.58 | 97.11 |
| PEPSICO INCORPORATED | Cash | PEP | 50.000 | 72.430 | 3,621.50 | 2.94% | 107.50 | 3,395.50 | 226.00 |
| PFIZER INCORPORATED | Cash | PFE | 121.000 | 23.860 | 2,887.06 | 2.34% | 106.48 | 604.49 *** | *** |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 60.000 | 62.160 | 3,729.60 | 3.03% | 96.00 | 2,973.55 | 756.05 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 61.460 | 2,519.86 | 2.05% | 41.00 | 2,193.50 | 326.36 |
| RAYMOND JAMES FINL INC | Cash | RJF | 65.000 | 35.200 | 2,288.00 | 1.86% | 33.80 | 1,998.65 | 289.35 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 29.000 | 72.380 | 2,099.02 | 1.70% | 31.90 | 2,369.30 | (270.28) |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 56.000 | 31.280 | 1,751.68 | 1.42% | 28.28 | 2,094.40 | (342.72) |
| TARGET CORP | Cash | TGT | 45.000 | 64.090 | 2,884.05 | 2.34% | 64.80 | 2,125.80 | 758.25 |
| THE WALT DISNEY CO | Cash | DIS | 57.000 | 49.470 | 2,819.79 | 2.29% | 34.20 | 2,138.07 | 681.72 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 40.000 | 57.350 | 2,294.00 | 1.86% | 20.80 | 2,515.60 | (221.60) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TIMKEN COMPANY | Cash | TKR | 53.000 | 40.160 | 2,128.48 | 1.73% | 48.76 | 2,752.17 | (623.69) |
| TRAVELERS COS INC/THE | Cash | TRV | 38.000 | 64.740 | 2,460.12 | 2.00% | 69.92 | 2,154.22 | 305.90 |
| TYCO INTERNATIONAL LTD ISIN #CH0100383485 | Cash | TYC | 52.000 | 56.380 | 2,931.76 | 2.38% | 52.00 | 2,393.56 | 538.20 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 40.000 | 79.850 | 3,194.00 | 2.59% | 85.60 | 2,603.57 | 590.43 |
| WELLS FARGO & CO | Cash | WFC | 82.000 | 34.030 | 2,790.46 | 2.27% | 72.16 | 1,246.73 | 1,543.73 |
| **Total Equities** | | | | | **117,572.34** | **95.44%** | **2,497.35** | **104,259.65** | **13,312.69** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 55.000000 PD:2012-08-01 | Cash | FCX | 17.19 |
| 08/01 | Taxable Dividend | DARDEN RESTAURANTS INC<br>DRI on 48.000000 PD:2012-08-01 | Cash | DRI | 24.00 |
| 08/06 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 46.000000 PD:2012-08-05 | Cash | PNC | 18.40 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/10 | Taxable Dividend | AMERICAN EXPRESS COMPANY<br>AXP on 46.000000 PD:2012-08-10 | Cash | AXP | 9.20 |
| 08/13 | Taxable Dividend | AIR PRODUCTS & CHEMICALS INC<br>APD on 26.000000 PD:2012-08-13 | Cash | APD | 16.64 |
| 08/16 | Taxable Dividend | COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29<br>COV on 50.000000 PD:2012-08-16 | Cash | COV | 11.25 |
| 08/17 | Taxable Dividend | BAKER HUGHES INCORPORATED<br>BHI on 49.000000 PD:2012-08-17 | Cash | BHI | 7.35 |
| 08/20 | Taxable Dividend | CAPITAL ONE FINANCIAL CORP<br>COF on 52.000000 PD:2012-08-20 | Cash | COF | 2.60 |
| 08/22 | Taxable Dividend | TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485<br>TYC on 52.000000 PD:2012-08-22 | Cash | TYC | 13.00 |
| 08/22 | Taxable Dividend | APACHE CORPORATION<br>APA on 26.000000 PD:2012-08-22 | Cash | APA | 4.42 |
| 08/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.04 |
| **Total Income Activity** | | | | | **124.09** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/23 | Sell | VISA INC-CLASS A SHRS | Cash | V | (33.000) | 126.890 | 4,187.28 |
| **Total Securities Sold/Matured** | | | | | | | **4,187.28** |

## Account Activity

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 08/28 | Corporate Action | DIRECTV<br>1/1 frm 25490A101 // krk | Cash | DTV | 51.000 | |
| **Total Securities Received** | | | | | | |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/23 | Buy | PNC FINANCIAL SERVICES GROUP | Cash | PNC | 14.000 | 61.870 | (866.18) |
| 08/23 | Buy | EMC CORPORATION | Cash | EMC | 87.000 | 26.030 | (2,264.60) |
| **Total Securities Purchased** | | | | | | | **(3,130.78)** |

**Securities Delivered**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 08/28 | Corporate Action | DIRECTV-CLASS A<br>RECLASSIFCATION FRM CL A to B<br>1/1 to 25490A309 // krk | Cash | DTV OLD | (51.000) | |
| **Total Securities Delivered** | | | | | | |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 124.05 | | 1,596.74 | |
| Money Market | 0.04 | | 0.23 | |
| **Total Income** | **124.09** | | **1,596.97** | |

# Other Important Information

## Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| Foreign Taxes Paid | | (1.99) |
| Sales Proceeds | 4,187.28 | 30,349.84 |

## Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 07/31/12 | Beginning Balance | | 4,402.13 |
| 08/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 41.19 | 4,443.32 |
| 08/06/12 | Sweep to Dreyfus 696 General MMKT Cl B | 18.40 | 4,461.72 |
| 08/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 9.20 | 4,470.92 |
| 08/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 16.64 | 4,487.56 |
| 08/17/12 | Sweep to Dreyfus 696 General MMKT Cl B | 18.60 | 4,506.16 |
| 08/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2.60 | 4,508.76 |
| 08/22/12 | Sweep to Dreyfus 696 General MMKT Cl B | 4.42 | 4,513.18 |
| 08/23/12 | Sweep to Dreyfus 696 General MMKT Cl B | 13.00 | 4,526.18 |
| 08/28/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,056.50 | 5,582.68 |
| 08/31/12 | Accumulated Earnings Posted | 0.04 | 5,582.72 |

## Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/01/12 | Dividend | WELLS FARGO & CO | WFC | 18.04 |
| 09/04/12 | Dividend | AMERISOURCEBERGEN CORP | ABC | 8.45 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/05/12 | Dividend | TIMKEN COMPANY | TKR | 12.19 |
| 09/05/12 | Dividend | PFIZER INCORPORATED | PFE | 26.62 |
| 09/10/12 | Dividend | TARGET CORP | TGT | 16.20 |
| 09/10/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 17.00 |
| 09/10/12 | Dividend | CHEVRON CORPORATION | CVX | 18.90 |
| 09/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 21.40 |
| 09/10/12 | Dividend | EXXON-MOBIL CORPORATION | XOM | 33.06 |
| 09/11/12 | Dividend | JOHNSON & JOHNSON | JNJ | 32.94 |
| 09/13/12 | Dividend | MICROSOFT CORPORATION | MSFT | 22.40 |
| **Total** | | | | **227.20** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
June 29, 2012 to July 31, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Wood Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 4,402.13 | 116,380.60 | 120,782.73 |
| Total Assets Held in Account | | 4,402.13 | 116,380.60 | 120,782.73 |

Clearing agent for your account is:
*Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770*

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Wood Asset Management**

**Statement Period**
June 29, 2012 to July 31, 2012

**Page**

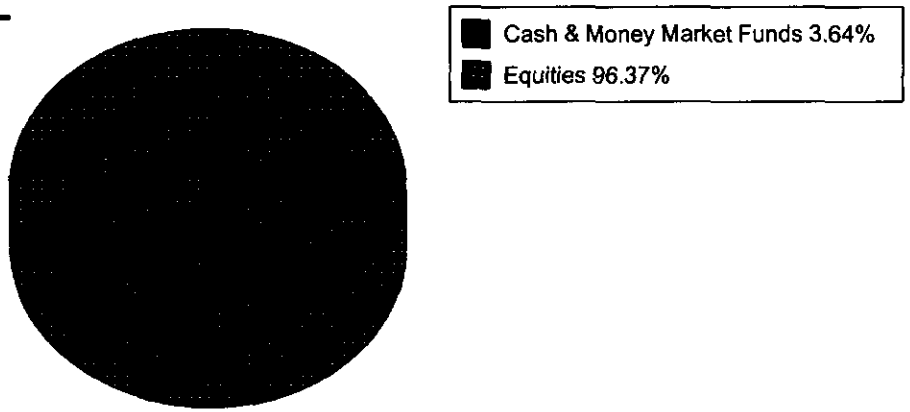

## Account Summary

| | 06/29/12 Value | 07 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 3,582.71 | 4,402.13 |
| Equities | 115,829.03 | 116,380.60 |
| **Total Account Value** | **119,411.74** | **120,782.73** |
| **Net Account Value** | **119,411.74** | **120,782.73** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 3,582.71 | 115,829.03 | 119,411.74 |
| Funds Deposited | | | |
| Income Activity | 159.92 | | 159.92 |
| Securities Sold/Matured | 3,668.13 | (3,668.13) | |
| Securities Received | | | |
| Funds Withdrawn | (450.24) | | (450.24) |
| Margin Interest | | | |
| Securities Purchased | (2,558.39) | 2,558.39 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 1,661.31 | 1,661.31 |
| **Ending Balance** | **4,402.13** | **116,380.60** | **120,782.73** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on July 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on July 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 4,402.13 | 3.64% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **4,402.13** | **3.64%** | | | |
| **Equities** | | | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 46.000 | 57.710 | 2,654.66 | 2.20% | 36.80 | 2,689.16 | (34.50) |
| AMERISOURCEBERGEN CORP | Cash | ABC | 65.000 | 39.700 | 2,580.50 | 2.14% | 33.80 | 2,558.39 | 22.11 |
| APACHE CORPORATION | Cash | APA | 26.000 | 86.120 | 2,239.12 | 1.85% | 17.68 | 2,460.53 | (221.41) |
| BAKER HUGHES INCORPORATED | Cash | BHI | 49.000 | 46.320 | 2,269.68 | 1.88% | 29.40 | 2,041.34 | 228.34 |
| BLACKROCK INCORPORATED | Cash | BLK | 18.000 | 170.260 | 3,064.68 | 2.54% | 108.00 | 3,096.82 | (32.14) |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 52.000 | 56.490 | 2,937.48 | 2.43% | 10.40 | 2,887.04 | 50.44 |
| CHEVRON CORPORATION | Cash | CVX | 21.000 | 109.580 | 2,301.18 | 1.91% | 75.60 | 2,242.38 | 58.80 |
| CHUBB CORP | Cash | CB | 58.000 | 72.690 | 4,216.02 | 3.49% | 95.12 | 3,551.34 | 664.68 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 96.000 | 32.550 | 3,124.80 | 2.59% | 62.40 | 2,254.08 | 870.72 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 50.000 | 55.880 | 2,794.00 | 2.31% | 45.00 | 2,625.00 | 169.00 |
| DANAHER CORP | Cash | DHR | 52.000 | 52.810 | 2,746.12 | 2.27% | 5.20 | 2,685.80 | 60.32 |
| DARDEN RESTAURANTS INC | Cash | DRI | 48.000 | 51.180 | 2,456.64 | 2.03% | 96.00 | 2,342.99 | 113.65 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 37.000 | 78.070 | 2,888.59 | 2.39% | 108.04 | 2,250.71 | 637.88 |
| DIRECTV-CLASS A | Cash | DTV | 51.000 | 49.660 | 2,532.66 | 2.10% | | 2,419.95 | 112.71 |
| EXXON-MOBIL CORPORATION | Cash | XOM | 58.000 | 86.850 | 5,037.30 | 4.17% | 132.24 | 4,491.52 | 545.78 |
| FEDEX CORP | Cash | FDX | 25.000 | 90.300 | 2,257.50 | 1.87% | 14.00 | 2,226.04 | 31.46 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 55.000 | 33.670 | 1,851.85 | 1.53% | 68.75 | 2,182.95 | (331.10) |
| H J HEINZ COMPANY | Cash | HNZ | 56.000 | 55.210 | 3,091.76 | 2.56% | 115.36 | 2,964.08 | 127.68 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 20.000 | 195.980 | 3,919.60 | 3.25% | 68.00 | 3,291.20 | 628.40 |
| JOHNSON & JOHNSON | Cash | JNJ | 54.000 | 69.220 | 3,737.88 | 3.09% | 131.76 | 3,536.68 | 201.20 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 88.000 | 36.000 | 3,168.00 | 2.62% | 105.60 | 3,393.48 | (225.48) |
| *KRAFT FOODS INC CL A* | *Cash* | *KFT* | *85.000* | *39.710* | *3,375.35* | *2.79%* | *98.60* | *2,890.00* | *485.35* |
| MACYS INC | Cash | M | 71.000 | 35.840 | 2,544.64 | 2.11% | 56.80 | 2,205.26 | 339.38 |
| MICROSOFT CORPORATION | Cash | MSFT | 112.000 | 29.470 | 3,300.64 | 2.73% | 89.60 | 2,488.62 | 812.02 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 117.000 | 23.030 | 2,694.51 | 2.23% | | 2,660.58 | 33.93 |
| PEPSICO INCORPORATED | Cash | PEP | 50.000 | 72.730 | 3,636.50 | 3.01% | 107.50 | 3,395.50 | 241.00 |
| PFIZER INCORPORATED | Cash | PFE | 121.000 | 24.040 | 2,908.84 | 2.41% | 106.48 | 604.49 *** | *** |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 46.000 | 59.100 | 2,718.60 | 2.25% | 73.60 | 2,107.37 | 611.23 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 59.680 | 2,446.88 | 2.03% | 41.00 | 2,193.50 | 253.38 |
| RAYMOND JAMES FINL INC | Cash | RJF | 65.000 | 33.620 | 2,185.30 | 1.81% | 33.80 | 1,998.65 | 186.65 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 29.000 | 71.260 | 2,066.54 | 1.71% | 31.90 | 2,369.30 | (302.76) |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 56.000 | 30.540 | 1,710.24 | 1.42% | 28.28 | 2,094.40 | (384.16) |
| TARGET CORP | Cash | TGT | 45.000 | 60.650 | 2,729.25 | 2.26% | 64.80 | 2,125.80 | 603.45 |
| THE WALT DISNEY CO | Cash | DIS | 57.000 | 49.140 | 2,800.98 | 2.32% | 34.20 | 2,138.07 | 662.91 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 40.000 | 55.670 | 2,226.80 | 1.84% | 20.80 | 2,515.60 | (288.80) |
| TIMKEN COMPANY | Cash | TKR | 53.000 | 36.200 | 1,918.60 | 1.59% | 48.76 | 2,752.17 | (833.57) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TRAVELERS COS INC/THE | Cash | TRV | 38.000 | 62.650 | 2,380.70 | 1.97% | 69.92 | 2,154.22 | 226.48 |
| TYCO INTERNATIONAL LTD ISIN #CH0100383485 | Cash | TYC | 52.000 | 54.940 | 2,856.88 | 2.37% | 52.00 | 2,393.56 | 463.32 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 40.000 | 74.440 | 2,977.60 | 2.47% | 85.60 | 2,603.57 | 374.03 |
| VISA INC-CLASS A SHRS | Cash | V | 33.000 | 129.070 | 4,259.31 | 3.53% | 29.04 | 2,448.60 | 1,810.71 |
| WELLS FARGO & CO | Cash | WFC | 82.000 | 33.810 | 2,772.42 | 2.30% | 72.16 | 1,246.73 | 1,525.69 |
| **Total Equities** | | | | | **116,380.60** | **96.37%** | **2,503.99** | **103,577.47** | **12,803.13** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/02 | Taxable Dividend | MACYS INC<br>M on 71.000000 PD:2012-07-02 | Cash | M | 14.20 |
| 07/02 | Taxable Dividend | FEDEX CORP<br>FDX on 25.000000 PD:2012-07-02 | Cash | FDX | 3.50 |
| 07/10 | Taxable Dividend | H J HEINZ COMPANY<br>HNZ on 56.000000 PD:2012-07-10 | Cash | HNZ | 28.84 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/10 | Taxable Dividend | CHUBB CORP<br>CB on 58.000000 PD:2012-07-10 | Cash | CB | 23.78 |
| 07/13 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 29.000000 PD:2012-07-13 | Cash | SLB | 7.97 |
| 07/16 | Taxable Dividend | THERMO FISHER SCIENTIFIC INC<br>TMO on 40.000000 PD:2012-07-16 | Cash | TMO | 5.20 |
| 07/16 | Taxable Dividend | KRAFT FOODS INC CL A<br>KFT on 85.000000 PD:2012-07-16 | Cash | KFT | 24.65 |
| 07/17 | Taxable Dividend | RAYMOND JAMES FINL INC<br>RJF on 65.000000 PD:2012-07-17 | Cash | RJF | 8.45 |
| 07/25 | Taxable Dividend | COMCAST CORPORATION CL A NEW<br>CMCSA on 96.000000 PD:2012-07-25 | Cash | CMCSA | 15.60 |
| 07/27 | Taxable Dividend | DANAHER CORP<br>DHR on 52.000000 PD:2012-07-27 | Cash | DHR | 1.30 |
| 07/31 | Taxable Dividend | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO<br>JPM on 88.000000 PD:2012-07-31 | Cash | JPM | 26.40 |
| 07/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.03 |
| **Total Income Activity** | | | | | **159.92** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/11 | Sell | AIR PRODUCTS & CHEMICALS INC | Cash | APD | (26.000) | 78.570 | 2,042.77 |
| 07/13 | Sell | CATERPILLAR INC | Cash | CAT | (20.000) | 81.270 | 1,625.36 |
| **Total Securities Sold/Matured** | | | | | | | **3,668.13** |

## Account Activity

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 07/18 | Journal | ADV FEE | Cash | | (450.24) |
| **Total Funds Withdrawn** | | | | | **(450.24)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/11 | Buy | AMERISOURCEBERGEN CORP | Cash | ABC | 65.000 | 39.360 | (2,558.39) |
| **Total Securities Purchased** | | | | | | | **(2,558.39)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 159.89 | | 1,472.69 | |
| Money Market | 0.03 | | 0.19 | |
| **Total Income** | **159.92** | | **1,472.88** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(1.99)** |
| **Sales Proceeds** | **3,668.13** | **26,162.56** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 06/29/12 | Beginning Balance | | 3,582.71 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 07/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 17.70 | 3,600.41 |
| 07/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 52.62 | 3,653.03 |
| 07/16/12 | Sweep from Dreyfus 696 General MMKT Cl B | (477.80) | 3,175.23 |
| 07/17/12 | Sweep to Dreyfus 696 General MMKT Cl B | 8.45 | 3,183.68 |
| 07/18/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,625.36 | 4,809.04 |
| 07/19/12 | Sweep from Dreyfus 696 General MMKT Cl B | (450.24) | 4,358.80 |
| 07/25/12 | Sweep to Dreyfus 696 General MMKT Cl B | 15.60 | 4,374.40 |
| 07/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1.30 | 4,375.70 |
| 07/31/12 | Accumulated Earnings Posted | 0.03 | 4,375.73 |
| 07/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 26.40 | 4,402.13 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 08/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 17.19 |
| 08/01/12 | Dividend | DARDEN RESTAURANTS INC | DRI | 24.00 |
| 08/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 18.40 |
| 08/10/12 | Dividend | AMERICAN EXPRESS COMPANY | AXP | 9.20 |
| 08/22/12 | Dividend | APACHE CORPORATION | APA | 4.42 |
| **Total** | | | | **73.21** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
May 31, 2012 to June 29, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Wood Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 3,582.71 | 115,829.03 | 119,411.74 |
| Total Assets Held in Account | | 3,582.71 | 115,829.03 | 119,411.74 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Wood Asset Management**

**Statement Period**
May 31, 2012 to June 29, 2012

**Page**

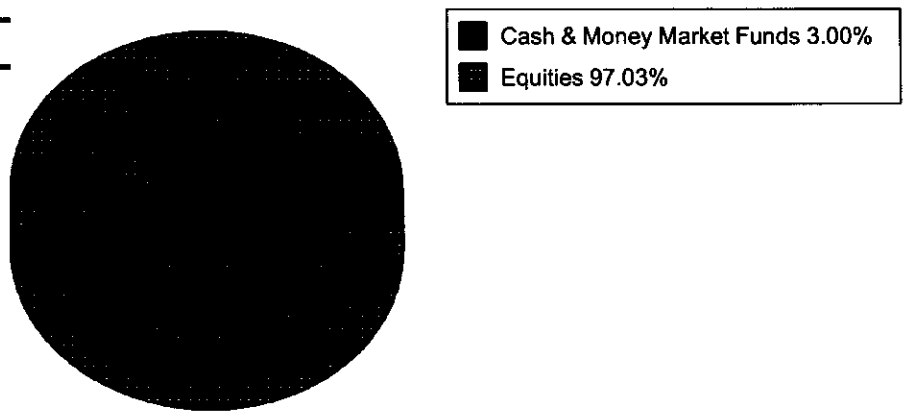

## Account Summary

| | 05/31/12 Value | 06 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 4,585.14 | 3,582.71 |
| Equities | 111,215.42 | 115,829.03 |
| **Total Account Value** | **115,800.56** | **119,411.74** |
| **Net Account Value** | **115,800.56** | **119,411.74** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,585.14 | 111,215.42 | 115,800.56 |
| Funds Deposited | | | |
| Income Activity | 324.63 | | 324.63 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | (1.06) | | (1.06) |
| Margin Interest | | | |
| Securities Purchased | (1,326.00) | 1,326.00 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,287.61 | 3,287.61 |
| **Ending Balance** | **3,582.71** | **115,829.03** | **119,411.74** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on June 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on June 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 3,582.71 | 3.00% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **3,582.71** | **3.00%** | | | |
| **Equities** | | | | | | | | | |
| AIR PRODUCTS & CHEMICALS INC | Cash | APD | 26.000 | 80.730 | 2,098.98 | 1.76% | 66.56 | 2,385.24 | (286.26) |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 46.000 | 58.210 | 2,677.66 | 2.24% | 36.80 | 2,689.16 | (11.50) |
| APACHE CORPORATION | Cash | APA | 26.000 | 87.890 | 2,285.14 | 1.91% | 17.68 | 2,460.53 | (175.39) |
| BAKER HUGHES INCORPORATED | Cash | BHI | 49.000 | 41.100 | 2,013.90 | 1.69% | 29.40 | 2,041.34 | (27.44) |
| BLACKROCK INCORPORATED | Cash | BLK | 18.000 | 169.820 | 3,056.76 | 2.56% | 108.00 | 3,096.82 | (40.06) |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 52.000 | 54.660 | 2,842.32 | 2.38% | 10.40 | 2,887.04 | (44.72) |
| CATERPILLAR INC | Cash | CAT | 20.000 | 84.910 | 1,698.20 | 1.42% | 41.60 | 1,916.00 | (217.80) |
| CHEVRON CORPORATION | Cash | CVX | 21.000 | 105.500 | 2,215.50 | 1.86% | 75.60 | 2,242.38 | (26.88) |
| CHUBB CORP | Cash | CB | 58.000 | 72.820 | 4,223.56 | 3.54% | 95.12 | 3,551.34 | 672.22 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 96.000 | 31.970 | 3,069.12 | 2.57% | 62.40 | 2,254.08 | 815.04 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 50.000 | 53.500 | 2,675.00 | 2.24% | 45.00 | 2,625.00 | 50.00 |
| DANAHER CORP | Cash | DHR | 52.000 | 52.080 | 2,708.16 | 2.27% | 5.20 | 2,685.80 | 22.36 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DARDEN RESTAURANTS INC | Cash | DRI | 48.000 | 50.630 | 2,430.24 | 2.04% | 96.00 | 2,342.99 | 87.25 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 37.000 | 75.070 | 2,777.59 | 2.33% | 108.04 | 2,250.71 | 526.88 |
| DIRECTV-CLASS A | Cash | DTV | 51.000 | 48.820 | 2,489.82 | 2.09% | | 2,419.95 | 69.87 |
| EXXON-MOBIL CORPORATION | Cash | XOM | 58.000 | 85.570 | 4,963.06 | 4.16% | 132.24 | 4,491.52 | 471.54 |
| FEDEX CORP | Cash | FDX | 25.000 | 91.610 | 2,290.25 | 1.92% | 14.00 | 2,226.04 | 64.21 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 55.000 | 34.070 | 1,873.85 | 1.57% | 68.75 | 2,182.95 | (309.10) |
| H J HEINZ COMPANY | Cash | HNZ | 56.000 | 54.380 | 3,045.28 | 2.55% | 115.36 | 2,964.08 | 81.20 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 20.000 | 195.580 | 3,911.60 | 3.28% | 68.00 | 3,291.20 | 620.40 |
| JOHNSON & JOHNSON | Cash | JNJ | 54.000 | 67.560 | 3,648.24 | 3.06% | 131.76 | 3,536.68 | 111.56 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 88.000 | 35.730 | 3,144.24 | 2.63% | 105.60 | 3,393.48 | (249.24) |
| KRAFT FOODS INC CL A | Cash | KFT | 85.000 | 38.620 | 3,282.70 | 2.75% | 98.60 | 2,890.00 | 392.70 |
| MACYS INC | Cash | M | 71.000 | 34.350 | 2,438.85 | 2.04% | 56.80 | 2,205.26 | 233.59 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| MICROSOFT CORPORATION | Cash | MSFT | 112.000 | 30.590 | 3,426.08 | 2.87% | 89.60 | 2,488.62 | 937.46 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 117.000 | 21.370 | 2,500.29 | 2.09% | | 2,660.58 | (160.29) |
| PEPSICO INCORPORATED | Cash | PEP | 50.000 | 70.660 | 3,533.00 | 2.96% | 107.50 | 3,395.50 | 137.50 |
| PFIZER INCORPORATED | Cash | PFE | 121.000 | 23.000 | 2,783.00 | 2.33% | 106.48 | 604.49 *** | *** |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 46.000 | 61.110 | 2,811.06 | 2.35% | 73.60 | 2,107.37 | 703.69 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 55.680 | 2,282.88 | 1.91% | 41.00 | 2,193.50 | 89.38 |
| RAYMOND JAMES FINL INC | Cash | RJF | 65.000 | 34.240 | 2,225.60 | 1.86% | 33.80 | 1,998.65 | 226.95 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 29.000 | 64.910 | 1,882.39 | 1.58% | 31.90 | 2,369.30 | (486.91) |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 56.000 | 28.950 | 1,621.20 | 1.36% | 28.28 | 2,094.40 | (473.20) |
| TARGET CORP | Cash | TGT | 45.000 | 58.190 | 2,618.55 | 2.19% | 64.80 | 2,125.80 | 492.75 |
| THE WALT DISNEY CO | Cash | DIS | 57.000 | 48.500 | 2,764.50 | 2.32% | 34.20 | 2,138.07 | 626.43 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 40.000 | 51.910 | 2,076.40 | 1.74% | 20.80 | 2,515.60 | (439.20) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TIMKEN COMPANY | Cash | TKR | 53.000 | 45.790 | 2,426.87 | 2.03% | 48.76 | 2,752.17 | (325.30) |
| TRAVELERS COS INC/THE | Cash | TRV | 38.000 | 63.840 | 2,425.92 | 2.03% | 69.92 | 2,154.22 | 271.70 |
| TYCO INTERNATIONAL LTD ISIN #CH0100383485 | Cash | TYC | 52.000 | 52.850 | 2,748.20 | 2.30% | 52.00 | 2,393.56 | 354.64 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 40.000 | 75.530 | 3,021.20 | 2.53% | 85.60 | 2,603.57 | 417.63 |
| VISA INC-CLASS A SHRS | Cash | V | 33.000 | 123.630 | 4,079.79 | 3.42% | 29.04 | 2,448.60 | 1,631.19 |
| WELLS FARGO & CO | Cash | WFC | 82.000 | 33.440 | 2,742.08 | 2.30% | 72.16 | 1,246.73 | 1,495.35 |
| **Total Equities** | | | | | **115,829.03** | **97.03%** | **2,578.35** | **105,320.32** | **10,508.71** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/01 | *Taxable Dividend* | WELLS FARGO & CO<br>WFC on 82.000000 PD:2012-06-01 | Cash | WFC | 18.04 |
| 06/05 | Taxable Dividend | VISA INC-CLASS A SHRS<br>V on 33.000000 PD:2012-06-05 | Cash | V | 7.26 |

## Account Activity

*Income Activity (Continued)*

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/05 | Taxable Dividend | TIMKEN COMPANY<br>TKR on 53.000000 PD:2012-06-05 | Cash | TKR | 12.19 |
| 06/05 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 121.000000 PD:2012-06-05 | Cash | PFE | 26.62 |
| 06/11 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 40.000000 PD:2012-06-10 | Cash | UTX | 19.20 |
| 06/11 | Taxable Dividend | TARGET CORP<br>TGT on 45.000000 PD:2012-06-10 | Cash | TGT | 13.50 |
| 06/11 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 20.000000 PD:2012-06-09 | Cash | IBM | 17.00 |
| 06/11 | Taxable Dividend | EXXON-MOBIL CORPORATION<br>XOM on 58.000000 PD:2012-06-11 | Cash | XOM | 33.06 |
| 06/11 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 21.000000 PD:2012-06-11 | Cash | CVX | 18.90 |
| 06/12 | Taxable Dividend | JOHNSON & JOHNSON<br>JNJ on 34.000000 PD:2012-06-12 | Cash | JNJ | 20.74 |
| 06/14 | Taxable Dividend | MICROSOFT CORPORATION<br>MSFT on 112.000000 PD:2012-06-14 | Cash | MSFT | 22.40 |
| 06/20 | Taxable Dividend | QUALCOMM INC<br>QCOM on 41.000000 PD:2012-06-20 | Cash | QCOM | 10.25 |
| 06/25 | Taxable Dividend | SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079<br>SU on 56.000000 PD:2012-06-25 | Cash | SU | 7.06 |
| 06/25 | Taxable Dividend | BLACKROCK INCORPORATED<br>BLK on 18.000000 PD:2012-06-25 | Cash | BLK | 27.00 |
| 06/29 | Taxable Dividend | TRAVELERS COS INC/THE<br>TRV on 38.000000 PD:2012-06-29 | Cash | TRV | 17.48 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/29 | Taxable Dividend | PEPSICO INCORPORATED<br>PEP on 50.000000 PD:2012-06-29 | Cash | PEP | 26.88 |
| 06/29 | Taxable Dividend | DIGITAL REALTY TRUST INC (REITS)<br>DLR on 37.000000 PD:2012-06-29 | Cash | DLR | 27.01 |
| 06/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.04 |
| **Total Income Activity** | | | | | **324.63** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 06/25 | Foreign Withholding-DIV | WH for SU on 56.000000 P: 2012-06-25 | Cash | | (1.06) |
| **Total Funds Withdrawn** | | | | | **(1.06)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/18 | Buy | JOHNSON & JOHNSON | Cash | JNJ | 20.000 | 66.300 | (1,326.00) |
| **Total Securities Purchased** | | | | | | | **(1,326.00)** |

## End of Account Activity

## *Other Important Information*

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 324.59 | | 1,312.80 | |
| Money Market | 0.04 | | 0.16 | |
| **Total Income** | **324.63** | | **1,312.96** | |

# Other Important Information

## Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| Foreign Taxes Paid | (1.06) | (1.99) |
| Sales Proceeds | | 22,494.43 |

## Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 05/31/12 | Beginning Balance | | 4,585.14 |
| 06/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 18.04 | 4,603.18 |
| 06/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 46.07 | 4,649.25 |
| 06/11/12 | Sweep to Dreyfus 696 General MMKT Cl B | 101.66 | 4,750.91 |
| 06/12/12 | Sweep to Dreyfus 696 General MMKT Cl B | 20.74 | 4,771.65 |
| 06/14/12 | Sweep to Dreyfus 696 General MMKT Cl B | 22.40 | 4,794.05 |
| 06/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 10.25 | 4,804.30 |
| 06/21/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,326.00) | 3,478.30 |
| 06/25/12 | Sweep to Dreyfus 696 General MMKT Cl B | 27.00 | 3,505.30 |
| 06/26/12 | Sweep to Dreyfus 696 General MMKT Cl B | 6.00 | 3,511.30 |
| 06/29/12 | Accumulated Earnings Posted | 0.04 | 3,511.34 |
| 06/29/12 | Sweep to Dreyfus 696 General MMKT Cl B | 71.37 | 3,582.71 |

## Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 07/02/12 | Dividend | FEDEX CORP | FDX | 3.50 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 07/02/12 | Dividend | MACYS INC | M | 14.20 |
| 07/10/12 | Dividend | CHUBB CORP | CB | 23.78 |
| 07/10/12 | Dividend | H J HEINZ COMPANY | HNZ | 28.84 |
| 07/13/12 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 7.97 |
| 07/16/12 | Dividend | THERMO FISHER SCIENTIFIC INC | TMO | 5.20 |
| **Total** | | | | **83.49** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
April 30, 2012 to May 31, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Wood Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
*Office: 14Z / 2197  AE#: 112702*

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 4,585.14 | 111,215.42 | 115,800.56 |
| Total Assets Held in Account | | 4,585.14 | 111,215.42 | 115,800.56 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests Ltd**
***Northcrest Financial Inc GP***
**Kenny Marchant, President**
**Wood Asset Management**

**Statement Period**
April 30, 2012 to May 31, 2012

**Page**

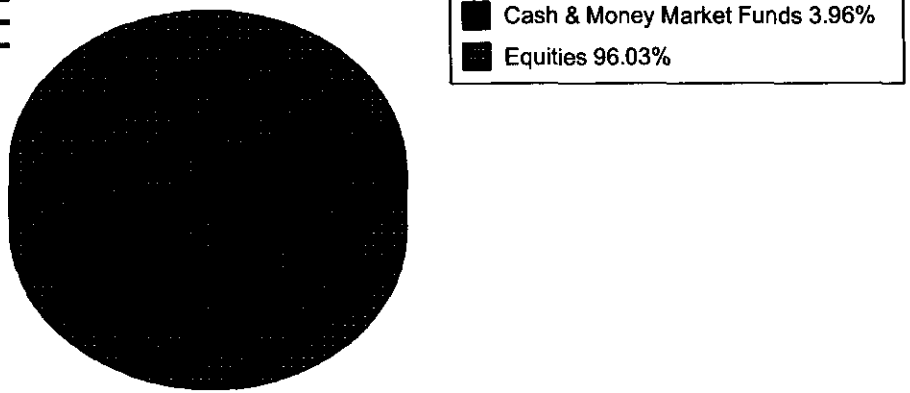

## Account Summary

| | 04/30/12 Value | 05 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 4,720.11 | 4,585.14 |
| Equities | 119,407.36 | 111,215.42 |
| **Total Account Value** | **124,127.47** | **115,800.56** |
| **Net Account Value** | **124,127.47** | **115,800.56** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,720.11 | 119,407.36 | 124,127.47 |
| Funds Deposited | | | |
| Income Activity | 120.72 | | 120.72 |
| Securities Sold/Matured | 7,099.77 | (7,099.77) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (7,355.46) | 7,355.46 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (8,447.63) | (8,447.63) |
| **Ending Balance** | **4,585.14** | **111,215.42** | **115,800.56** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on May 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on May 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| *Dreyfus 696 General MMKT Cl B* | MMkt | | | | 4,585.14 | 3.96% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **4,585.14** | **3.96%** | | | |
| **Equities** | | | | | | | | | |
| AIR PRODUCTS & CHEMICALS INC | Cash | APD | 26.000 | 79.040 | 2,055.04 | 1.77% | 66.56 | 2,385.24 | (330.20) |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 46.000 | 55.830 | 2,568.18 | 2.22% | 36.80 | 2,689.16 | (120.98) |
| APACHE CORPORATION | Cash | APA | 26.000 | 81.380 | 2,115.88 | 1.83% | 17.68 | 2,460.53 | (344.65) |
| BAKER HUGHES INCORPORATED | Cash | BHI | 49.000 | 41.730 | 2,044.77 | 1.77% | 29.40 | 2,041.34 | 3.43 |
| BLACKROCK INCORPORATED | Cash | BLK | 18.000 | 170.800 | 3,074.40 | 2.65% | 108.00 | 3,096.82 | (22.42) |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 52.000 | 51.370 | 2,671.24 | 2.31% | 10.40 | 2,887.04 | (215.80) |
| CATERPILLAR INC | Cash | CAT | 20.000 | 87.620 | 1,752.40 | 1.51% | 36.80 | 1,916.00 | (163.60) |
| CHEVRON CORPORATION | Cash | CVX | 21.000 | 98.310 | 2,064.51 | 1.78% | 75.60 | 2,242.38 | (177.87) |
| CHUBB CORP | Cash | CB | 58.000 | 72.070 | 4,180.06 | 3.61% | 95.12 | 3,551.34 | 628.72 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 96.000 | 28.910 | 2,775.36 | 2.40% | 62.40 | 2,254.08 | 521.28 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 50.000 | 51.780 | 2,589.00 | 2.24% | 45.00 | 2,625.00 | (36.00) |
| DANAHER CORP | Cash | DHR | 52.000 | 51.970 | 2,702.44 | 2.33% | 5.20 | 2,685.80 | 16.64 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DARDEN RESTAURANTS INC | Cash | DRI | 48.000 | 51.730 | 2,483.04 | 2.14% | 82.56 | 2,342.99 | 140.05 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 37.000 | 70.770 | 2,618.49 | 2.26% | 108.04 | 2,250.71 | 367.78 |
| DIRECTV-CLASS A | Cash | DTV | 51.000 | 44.450 | 2,266.95 | 1.96% | | 2,419.95 | (153.00) |
| EXXON-MOBIL CORPORATION | Cash | XOM | 58.000 | 78.630 | 4,560.54 | 3.94% | 132.24 | 4,491.52 | 69.02 |
| FEDEX CORP | Cash | FDX | 25.000 | 89.140 | 2,228.50 | 1.92% | 13.00 | 2,226.04 | 2.46 |
| FREEPORT MCMORAN COPPER & GOLD<br>CL B<br>RECLASSIFIED AS COMMON STOCK | Cash | FCX | 55.000 | 32.040 | 1,762.20 | 1.52% | 68.75 | 2,182.95 | (420.75) |
| H J HEINZ COMPANY | Cash | HNZ | 56.000 | 53.080 | 2,972.48 | 2.57% | 115.36 | 2,964.08 | 8.40 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 20.000 | 192.900 | 3,858.00 | 3.33% | 68.00 | 3,291.20 | 566.80 |
| JOHNSON & JOHNSON | Cash | JNJ | 34.000 | 62.430 | 2,122.62 | 1.83% | 82.96 | 2,210.68 | (88.06) |
| JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO | Cash | JPM | 88.000 | 33.150 | 2,917.20 | 2.52% | 105.60 | 3,393.48 | (476.28) |
| KRAFT FOODS INC CL A | Cash | KFT | 85.000 | 38.270 | 3,252.95 | 2.81% | 98.60 | 2,890.00 | 362.95 |
| MACYS INC | Cash | M | 71.000 | 38.050 | 2,701.55 | 2.33% | 56.80 | 2,205.26 | 496.29 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| MICROSOFT CORPORATION | Cash | MSFT | 112.000 | 29.190 | 3,269.28 | 2.82% | 89.60 | 2,488.62 | 780.66 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 117.000 | 21.670 | 2,535.39 | 2.19% | | 2,660.58 | (125.19) |
| PEPSICO INCORPORATED | Cash | PEP | 50.000 | 67.850 | 3,392.50 | 2.93% | 107.50 | 3,395.50 | (3.00) |
| PFIZER INCORPORATED | Cash | PFE | 121.000 | 21.870 | 2,646.27 | 2.29% | 106.48 | 604.49 *** | *** |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 46.000 | 61.420 | 2,825.32 | 2.44% | 73.60 | 2,107.37 | 717.95 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 57.310 | 2,349.71 | 2.03% | 41.00 | 2,193.50 | 156.21 |
| RAYMOND JAMES FINL INC | Cash | RJF | 65.000 | 34.180 | 2,221.70 | 1.92% | 33.80 | 1,998.65 | 223.05 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 29.000 | 63.250 | 1,834.25 | 1.58% | 31.90 | 2,369.30 | (535.05) |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 56.000 | 26.990 | 1,511.44 | 1.31% | 29.51 | 2,094.40 | (582.96) |
| TARGET CORP | Cash | TGT | 45.000 | 57.910 | 2,605.95 | 2.25% | 54.00 | 2,125.80 | 480.15 |
| THE WALT DISNEY CO | Cash | DIS | 57.000 | 45.710 | 2,605.47 | 2.25% | 34.20 | 2,138.07 | 467.40 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 40.000 | 50.480 | 2,019.20 | 1.74% | 20.80 | 2,515.60 | (496.40) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TIMKEN COMPANY | Cash | TKR | 53.000 | 47.700 | 2,528.10 | 2.18% | 48.76 | 2,752.17 | (224.07) |
| TRAVELERS COS INC/THE | Cash | TRV | 38.000 | 62.490 | 2,374.62 | 2.05% | 69.92 | 2,154.22 | 220.40 |
| TYCO INTERNATIONAL LTD ISIN #CH0100383485 | Cash | TYC | 52.000 | 53.160 | 2,764.32 | 2.39% | 52.00 | 2,393.56 | 370.76 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 40.000 | 74.110 | 2,964.40 | 2.56% | 76.80 | 2,603.57 | 360.83 |
| VISA INC-CLASS A SHRS | Cash | V | 33.000 | 115.200 | 3,801.60 | 3.28% | 29.04 | 2,448.60 | 1,353.00 |
| WELLS FARGO & CO | Cash | WFC | 82.000 | 32.050 | 2,628.10 | 2.27% | 72.16 | 1,246.73 | 1,381.37 |
| **Total Equities** | | | | | **111,215.42** | **96.03%** | **2,491.94** | **103,994.32** | **7,221.10** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 55.000000 PD:2012-05-01 | Cash | FCX | 17.19 |
| 05/01 | Taxable Dividend | DARDEN RESTAURANTS INC<br>DRI on 48.000000 PD:2012-05-01 | Cash | DRI | 20.64 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/07 | Taxable Dividend | COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29<br>COV on 50.000000 PD:2012-05-07 | Cash | COV | 11.25 |
| 05/07 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 46.000000 PD:2012-05-05 | Cash | PNC | 18.40 |
| 05/14 | Taxable Dividend | AIR PRODUCTS & CHEMICALS INC<br>APD on 26.000000 PD:2012-05-14 | Cash | APD | 16.64 |
| 05/18 | Taxable Dividend | BAKER HUGHES INCORPORATED<br>BHI on 49.000000 PD:2012-05-18 | Cash | BHI | 7.35 |
| 05/21 | Taxable Dividend | CATERPILLAR INC<br>CAT on 20.000000 PD:2012-05-19 | Cash | CAT | 9.20 |
| 05/22 | Taxable Dividend | APACHE CORPORATION<br>APA on 26.000000 PD:2012-05-22 | Cash | APA | 4.42 |
| 05/23 | Taxable Dividend | TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485<br>TYC on 52.000000 PD:2012-05-23 | Cash | TYC | 13.00 |
| 05/29 | Taxable Dividend | CAPITAL ONE FINANCIAL CORP<br>COF on 52.000000 PD:2012-05-29 | Cash | COF | 2.60 |
| 05/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.03 |
| **Total Income Activity** | | | | | **120.72** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/02 | Sell | PHILLIPS 66 | Cash | PSX | (16.000) | 31.805 | 508.87 |
| 05/02 | Sell | CONOCOPHILLIPS | Cash | COP | (32.000) | 54.760 | 1,752.28 |
| 05/03 | Sell | UNITED PARCEL SERVICE INC CL B | Cash | UPS | (33.000) | 78.180 | 2,579.88 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/23 | Sell | DENTSPLY INTERNATIONAL INC | Cash | XRAY | (60.000) | 37.646 | 2,258.74 |
| **Total Securities Sold/Matured** | | | | | | | **7,099.77** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 05/01 | Stock Spinoff | PHILLIPS 66<br>COP on 32.000000 PD:2012-04-30 | Cash | PSX | 16.000 | |
| **Total Securities Received** | | | | | | |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/02 | Buy | CHEVRON CORPORATION | Cash | CVX | 21.000 | 106.780 | (2,242.38) |
| 05/03 | Buy | FEDEX CORP | Cash | FDX | 25.000 | 89.041 | (2,226.04) |
| 05/03 | Buy | CAPITAL ONE FINANCIAL CORP | Cash | COF | 52.000 | 55.520 | (2,887.04) |
| **Total Securities Purchased** | | | | | | | **(7,355.46)** |

## End of Account Activity

## *Other Important Information*

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 120.69 | | 988.21 | |
| Money Market | 0.03 | | 0.12 | |
| **Total Income** | **120.72** | | **988.33** | |

# Other Important Information

## Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(0.93)** |
| **Sales Proceeds** | **7,099.77** | **22,494.43** |

## Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/30/12 | Beginning Balance | | 4,720.11 |
| 05/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 37.83 | 4,757.94 |
| 05/07/12 | Sweep to Dreyfus 696 General MMKT Cl B | 37.17 | 4,795.11 |
| 05/08/12 | Sweep from Dreyfus 696 General MMKT Cl B | (2,521.95) | 2,273.16 |
| 05/14/12 | Sweep to Dreyfus 696 General MMKT Cl B | 16.64 | 2,289.80 |
| 05/18/12 | Sweep to Dreyfus 696 General MMKT Cl B | 7.35 | 2,297.15 |
| 05/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 9.20 | 2,306.35 |
| 05/22/12 | Sweep to Dreyfus 696 General MMKT Cl B | 4.42 | 2,310.77 |
| 05/24/12 | Sweep to Dreyfus 696 General MMKT Cl B | 13.00 | 2,323.77 |
| 05/29/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2,261.34 | 4,585.11 |
| 05/31/12 | Accumulated Earnings Posted | 0.03 | 4,585.14 |

## Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/01/12 | Dividend | WELLS FARGO & CO | WFC | 18.04 |
| 06/05/12 | Dividend | VISA INC-CLASS A SHRS | V | 7.26 |

## *Other Important Information*

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/05/12 | Dividend | TIMKEN COMPANY | TKR | 12.19 |
| 06/05/12 | Dividend | PFIZER INCORPORATED | PFE | 26.62 |
| 06/09/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 17.00 |
| 06/10/12 | Dividend | TARGET CORP | TGT | 13.50 |
| 06/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 19.20 |
| 06/11/12 | Dividend | CHEVRON CORPORATION | CVX | 18.90 |
| 06/11/12 | Dividend | EXXON-MOBIL CORPORATION | XOM | 33.06 |
| 06/12/12 | Dividend | JOHNSON & JOHNSON | JNJ | 20.74 |
| 06/14/12 | Dividend | MICROSOFT CORPORATION | MSFT | 22.40 |
| **Total** | | | | **208.91** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
March 30, 2012 to April 30, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Wood Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 4,720.11 | 119,407.36 | 124,127.47 |
| Total Assets Held in Account | | 4,720.11 | 119,407.36 | 124,127.47 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Wood Asset Management**

**Statement Period**
March 30, 2012 to April 30, 2012

**Page**

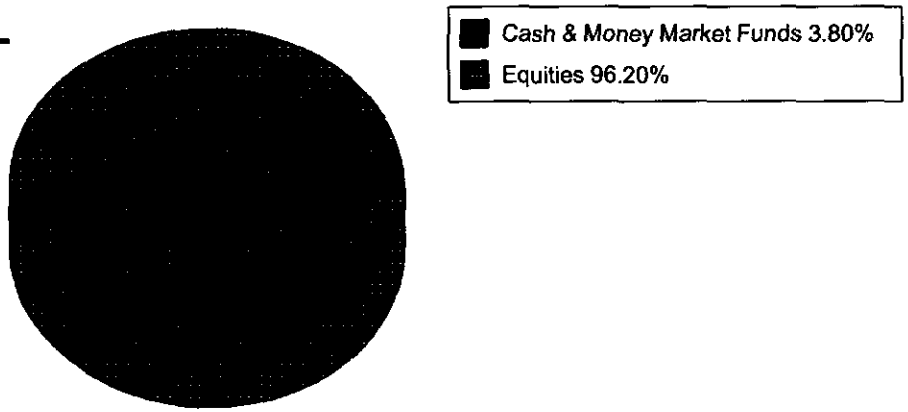

## Account Summary

| | 03/30/12 Value | 04 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,708.12 | 4,720.11 |
| Equities | 122,037.05 | 119,407.36 |
| **Total Account Value** | **124,745.18** | **124,127.47** |
| **Net Account Value** | **124,745.18** | **124,127.47** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,708.12 | 122,037.05 | 124,745.18 |
| Funds Deposited | | | |
| Income Activity | 181.53 | | 181.53 |
| Securities Sold/Matured | 15,394.66 | (15,394.66) | |
| Securities Received | | | |
| Funds Withdrawn | (465.24) | | (465.24) |
| Margin Interest | | | |
| Securities Purchased | (13,098.96) | 13,098.96 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (334.00) | (334.00) |
| **Ending Balance** | **4,720.11** | **119,407.36** | **124,127.47** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on April 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on April 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 4,720.11 | 3.80% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **4,720.11** | **3.80%** | | | |
| **Equities** | | | | | | | | | |
| AIR PRODUCTS & CHEMICALS INC | Cash | APD | 26.000 | 85.490 | 2,222.74 | 1.79% | 66.56 | 2,385.24 | (162.50) |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 46.000 | 60.210 | 2,769.66 | 2.23% | 36.80 | 2,689.16 | 80.50 |
| APACHE CORPORATION | Cash | APA | 26.000 | 95.940 | 2,494.44 | 2.01% | 17.68 | 2,460.53 | 33.91 |
| BAKER HUGHES INCORPORATED | Cash | BHI | 49.000 | 44.110 | 2,161.39 | 1.74% | 29.40 | 2,041.34 | 120.05 |
| BLACKROCK INCORPORATED | Cash | BLK | 18.000 | 191.580 | 3,448.44 | 2.78% | 108.00 | 3,096.82 | 351.62 |
| CATERPILLAR INC | Cash | CAT | 20.000 | 102.770 | 2,055.40 | 1.66% | 36.80 | 1,916.00 | 139.40 |
| CHUBB CORP | Cash | CB | 58.000 | 73.070 | 4,238.06 | 3.41% | 95.12 | 3,551.34 | 686.72 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 96.000 | 30.345 | 2,913.12 | 2.35% | 62.40 | 2,254.08 | 659.04 |
| CONOCOPHILLIPS | Cash | COP | 32.000 | 71.630 | 2,292.16 | 1.85% | 84.48 | 1,832.96 | 459.20 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 50.000 | 55.230 | 2,761.50 | 2.22% | 45.00 | 2,625.00 | 136.50 |
| DANAHER CORP | Cash | DHR | 52.000 | 54.220 | 2,819.44 | 2.27% | 5.20 | 2,685.80 | 133.64 |
| DARDEN RESTAURANTS INC | Cash | DRI | 48.000 | 50.080 | 2,403.84 | 1.94% | 82.56 | 2,342.99 | 60.85 |

## Account Positions

*Accounting Method: FIFO*

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DENTSPLY INTERNATIONAL INC | Cash | XRAY | 60.000 | 41.060 | 2,463.60 | 1.98% | 13.20 | 2,250.00 | 213.60 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 37.000 | 75.090 | 2,778.33 | 2.24% | 108.04 | 2,250.71 | 527.62 |
| DIRECTV-CLASS A | Cash | DTV | 51.000 | 49.280 | 2,513.28 | 2.02% | | 2,419.95 | 93.33 |
| EXXON-MOBIL CORPORATION | Cash | XOM | 58.000 | 86.340 | 5,007.72 | 4.03% | 132.24 | 4,491.52 | 516.20 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 55.000 | 38.300 | 2,106.50 | 1.70% | 68.75 | 2,182.95 | (76.45) |
| H J HEINZ COMPANY | Cash | HNZ | 56.000 | 53.310 | 2,985.36 | 2.41% | 107.52 | 2,964.08 | 21.28 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 20.000 | 207.080 | 4,141.60 | 3.34% | 68.00 | 3,291.20 | 850.40 |
| JOHNSON & JOHNSON | Cash | JNJ | 34.000 | 65.100 | 2,213.40 | 1.78% | 82.96 | 2,210.68 | 2.72 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 88.000 | 42.980 | 3,782.24 | 3.05% | 105.60 | 3,393.48 | 388.76 |
| KRAFT FOODS INC CL A | Cash | KFT | 85.000 | 39.870 | 3,388.95 | 2.73% | 98.60 | 2,890.00 | 498.95 |
| MACYS INC | Cash | M | 71.000 | 41.020 | 2,912.42 | 2.35% | 56.80 | 2,205.26 | 707.16 |
| MICROSOFT CORPORATION | Cash | MSFT | 112.000 | 32.015 | 3,585.68 | 2.89% | 89.60 | 2,488.62 | 1,097.06 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 117.000 | 21.690 | 2,537.73 | 2.04% | | 2,660.58 | (122.85) |
| PEPSICO INCORPORATED | Cash | PEP | 50.000 | 66.000 | 3,300.00 | 2.66% | 103.00 | 3,395.50 | (95.50) |
| PFIZER INCORPORATED | Cash | PFE | 121.000 | 22.900 | 2,770.90 | 2.23% | 106.48 | 604.49 *** | *** |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 46.000 | 66.320 | 3,050.72 | 2.46% | 73.60 | 2,107.37 | 943.35 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 63.830 | 2,617.03 | 2.11% | 41.00 | 2,193.50 | 423.53 |
| RAYMOND JAMES FINL INC | Cash | RJF | 65.000 | 36.620 | 2,380.30 | 1.92% | 33.80 | 1,998.65 | 381.65 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 29.000 | 74.140 | 2,150.06 | 1.73% | 31.90 | 2,369.30 | (219.24) |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 56.000 | 33.040 | 1,850.24 | 1.49% | 24.81 | 2,094.40 | (244.16) |
| TARGET CORP | Cash | TGT | 45.000 | 57.940 | 2,607.30 | 2.10% | 54.00 | 2,125.80 | 481.50 |
| THE WALT DISNEY CO | Cash | DIS | 57.000 | 43.110 | 2,457.27 | 1.98% | 34.20 | 2,138.07 | 319.20 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 40.000 | 55.650 | 2,226.00 | 1.79% | 20.80 | 2,515.60 | (289.60) |
| TIMKEN COMPANY | Cash | TKR | 53.000 | 56.510 | 2,995.03 | 2.41% | 48.76 | 2,752.17 | 242.86 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TRAVELERS COS INC/THE | Cash | TRV | 38.000 | 64.320 | 2,444.16 | 1.97% | 69.92 | 2,154.22 | 289.94 |
| TYCO INTERNATIONAL LTD ISIN #CH0100383485 | Cash | TYC | 52.000 | 56.130 | 2,918.76 | 2.35% | 52.00 | 2,393.56 | 525.20 |
| UNITED PARCEL SERVICE INC CL B | Cash | UPS | 33.000 | 78.140 | 2,578.62 | 2.08% | 75.24 | 2,652.21 | (73.59) |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 40.000 | 81.640 | 3,265.60 | 2.63% | 76.80 | 2,603.57 | 662.03 |
| VISA INC-CLASS A SHRS | Cash | V | 33.000 | 122.980 | 4,058.34 | 3.27% | 29.04 | 2,448.60 | 1,609.74 |
| WELLS FARGO & CO | Cash | WFC | 82.000 | 33.415 | 2,740.03 | 2.21% | 72.16 | 1,246.73 | 1,493.30 |
| **Total Equities** | | | | | **119,407.36** | **96.20%** | **2,548.82** | **103,374.03** | **16,033.33** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/02 | Taxable Dividend | MACYS INC<br>M on 71.000000 PD:2012-04-02 | Cash | M | 14.20 |
| 04/02 | Taxable Dividend | FEDEX CORP<br>FDX on 27.000000 PD:2012-04-02 | Cash | FDX | 3.51 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/03 | Taxable Dividend | CHUBB CORP<br>CB on 58.000000 PD:2012-04-03 | Cash | CB | 23.78 |
| 04/10 | Taxable Dividend | ILLINOIS TOOL WORKS INC<br>ITW on 45.000000 PD:2012-04-10 | Cash | ITW | 16.20 |
| 04/13 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 29.000000 PD:2012-04-13 | Cash | SLB | 7.97 |
| 04/13 | Taxable Dividend | DENTSPLY INTERNATIONAL INC<br>XRAY on 60.000000 PD:2012-04-13 | Cash | XRAY | 3.30 |
| 04/16 | Taxable Dividend | THERMO FISHER SCIENTIFIC INC<br>TMO on 40.000000 PD:2012-04-16 | Cash | TMO | 5.20 |
| 04/16 | Taxable Dividend | RAYMOND JAMES FINL INC<br>RJF on 65.000000 PD:2012-04-16 | Cash | RJF | 8.45 |
| 04/16 | Taxable Dividend | P G & E CORPORATION<br>PCG on 68.000000 PD:2012-04-15 | Cash | PCG | 30.94 |
| 04/16 | Taxable Dividend | KRAFT FOODS INC CL A<br>KFT on 85.000000 PD:2012-04-16 | Cash | KFT | 24.65 |
| 04/25 | Taxable Dividend | COMCAST CORPORATION CL A NEW<br>CMCSA on 96.000000 PD:2012-04-25 | Cash | CMCSA | 15.60 |
| 04/27 | Taxable Dividend | DANAHER CORP<br>DHR on 52.000000 PD:2012-04-27 | Cash | DHR | 1.30 |
| 04/30 | Taxable Dividend | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO<br>JPM on 88.000000 PD:2012-04-30 | Cash | JPM | 26.40 |
| 04/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.03 |
| **Total Income Activity** | | | | | **181.53** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/03 | Sell | PROCTER & GAMBLE COMPANY | Cash | PG | (37.000) | 67.270 | 2,488.93 |
| 04/03 | Sell | P G & E CORPORATION | Cash | PCG | (68.000) | 43.090 | 2,930.06 |
| 04/03 | Sell | MCDONALDS CORPORATION | Cash | MCD | (29.000) | 99.150 | 2,875.29 |
| 04/03 | Sell | FEDEX CORP | Cash | FDX | (27.000) | 91.260 | 2,463.96 |
| 04/11 | Sell | METLIFE INC | Cash | MET | (59.000) | 35.530 | 2,096.23 |
| 04/12 | Sell | ILLINOIS TOOL WORKS INC | Cash | ITW | (45.000) | 56.450 | 2,540.19 |
| **Total Securities Sold/Matured** | | | | | | | **15,394.66** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 04/23 | Journal | ADV FEE | Cash | | (465.24) |
| **Total Funds Withdrawn** | | | | | **(465.24)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/03 | Buy | UNITED PARCEL SERVICE INC CL B | Cash | UPS | 33.000 | 80.370 | (2,652.21) |
| 04/03 | Buy | TIMKEN COMPANY | Cash | TKR | 53.000 | 51.928 | (2,752.17) |
| 04/03 | Buy | BAKER HUGHES INCORPORATED | Cash | BHI | 49.000 | 41.660 | (2,041.34) |
| 04/03 | Buy | AMERICAN EXPRESS COMPANY | Cash | AXP | 46.000 | 58.460 | (2,689.16) |
| 04/12 | Buy | H J HEINZ COMPANY | Cash | HNZ | 56.000 | 52.930 | (2,964.08) |
| **Total Securities Purchased** | | | | | | | **(13,098.96)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 181.50 | | 867.52 | |
| Money Market | 0.03 | | 0.09 | |
| **Total Income** | **181.53** | | **867.61** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | ***(0.93)*** |
| **Sales Proceeds** | **15,394.66** | **15,394.66** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 03/30/12 | Beginning Balance | | 2,699.92 |
| 04/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 25.91 | 2,725.83 |
| 04/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 23.78 | 2,749.61 |
| 04/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 623.36 | 3,372.97 |
| 04/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 16.20 | 3,389.17 |
| 04/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3.30 | 3,392.47 |
| 04/16/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2,173.44 | 5,565.91 |
| 04/17/12 | Sweep from Dreyfus 696 General MMKT Cl B | (423.89) | 5,142.02 |
| 04/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (465.24) | 4,676.78 |
| 04/25/12 | Sweep to Dreyfus 696 General MMKT Cl B | 15.60 | 4,692.38 |
| 04/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1.30 | 4,693.68 |
| 04/30/12 | Accumulated Earnings Posted | 0.03 | 4,693.71 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/30/12 | Sweep to Dreyfus 696 General MMKT Cl B | 26.40 | 4,720.11 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 05/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 17.19 |
| 05/01/12 | Dividend | DARDEN RESTAURANTS INC | DRI | 20.64 |
| 05/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 18.40 |
| 05/14/12 | Dividend | AIR PRODUCTS & CHEMICALS INC | APD | 16.64 |
| 05/19/12 | Dividend | CATERPILLAR INC | CAT | 9.20 |
| 05/22/12 | Dividend | APACHE CORPORATION | APA | 4.42 |
| **Total** | | | | **86.49** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
February 29, 2012 to March 30, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Wood Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 2,708.12 | 122,037.05 | 124,745.18 |
| Total Assets Held in Account | | 2,708.12 | 122,037.05 | 124,745.18 |

URGENT INFORMATION ABOUT YOUR ACCOUNT. ON THE LAST PAGE OF YOUR MARCH STATEMENT IS A TIME SENSITIVE NOTICE, TITLED VERIFICATION OF CUSTOMER INFORMATION. PLEASE REVIEW THIS NOTICE AND CONTACT YOUR FINANCIAL ADVISOR AS SOON AS POSSIBLE, IF ANY INFORMATION HAS CHANGED.

Paperless Statements and Confirms: We are excited to announce that you can now stop the delivery of your paper statements and confirms. Please visit the ClientEXP website,https://clientexp.swst.com/SWS/LogIn, to enroll for eDelivery of *all of your Southwest Securities account documents.* You may register for access to ClientEXP as well as sign up for eDelivery at this site. If you need any assistance or have any questions please contact your Financial Advisor.

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Wood Asset Management**

**Statement Period**
February 29, 2012 to March 30, 2012

**Page**

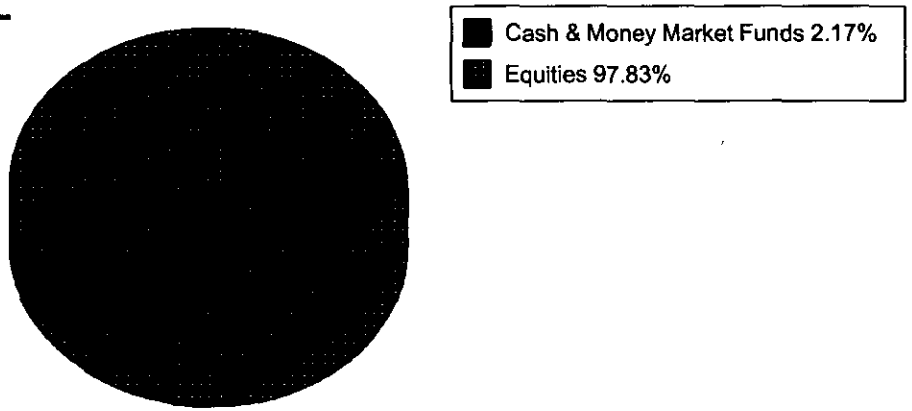

## Account Summary

| | 02/29/12 Value | 03 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,388.59 | 2,708.12 |
| Equities | 119,440.71 | 122,037.05 |
| ***Total Account Value*** | **121,829.30** | **124,745.18** |
| **Net Account Value** | **121,829.30** | **124,745.18** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,388.59 | 119,440.71 | 121,829.30 |
| Funds Deposited | | | |
| Income Activity | 320.46 | | 320.46 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | (0.93) | | (0.93) |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,596.35 | 2,596.35 |
| **Ending Balance** | **2,708.12** | **122,037.05** | **124,745.18** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on March 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on March 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | 8.20 | 0.01% | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 2,699.92 | 2.16% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **2,708.12** | **2.17%** | | | |
| **Equities** | | | | | | | | | |
| AIR PRODUCTS & CHEMICALS INC | Cash | APD | 26.000 | 91.800 | 2,386.80 | 1.91% | 66.56 | 2,385.24 | 1.56 |
| APACHE CORPORATION | Cash | APA | 26.000 | 100.440 | 2,611.44 | 2.09% | 17.68 | 2,460.53 | 150.91 |
| BLACKROCK INCORPORATED | Cash | BLK | 18.000 | 204.900 | 3,688.20 | 2.96% | 108.00 | 3,096.82 | 591.38 |
| CATERPILLAR INC | Cash | CAT | 20.000 | 106.520 | 2,130.40 | 1.71% | 36.80 | 1,916.00 | 214.40 |
| CHUBB CORP | Cash | CB | 58.000 | 69.110 | 4,008.38 | 3.21% | 95.12 | 3,551.34 | 457.04 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 96.000 | 30.010 | 2,880.96 | 2.31% | 62.40 | 2,254.08 | 626.88 |
| CONOCOPHILLIPS | Cash | COP | 32.000 | 76.010 | 2,432.32 | 1.95% | 84.48 | 1,832.96 | 599.36 |
| COVIDIEN PLC (IRE) ISIN# IE00B68SQD29 | Cash | COV | 50.000 | 54.680 | 2,734.00 | 2.19% | 45.00 | 2,625.00 | 109.00 |
| DANAHER CORP | Cash | DHR | 52.000 | 56.000 | 2,912.00 | 2.33% | 5.20 | 2,685.80 | 226.20 |
| DARDEN RESTAURANTS INC | Cash | DRI | 48.000 | 51.160 | 2,455.68 | 1.97% | 82.56 | 2,342.99 | 112.69 |
| DENTSPLY INTERNATIONAL INC | Cash | XRAY | 60.000 | 40.130 | 2,407.80 | 1.93% | 13.20 | 2,250.00 | 157.80 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 37.000 | 73.970 | 2,736.89 | 2.19% | 108.04 | 2,250.71 | 486.18 |
| DIRECTV-CLASS A | Cash | DTV | 51.000 | 49.340 | 2,516.34 | 2.02% | | 2,419.95 | 96.39 |
| EXXON-MOBIL CORPORATION | Cash | XOM | 58.000 | 86.730 | 5,030.34 | 4.03% | 109.04 | 4,491.52 | 538.82 |
| FEDEX CORP | Cash | FDX | 27.000 | 91.960 | 2,482.92 | 1.99% | 14.04 | 1,967.46 | 515.46 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 55.000 | 38.040 | 2,092.20 | 1.68% | 68.75 | 2,182.95 | (90.75) |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 45.000 | 57.120 | 2,570.40 | 2.06% | 64.80 | 2,452.50 | 117.90 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 20.000 | 208.650 | 4,173.00 | 3.35% | 60.00 | 3,291.20 | 881.80 |
| JOHNSON & JOHNSON | Cash | JNJ | 34.000 | 65.960 | 2,242.64 | 1.80% | 77.52 | 2,210.68 | 31.96 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 88.000 | 45.980 | 4,046.24 | 3.24% | 105.60 | 3,393.48 | 652.76 |
| KRAFT FOODS INC CL A | Cash | KFT | 85.000 | 38.010 | 3,230.85 | 2.59% | 98.60 | 2,890.00 | 340.85 |
| MACYS INC | Cash | M | 71.000 | 39.730 | 2,820.83 | 2.26% | 56.80 | 2,205.26 | 615.57 |
| MCDONALDS CORPORATION | Cash | MCD | 29.000 | 98.100 | 2,844.90 | 2.28% | 81.20 | 2,369.59 | 475.31 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| METLIFE INC | Cash | MET | 59.000 | 37.350 | 2,203.65 | 1.77% | 43.66 | 2,407.20 | (203.55) |
| MICROSOFT CORPORATION | Cash | MSFT | 112.000 | 32.255 | 3,612.56 | 2.90% | 89.60 | 2,488.62 | 1,123.94 |
| MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | 117.000 | 23.450 | 2,743.65 | 2.20% | 28.08 | 2,660.58 | 83.07 |
| P G & E CORPORATION | Cash | PCG | 68.000 | 43.410 | 2,951.88 | 2.37% | 123.76 | 2,807.04 | 144.84 |
| PEPSICO INCORPORATED | Cash | PEP | 50.000 | 66.350 | 3,317.50 | 2.66% | 103.00 | 3,395.50 | (78.00) |
| PFIZER INCORPORATED | Cash | PFE | 121.000 | 22.645 | 2,740.05 | 2.20% | 106.48 | 604.49 *** | *** |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 46.000 | 64.490 | 2,966.54 | 2.38% | 64.40 | 2,107.37 | 859.17 |
| PROCTER & GAMBLE COMPANY | Cash | PG | 37.000 | 67.210 | 2,486.77 | 1.99% | 77.70 | 2,326.93 | 159.84 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 68.060 | 2,790.46 | 2.24% | 35.26 | 2,193.50 | 596.96 |
| RAYMOND JAMES FINL INC | Cash | RJF | 65.000 | 36.530 | 2,374.45 | 1.90% | 33.80 | 1,998.65 | 375.80 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 29.000 | 69.930 | 2,027.97 | 1.63% | 31.90 | 2,369.30 | (341.33) |
| SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079 | Cash | SU | 56.000 | 32.700 | 1,831.20 | 1.47% | 24.81 | 2,094.40 | (263.20) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TARGET CORP | Cash | TGT | 45.000 | 58.270 | 2,622.15 | 2.10% | 54.00 | 2,125.80 | 496.35 |
| THE WALT DISNEY CO | Cash | DIS | 57.000 | 43.780 | 2,495.46 | 2.00% | 34.20 | 2,138.07 | 357.39 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 40.000 | 56.380 | 2,255.20 | 1.81% | 20.80 | 2,515.60 | (260.40) |
| TRAVELERS COS INC/THE | Cash | TRV | 38.000 | 59.200 | 2,249.60 | 1.80% | 62.32 | 2,154.22 | 95.38 |
| TYCO INTERNATIONAL LTD ISIN #CH0100383485 | Cash | TYC | 52.000 | 56.180 | 2,921.36 | 2.34% | 52.00 | 2,393.56 | 527.80 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 40.000 | 82.940 | 3,317.60 | 2.66% | 76.80 | 2,603.57 | 714.03 |
| VISA INC-CLASS A SHRS | Cash | V | 33.000 | 118.000 | 3,894.00 | 3.12% | 29.04 | 2,448.60 | 1,445.40 |
| WELLS FARGO & CO | Cash | WFC | 82.000 | 34.140 | 2,799.48 | 2.24% | 39.36 | 1,246.73 | 1,552.75 |
| **Total Equities** | | | | | **122,037.05** | **97.83%** | **2,592.36** | **104,605.79** | **17,431.27** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/01 | Taxable Dividend | WELLS FARGO & CO<br>*WFC on 82.000000 PD:2012-03-01* | Cash | WFC | 9.84 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/01 | Taxable Dividend | CONOCOPHILLIPS<br>COP on 32.000000 PD:2012-03-01 | Cash | COP | 21.12 |
| 03/06 | Taxable Dividend | VISA INC-CLASS A SHRS<br>V on 33.000000 PD:2012-03-06 | Cash | V | 7.26 |
| 03/06 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 121.000000 PD:2012-03-06 | Cash | PFE | 26.62 |
| 03/08 | Taxable Dividend | MICROSOFT CORPORATION<br>MSFT on 112.000000 PD:2012-03-08 | Cash | MSFT | 22.40 |
| 03/09 | Taxable Dividend | EXXON-MOBIL CORPORATION<br>XOM on 58.000000 PD:2012-03-09 | Cash | XOM | 27.26 |
| 03/12 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 40.000000 PD:2012-03-10 | Cash | UTX | 19.20 |
| 03/12 | Taxable Dividend | TARGET CORP<br>TGT on 45.000000 PD:2012-03-10 | Cash | TGT | 13.50 |
| 03/12 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 20.000000 PD:2012-03-10 | Cash | IBM | 15.00 |
| 03/13 | Taxable Dividend | JOHNSON & JOHNSON<br>JNJ on 34.000000 PD:2012-03-13 | Cash | JNJ | 19.38 |
| 03/15 | Taxable Dividend | MCDONALDS CORPORATION<br>MCD on 29.000000 PD:2012-03-15 | Cash | MCD | 20.30 |
| 03/23 | Taxable Dividend | QUALCOMM INC<br>QCOM on 41.000000 PD:2012-03-23 | Cash | QCOM | 8.81 |
| 03/23 | Taxable Dividend | BLACKROCK INCORPORATED<br>BLK on 18.000000 PD:2012-03-23 | Cash | BLK | 27.00 |
| 03/26 | Taxable Dividend | SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079<br>SU on 56.000000 PD:2012-03-26 | Cash | SU | 6.21 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/30 | Special Distribution | WELLS FARGO & CO<br>WFC on 82.000000 PD:2012-03-30 | Cash | WFC | 8.20 |
| 03/30 | Taxable Dividend | TRAVELERS COS INC/THE<br>TRV on 38.000000 PD:2012-03-30 | Cash | TRV | 15.58 |
| 03/30 | Taxable Dividend | PEPSICO INCORPORATED<br>PEP on 50.000000 PD:2012-03-30 | Cash | PEP | 25.75 |
| 03/30 | Taxable Dividend | DIGITAL REALTY TRUST INC (REITS)<br>DLR on 37.000000 PD:2012-03-30 | Cash | DLR | 27.01 |
| 03/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **320.46** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 03/26 | Foreign Withholding-DIV | WH for SU on 56.000000 P: 2012-03-26 | Cash | | (0.93) |
| **Total Funds Withdrawn** | | | | | **(0.93)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 320.44 | | 686.02 | |
| Money Market | 0.02 | | 0.06 | |
| **Total Income** | **320.46** | | **686.08** | |

## Other Important Information

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| Foreign Taxes Paid | (0.93) | (0.93) |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 02/29/12 | Beginning Balance | | 2,388.59 |
| 03/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 30.96 | 2,419.55 |
| 03/06/12 | Sweep to Dreyfus 696 General MMKT Cl B | 33.88 | 2,453.43 |
| 03/08/12 | Sweep to Dreyfus 696 General MMKT Cl B | 22.40 | 2,475.83 |
| 03/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 27.26 | 2,503.09 |
| 03/12/12 | Sweep to Dreyfus 696 General MMKT Cl B | 47.70 | 2,550.79 |
| 03/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 19.38 | 2,570.17 |
| 03/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 20.30 | 2,590.47 |
| 03/23/12 | Sweep to Dreyfus 696 General MMKT Cl B | 35.81 | 2,626.28 |
| 03/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 5.28 | 2,631.56 |
| 03/30/12 | Accumulated Earnings Posted | 0.02 | 2,631.58 |
| 03/30/12 | Sweep to Dreyfus 696 General MMKT Cl B | 68.34 | 2,699.92 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/02/12 | Dividend | FEDEX CORP | FDX | 3.51 |
| 04/02/12 | Dividend | MACYS INC | M | 14.20 |
| 04/03/12 | Dividend | CHUBB CORP | CB | 23.78 |
| 04/13/12 | Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | SLB | 7.97 |

## Other Important Information

### Estimated Pending Income (continued)

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/16/12 | Dividend | THERMO FISHER SCIENTIFIC INC | TMO | 5.20 |
| **Total** | | | | **54.66** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
January 31, 2012 to February 29, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Wood Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 2,388.59 | 119,440.71 | 121,829.30 |
| Total Assets Held in Account | | 2,388.59 | 119,440.71 | 121,829.30 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Wood Asset Management**

**Statement Period**
January 31, 2012 to February 29, 2012

**Page**

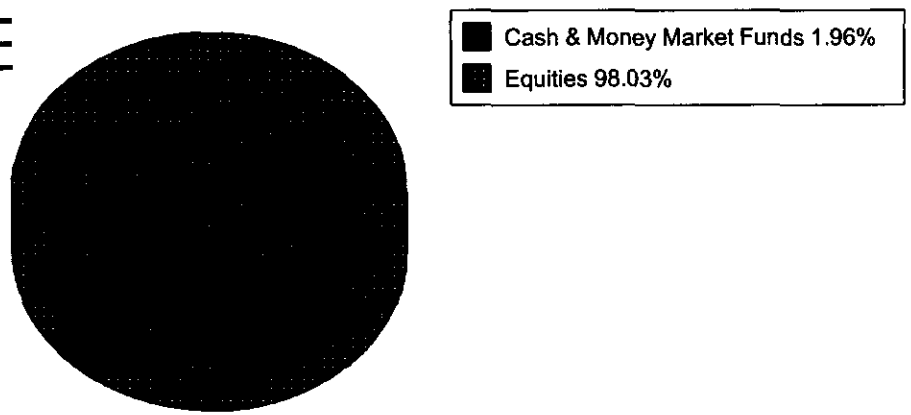

## Account Summary

| | 01/31/12 Value | 02 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,266.22 | 2,388.59 |
| Equities | 114,435.18 | 119,440.71 |
| **Total Account Value** | **116,701.40** | **121,829.30** |
| **Net Account Value** | **116,701.40** | **121,829.30** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,266.22 | 114,435.18 | 116,701.40 |
| Funds Deposited | | | |
| Income Activity | 122.37 | | 122.37 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 5,005.52 | 5,005.52 |
| **Ending Balance** | **2,388.59** | **119,440.71** | **121,829.30** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on February 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on February 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 2,388.59 | 1.96% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **2,388.59** | **1.96%** | | | |
| **Equities** | | | | | | | | | |
| AIR PRODUCTS & CHEMICALS INC | Cash | APD | 26.000 | 90.240 | 2,346.24 | 1.93% | 60.32 | 2,385.24 | (39.00) |
| APACHE CORPORATION | Cash | APA | 26.000 | 107.930 | 2,806.18 | 2.30% | 17.68 | 2,460.53 | 345.65 |
| BLACKROCK INCORPORATED | Cash | BLK | 18.000 | 199.000 | 3,582.00 | 2.94% | 108.00 | 3,096.82 | 485.18 |
| CATERPILLAR INC | Cash | CAT | 20.000 | 114.210 | 2,284.20 | 1.87% | 36.80 | 1,916.00 | 368.20 |
| CHUBB CORP | Cash | CB | 58.000 | 67.960 | 3,941.68 | 3.24% | 95.12 | 3,551.34 | 390.34 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 96.000 | 29.405 | 2,822.88 | 2.32% | 62.40 | 2,254.08 | 568.80 |
| CONOCOPHILLIPS | Cash | COP | 32.000 | 76.550 | 2,449.60 | 2.01% | 84.48 | 1,832.96 | 616.64 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 50.000 | 52.250 | 2,612.50 | 2.14% | 45.00 | 2,625.00 | (12.50) |
| DANAHER CORP | Cash | DHR | 52.000 | 52.830 | 2,747.16 | 2.25% | 5.20 | 2,685.80 | 61.36 |
| DARDEN RESTAURANTS INC | Cash | DRI | 48.000 | 50.990 | 2,447.52 | 2.01% | 82.56 | 2,342.99 | 104.53 |
| DENTSPLY INTERNATIONAL INC | Cash | XRAY | 60.000 | 38.710 | 2,322.60 | 1.91% | 13.20 | 2,250.00 | 72.60 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 37.000 | 72.500 | 2,682.50 | 2.20% | 108.04 | 2,250.71 | 431.79 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DIRECTV-CLASS A | Cash | DTV | 51.000 | 46.320 | 2,362.32 | 1.94% | | 2,419.95 | (57.63) |
| EXXON-MOBIL CORPORATION | Cash | XOM | 58.000 | 86.500 | 5,017.00 | 4.12% | 109.04 | 4,491.52 | 525.48 |
| FEDEX CORP | Cash | FDX | 27.000 | 89.990 | 2,429.73 | 1.99% | 14.04 | 1,967.46 | 462.27 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 55.000 | 42.560 | 2,340.80 | 1.92% | 55.00 | 2,182.95 | 157.85 |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 45.000 | 55.690 | 2,506.05 | 2.06% | 64.80 | 2,452.50 | 53.55 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 20.000 | 196.730 | 3,934.60 | 3.23% | 60.00 | 3,291.20 | 643.40 |
| JOHNSON & JOHNSON | Cash | JNJ | 34.000 | 65.080 | 2,212.72 | 1.82% | 77.52 | 2,210.68 | 2.04 |
| JPMORGAN CHASE & CO *formerly J P MORGAN CHASE & CO* | Cash | JPM | 88.000 | 39.240 | 3,453.12 | 2.83% | 88.00 | 3,393.48 | 59.64 |
| KRAFT FOODS INC CL A | Cash | KFT | 85.000 | 38.070 | 3,235.95 | 2.66% | 98.60 | 2,890.00 | 345.95 |
| MACYS INC | Cash | M | 71.000 | 37.970 | 2,695.87 | 2.21% | 56.80 | 2,205.26 | 490.61 |
| MCDONALDS CORPORATION | Cash | MCD | 29.000 | 99.280 | 2,879.12 | 2.36% | 81.20 | 2,369.59 | 509.53 |
| METLIFE INC | Cash | MET | 59.000 | 38.550 | 2,274.45 | 1.87% | 43.66 | 2,407.20 | (132.75) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| MICROSOFT CORPORATION | Cash | MSFT | 112.000 | 31.740 | 3,554.88 | 2.92% | 89.60 | 2,488.62 | 1,066.26 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 117.000 | 23.440 | 2,742.48 | 2.25% | 28.08 | 2,660.58 | 81.90 |
| P G & E CORPORATION | Cash | PCG | 68.000 | 41.680 | 2,834.24 | 2.33% | 123.76 | 2,807.04 | 27.20 |
| PEPSICO INCORPORATED | Cash | PEP | 50.000 | 62.940 | 3,147.00 | 2.58% | 103.00 | 3,395.50 | (248.50) |
| PFIZER INCORPORATED | Cash | PFE | 121.000 | 21.125 | 2,556.13 | 2.10% | 106.48 | 604.49 *** | *** |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 46.000 | 59.520 | 2,737.92 | 2.25% | 64.40 | 2,107.37 | 630.55 |
| PROCTER & GAMBLE COMPANY | Cash | PG | 37.000 | 67.620 | 2,501.94 | 2.05% | 77.70 | 2,326.93 | 175.01 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 62.180 | 2,549.38 | 2.09% | 35.26 | 2,193.50 | 355.88 |
| RAYMOND JAMES FINL INC | Cash | RJF | 65.000 | 35.370 | 2,299.05 | 1.89% | 33.80 | 1,998.65 | 300.40 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 29.000 | 77.610 | 2,250.69 | 1.85% | 31.90 | 2,369.30 | (118.61) |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 56.000 | 35.940 | 2,012.64 | 1.65% | 24.81 | 2,094.40 | (81.76) |
| TARGET CORP | Cash | TGT | 45.000 | 56.690 | 2,551.05 | 2.09% | 54.00 | 2,125.80 | 425.25 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| THE WALT DISNEY CO | Cash | DIS | 57.000 | 41.990 | 2,393.43 | 1.96% | 34.20 | 2,138.07 | 255.36 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 40.000 | 56.620 | 2,264.80 | 1.86% | | 2,515.60 | (250.80) |
| TRAVELERS COS INC/THE | Cash | TRV | 38.000 | 57.970 | 2,202.86 | 1.81% | 62.32 | 2,154.22 | 48.64 |
| TYCO INTERNATIONAL LTD ISIN #CH0100383485 | Cash | TYC | 52.000 | 51.820 | 2,694.64 | 2.21% | 52.00 | 2,393.56 | 301.08 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 40.000 | 83.870 | 3,354.80 | 2.75% | 76.80 | 2,603.57 | 751.23 |
| VISA INC-CLASS A SHRS | Cash | V | 33.000 | 116.370 | 3,840.21 | 3.15% | 29.04 | 2,448.60 | 1,391.61 |
| WELLS FARGO & CO | Cash | WFC | 82.000 | 31.290 | 2,565.78 | 2.11% | 39.36 | 1,246.73 | 1,319.05 |
| **Total Equities** | | | | | **119,440.71** | **98.03%** | **2,533.97** | **104,605.79** | **14,834.92** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 55.000000 PD:2012-02-01 | Cash | FCX | 13.75 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/01 | Taxable Dividend | DARDEN RESTAURANTS INC<br>DRI on 48.000000 PD:2012-02-01 | Cash | DRI | 20.64 |
| 02/06 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 46.000000 PD:2012-02-05 | Cash | PNC | 16.10 |
| 02/13 | Taxable Dividend | AIR PRODUCTS & CHEMICALS INC<br>APD on 26.000000 PD:2012-02-13 | Cash | APD | 15.08 |
| 02/15 | Taxable Dividend | PROCTER & GAMBLE COMPANY<br>PG on 37.000000 PD:2012-02-15 | Cash | PG | 19.43 |
| 02/21 | Taxable Dividend | CATERPILLAR INC<br>CAT on 20.000000 PD:2012-02-18 | Cash | CAT | 9.20 |
| 02/22 | Taxable Dividend | TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485<br>TYC on 52.000000 PD:2012-02-22 | Cash | TYC | 13.00 |
| 02/22 | Taxable Dividend | COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29<br>COV on 50.000000 PD:2012-02-22 | Cash | COV | 11.25 |
| 02/22 | Taxable Dividend | APACHE CORPORATION<br>APA on 26.000000 PD:2012-02-22 | Cash | APA | 3.90 |
| 02/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **122.37** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 122.35 | | 365.58 | |

## Other Important Information

### Income Summary (continued)

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Money Market | 0.02 | | 0.04 | |
| **Total Income** | **122.37** | | **365.62** | |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/31/12 | Beginning Balance | | 2,266.22 |
| 02/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 34.39 | 2,300.61 |
| 02/06/12 | Sweep to Dreyfus 696 General MMKT Cl B | 16.10 | 2,316.71 |
| 02/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 15.08 | 2,331.79 |
| 02/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 19.43 | 2,351.22 |
| 02/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 9.20 | 2,360.42 |
| 02/22/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3.90 | 2,364.32 |
| 02/23/12 | Sweep to Dreyfus 696 General MMKT Cl B | 24.25 | 2,388.57 |
| 02/29/12 | Accumulated Earnings Posted | 0.02 | 2,388.59 |

### *Estimated Pending Income*

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/01/12 | Dividend | WELLS FARGO & CO | WFC | 9.84 |
| 03/01/12 | Dividend | CONOCOPHILLIPS | COP | 21.12 |
| 03/06/12 | Dividend | VISA INC-CLASS A SHRS | V | 7.26 |
| 03/06/12 | Dividend | PFIZER INCORPORATED | PFE | 26.62 |
| 03/08/12 | Dividend | MICROSOFT CORPORATION | MSFT | 22.40 |
| 03/09/12 | Dividend | EXXON-MOBIL CORPORATION | XOM | 27.26 |
| 03/10/12 | Dividend | TARGET CORP | TGT | 13.50 |
| 03/10/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 15.00 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 19.20 |
| 03/13/12 | Dividend | JOHNSON & JOHNSON | JNJ | 19.38 |
| 04/13/12 | Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | SLB | 7.97 |
| **Total** | | | | **189.55** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
December 30, 2011 to January 31, 2012

Marken Interests Ltd
Northcrest Financial Inc GP
Kenny Marchant, President
Wood Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests Ltd | 2,266.22 | 114,435.18 | 116,701.40 |
| Total Assets Held in Account | | 2,266.22 | 114,435.18 | 116,701.40 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the *Southwest Securities, Inc. Privacy Policy located on our* website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant, President**
**Wood Asset Management**

**Statement Period**
December 30, 2011 to January 31, 2012

**Page**
1 of 9

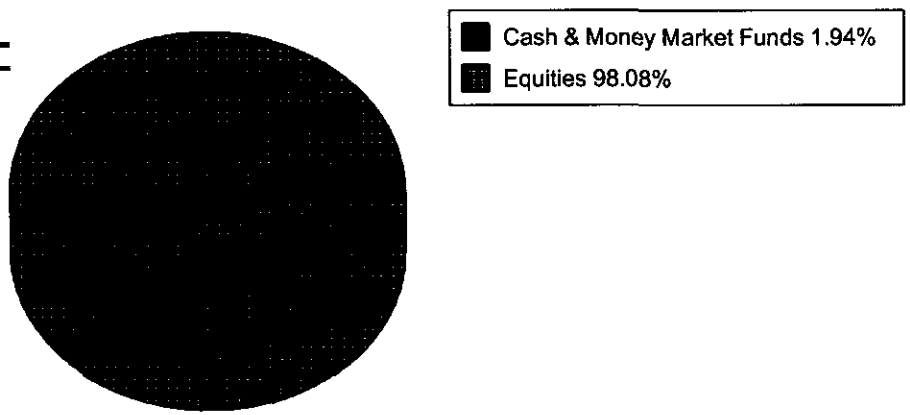
## Account Summary

| | 12/30/11 Value | 01 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,437.70 | 2,266.22 |
| Equities | 108,765.10 | 114,435.18 |
| **Total Account Value** | **111,202.80** | **116,701.40** |
| **Net Account Value** | **111,202.80** | **116,701.40** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,437.70 | 108,765.10 | 111,202.80 |
| Funds Deposited | | | |
| Income Activity | 243.25 | | 243.25 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | (414.73) | | (414.73) |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 5,670.08 | 5,670.08 |
| **Ending Balance** | **2,266.22** | **114,435.18** | **116,701.40** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on January 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on January 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

*For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)*

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 2,266.22 | 1.94% | | N/A | N/A |
| ***Total Cash & Money Market Funds*** | | | | | **2,266.22** | **1.94%** | | | |
| **Equities** | | | | | | | | | |
| AIR PRODUCTS & CHEMICALS INC | Cash | APD | 26.000 | 88.030 | 2,288.78 | 1.96% | 60.32 | 2,385.24 | (96.46) |
| APACHE CORPORATION | Cash | APA | 26.000 | 98.880 | 2,570.88 | 2.20% | 15.60 | 2,460.53 | 110.35 |
| BLACKROCK INCORPORATED | Cash | BLK | 18.000 | 182.000 | 3,276.00 | 2.81% | 99.00 | 3,096.82 | 179.18 |
| CATERPILLAR INC | Cash | CAT | 20.000 | 109.120 | 2,182.40 | 1.87% | 36.80 | 1,916.00 | 266.40 |
| CHUBB CORP | Cash | CB | 58.000 | 67.410 | 3,909.78 | 3.35% | 90.48 | 3,551.34 | 358.44 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 96.000 | 26.580 | 2,551.68 | 2.19% | 43.20 | 2,254.08 | 297.60 |
| CONOCOPHILLIPS | Cash | COP | 32.000 | 68.210 | 2,182.72 | 1.87% | 84.48 | 1,832.96 | 349.76 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 50.000 | 51.500 | 2,575.00 | 2.21% | 45.00 | 2,625.00 | (50.00) |
| DANAHER CORP | Cash | DHR | 52.000 | 52.510 | 2,730.52 | 2.34% | 5.20 | 2,685.80 | 44.72 |
| DARDEN RESTAURANTS INC | Cash | DRI | 48.000 | 45.870 | 2,201.76 | 1.89% | 82.56 | 2,342.99 | (141.23) |
| DENTSPLY INTERNATIONAL INC | Cash | XRAY | 60.000 | 37.740 | 2,264.40 | 1.94% | 13.20 | 2,250.00 | 14.40 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 37.000 | 70.860 | 2,621.82 | 2.25% | 100.64 | 2,250.71 | 371.11 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DIRECTV-CLASS A | Cash | DTV | 51.000 | 45.010 | 2,295.51 | 1.97% | | 2,419.95 | (124.44) |
| EXXON-MOBIL CORPORATION | Cash | XOM | 58.000 | 83.740 | 4,856.92 | 4.16% | 109.04 | 4,491.52 | 365.40 |
| FEDEX CORP | Cash | FDX | 27.000 | 91.490 | 2,470.23 | 2.12% | 14.04 | 1,967.46 | 502.77 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 55.000 | 46.210 | 2,541.55 | 2.18% | 55.00 | 2,182.95 | 358.60 |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 45.000 | 53.030 | 2,386.35 | 2.04% | 64.80 | 2,452.50 | (66.15) |
| INTL BUSINESS MACHINES INC | Cash | IBM | 20.000 | 192.600 | 3,852.00 | 3.30% | 60.00 | 3,291.20 | 560.80 |
| JOHNSON & JOHNSON | Cash | JNJ | 34.000 | 65.910 | 2,240.94 | 1.92% | 77.52 | 2,210.68 | 30.26 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 88.000 | 37.300 | 3,282.40 | 2.81% | 88.00 | 3,393.48 | (111.08) |
| KRAFT FOODS INC CL A | Cash | KFT | 85.000 | 38.300 | 3,255.50 | 2.79% | 98.60 | 2,890.00 | 365.50 |
| MACYS INC | Cash | M | 71.000 | 33.690 | 2,391.99 | 2.05% | 56.80 | 2,205.26 | 186.73 |
| MCDONALDS CORPORATION | Cash | MCD | 29.000 | 99.050 | 2,872.45 | 2.46% | 81.20 | 2,369.59 | 502.86 |
| METLIFE INC | Cash | MET | 59.000 | 35.330 | 2,084.47 | 1.79% | 43.66 | 2,407.20 | (322.73) |

## Account Positions

*Accounting Method: FIFO*

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| MICROSOFT CORPORATION | Cash | MSFT | 112.000 | 29.530 | 3,307.36 | 2.83% | 89.60 | 2,488.62 | 818.74 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 117.000 | 20.750 | 2,427.75 | 2.08% | 28.08 | 2,660.58 | (232.83) |
| P G & E CORPORATION | Cash | PCG | 68.000 | 40.660 | 2,764.88 | 2.37% | 123.76 | 2,807.04 | (42.16) |
| PEPSICO INCORPORATED | Cash | PEP | 50.000 | 65.670 | 3,283.50 | 2.81% | 103.00 | 3,395.50 | (112.00) |
| PFIZER INCORPORATED | Cash | PFE | 121.000 | 21.400 | 2,589.40 | 2.22% | 106.48 | 604.49 *** | *** |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 46.000 | 58.920 | 2,710.32 | 2.32% | 64.40 | 2,107.37 | 602.95 |
| PROCTER & GAMBLE COMPANY | Cash | PG | 37.000 | 63.040 | 2,332.48 | 2.00% | 77.70 | 2,326.93 | 5.55 |
| QUALCOMM INC | Cash | QCOM | 41.000 | 58.820 | 2,411.62 | 2.07% | 35.26 | 2,193.50 | 218.12 |
| RAYMOND JAMES FINL INC | Cash | RJF | 65.000 | 35.000 | 2,275.00 | 1.95% | 33.80 | 1,998.65 | 276.35 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 29.000 | 75.170 | 2,179.93 | 1.87% | 31.90 | 2,369.30 | (189.37) |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 56.000 | 34.500 | 1,932.00 | 1.66% | 23.97 | 2,094.40 | (162.40) |
| TARGET CORP | Cash | TGT | 45.000 | 50.810 | 2,286.45 | 1.96% | 54.00 | 2,125.80 | 160.65 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| THE WALT DISNEY CO | Cash | DIS | 57.000 | 38.900 | 2,217.30 | 1.90% | 34.20 | 2,138.07 | 79.23 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 40.000 | 52.900 | 2,116.00 | 1.81% | | 2,515.60 | (399.60) |
| TRAVELERS COS INC/THE | Cash | TRV | 38.000 | 58.300 | 2,215.40 | 1.90% | 62.32 | 2,154.22 | 61.18 |
| TYCO INTERNATIONAL LTD ISIN #CH0100383485 | Cash | TYC | 52.000 | 50.950 | 2,649.40 | 2.27% | 52.00 | 2,393.56 | 255.84 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 40.000 | 78.350 | 3,134.00 | 2.69% | 76.80 | 2,603.57 | 530.43 |
| VISA INC-CLASS A SHRS | Cash | V | 33.000 | 100.640 | 3,321.12 | 2.85% | 29.04 | 2,448.60 | 872.52 |
| WELLS FARGO & CO | Cash | WFC | 82.000 | 29.210 | 2,395.22 | 2.05% | 39.36 | 1,246.73 | 1,148.49 |
| **Total Equities** | | | | | **114,435.18** | **98.08%** | **2,490.81** | **104,605.79** | **9,829.39** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Income Activity**

| Date Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 01/03 Taxable Dividend | PEPSICO INCORPORATED<br>PEP on 50.000000 PD:2012-01-03 | Cash | PEP | 25.75 |
| 01/03 Taxable Dividend | MACYS INC<br>M on 71.000000 PD:2012-01-03 | Cash | M | 7.10 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/03 | Taxable Dividend | FEDEX CORP<br>FDX on 27.000000 PD:2012-01-03 | Cash | FDX | 3.51 |
| 01/06 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 29.000000 PD:2012-01-06 | Cash | SLB | 7.25 |
| 01/10 | Taxable Dividend | ILLINOIS TOOL WORKS INC<br>ITW on 45.000000 PD:2012-01-10 | Cash | ITW | 16.20 |
| 01/10 | Taxable Dividend | DENTSPLY INTERNATIONAL INC<br>XRAY on 60.000000 PD:2012-01-10 | Cash | XRAY | 3.30 |
| 01/10 | Taxable Dividend | CHUBB CORP<br>CB on 58.000000 PD:2012-01-10 | Cash | CB | 22.62 |
| 01/13 | Taxable Dividend | KRAFT FOODS INC CL A<br>KFT on 85.000000 PD:2012-01-13 | Cash | KFT | 24.65 |
| 01/13 | Taxable Dividend | DIGITAL REALTY TRUST INC (REITS)<br>DLR on 37.000000 PD:2012-01-13 | Cash | DLR | 25.16 |
| 01/17 | Taxable Dividend | RAYMOND JAMES FINL INC<br>RJF on 65.000000 PD:2012-01-17 | Cash | RJF | 8.45 |
| 01/17 | Taxable Dividend | P G & E CORPORATION<br>PCG on 68.000000 PD:2012-01-15 | Cash | PCG | 30.94 |
| 01/18 | Taxable Dividend | THE WALT DISNEY CO<br>DIS on 57.000000 PD:2012-01-18 | Cash | DIS | 34.20 |
| 01/25 | Taxable Dividend | COMCAST CORPORATION CL A NEW<br>CMCSA on 96.000000 PD:2012-01-25 | Cash | CMCSA | 10.80 |
| 01/27 | Taxable Dividend | DANAHER CORP<br>DHR on 52.000000 PD:2012-01-27 | Cash | DHR | 1.30 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/31 | Taxable Dividend | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO<br>JPM on 88.000000 PD:2012-01-31 | Cash | JPM | 22.00 |
| 01/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **243.25** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 01/20 | Journal | ADV FEE | Cash | | (414.73) |
| **Total Funds Withdrawn** | | | | | **(414.73)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 243.23 | | 243.23 | |
| Money Market | 0.02 | | 0.02 | |
| **Total Income** | **243.25** | | **243.25** | |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/30/11 | Beginning Balance | | 2,437.70 |
| 01/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 36.36 | 2,474.06 |
| 01/06/12 | Sweep to Dreyfus 696 General MMKT Cl B | 7.25 | 2,481.31 |
| 01/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 42.12 | 2,523.43 |
| 01/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 49.81 | 2,573.24 |

## Other Important Information

### *Money Market Account Summary (continued)*

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/17/12 | Sweep to Dreyfus 696 General MMKT Cl B | 39.39 | 2,612.63 |
| 01/18/12 | Sweep to Dreyfus 696 General MMKT Cl B | 34.20 | 2,646.83 |
| 01/23/12 | Sweep from Dreyfus 696 General MMKT Cl B | (414.73) | 2,232.10 |
| 01/25/12 | Sweep to Dreyfus 696 General MMKT Cl B | 10.80 | 2,242.90 |
| 01/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1.30 | 2,244.20 |
| 01/31/12 | Accumulated Earnings Posted | 0.02 | 2,244.22 |
| 01/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 22.00 | 2,266.22 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 02/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 13.75 |
| 02/01/12 | Dividend | DARDEN RESTAURANTS INC | DRI | 20.64 |
| 02/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 16.10 |
| 02/13/12 | Dividend | AIR PRODUCTS & CHEMICALS INC | APD | 15.08 |
| 02/15/12 | Dividend | PROCTER & GAMBLE COMPANY | PG | 19.43 |
| 02/18/12 | Dividend | CATERPILLAR INC | CAT | 9.20 |
| 02/22/12 | Dividend | APACHE CORPORATION | APA | 3.90 |
| **Total** | | | | **98.10** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

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**End of Statement**

First Dallas Securities

# SNAPSHOT [redacted]



KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

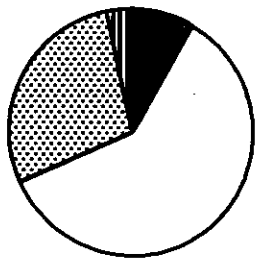
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$186,916.91** | **$175,518.38** |
| Income earned | 152.51 | 306.39 |
| Change in value | 11,660.37 | 22,905.02 |
| **Closing value** | **$198,729.79** | **$198,729.79** |

## Portfolio summary

CURRENT



| ASSET TYPE | | PREVIOUS VALUE ON JAN 31 | % | CURRENT VALUE ON FEB 29 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 16,416.96 | 8.78 | 16,569.47 | 8.34 | 3 |
| | Stocks, options & ETFs | 108,760.00 | 58.19 | 119,182.00 | 59.97 | 3,222 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 55,048.45 | 29.45 | 56,273.32 | 28.32 | 0 |
| | Preferreds/fixed rate cap secs | 6,691.50 | 3.58 | 6,705.00 | 3.37 | 567 |
| | **Asset value** | **$186,916.91** | **100%** | **$198,729.79** | **100%** | **$3,792** |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$16,416.96** | |
| Income and distributions | 152.51 | 306.39 |
| Securities sold and redeemed | 0.00 | 11,099.14 |
| **Net additions to cash** | **$152.51** | **$11,405.53** |
| **Net subtractions from cash** | **$0.00** | **$0.00** |
| **Closing value of cash and sweep balances** | **$16,569.47** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Money market/sweep funds | 0.26 | 0.39 |
| Dividends and short term capital gains | 152.25 | 306.00 |
| **Total income** | **$152.51** | **$306.39** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 2,350.19 |
| **Total** | **$0.00** | **$2,350.19** |

## Retirement summary

**IRA Plan Value $198,729.79**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

| ACCOUNT INFORMATION | |
|---|---|
| Account Holder Birthdate: | 02/23/51 |
| Attained Age as of 12/31/12: | 61.5 |

This beneficiary information is based upon the most recent data available and is being provided as a service to you. In the event of death, your most recent beneficiary designation on file will govern.

| PRIMARY BENEFICIARY INFORMATION | % ENTITLEMENT |
|---|---|
| DONNA MARCHANT | 100.00% |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
DON HODGES/CRAIG HODGES
214-954-1177

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | KENNY E MARCHANT (IRA)<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 4475-7843 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBE[redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 11,099.14 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 47.25 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 16,522.22 | 3.30 |
| Interest Period 02/01/12 - 02/29/12 | | | |
| **Total Cash and Sweep Balances** | | **$16,569.47** | **$3.30** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP<br>ATO<br>Acquired 03/17/05 nc | 400 | 27.65 | 11,088.76 | 30.7300 | 12,292.00 | 1,203.24 | 552.00 | 4.49 |
| INTRUSION INC (NEW)<br>INTZ<br>Acquired 12/13/06 nc | 10,000 | 0.37 | 3,755.95 | 0.7000 | 7,000.00 | 3,244.05 | N/A | N/A |
| JOHNSON & JOHNSON<br>JNJ<br>Acquired 11/19/09 nc | 100 | 62.10 | 6,228.95 | 65.0800 | 6,508.00 | 279.05 | 228.00 | 3.50 |
| KIMBERLY-CLARK CORP<br>KMB<br>Acquired 11/19/09 nc | 100 | 64.90 | 6,508.95 | 72.8800 | 7,288.00 | 779.05 | 296.00 | 4.06 |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| PROCTER & GAMBLE CO | | | | | | | | |
| PG | | | | | | | | |
| Acquired 09/19/07 nc | 100 | 68.95 | 6,906.95 | | 6,762.00 | -144.95 | | |
| Acquired 11/19/09 nc | 100 | 62.05 | 6,223.95 | | 6,762.00 | 538.05 | | |
| **Total** | **200** | | **$13,130.90** | **67.6200** | **$13,524.00** | **$393.10** | **$420.00** | **3.11** |
| PULTE GROUP INC | | | | | | | | |
| PHM | | | | | | | | |
| Acquired 04/27/10 nc | 1,000 | 12.91 | 12,928.95 | | 8,820.00 | -4,108.95 | | |
| Acquired 11/18/11 | 2,000 | 5.48 | 10,978.95 | | 17,640.00 | 6,661.05 | | |
| **Total** | **3,000** | | **$23,907.90** | **8.8200** | **$26,460.00** | **$2,552.10** | **N/A** | **N/A** |
| TEXAS INDUSTRIES INC | | | | | | | | |
| TXI | | | | | | | | |
| Acquired 03/29/05 nc | 200 | 41.53 | 8,305.24 | | 6,766.00 | -1,539.24 | | |
| Acquired 10/19/05 nc | 200 | 48.45 | 9,707.95 | | 6,766.00 | -2,941.95 | | |
| **Total** | **400** | | **$18,013.19** | **33.8300** | **$13,532.00** | **-$4,481.19** | **N/A** | **N/A** |
| TRANSOCEAN LTD ORDINARY SHARES | | | | | | | | |
| RIG | | | | | | | | |
| Acquired 10/26/05 nc | 190 | 92.70 | 17,640.83 | | 10,134.60 | -7,506.23 | | |
| Acquired 11/02/05 nc | 139.92000 | 58.90 | 8,241.31 | | 7,463.33 | -777.98 | | |
| Acquired 08/15/06 nc | 139.08000 | 65.68 | 9,191.31 | | 7,418.53 | -1,772.78 | | |
| Acquired 12/24/07 nc | 31 | 144.76 | 4,495.37 | | 1,653.54 | -2,841.83 | | |
| **Total** | **500** | | **$39,568.82** | **53.3400** | **$26,670.00** | **-$12,898.82** | **$1,580.00** | **5.92** |
| WAL-MART STORES INC | | | | | | | | |
| WMT | | | | | | | | |
| Acquired 05/05/10 nc | 100 | 54.79 | 5,498.50 | 59.0800 | 5,908.00 | 409.50 | 146.00 | 2.47 |
| **Total Stocks and ETFs** | | | **$127,701.92** | | **$119,182.00** | **-$8,519.92** | **$3,222.00** | **2.70** |
| **Total Stocks, options & ETFs** | | | **$127,701.92** | | **$119,182.00** | **-$8,519.92** | **$3,222.00** | **2.70** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER [redacted]

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 06/21/10 nc | 2,288.69600 | 11.68 | 26,750.92 | | 26,754.83 | 3.91 | | |
| Reinvestments nc | 72.80800 | 11.05 | 805.04 | | 851.15 | 46.11 | | |
| **Total** | **2,361.50400** | | **$27,555.96** | **11.6900** | **$27,605.98** | **$50.02** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 06/21/10 nc | 1,336.47300 | 19.74 | 26,400.93 | 21.4500 | 28,667.34 | 2,266.41 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$53,956.89** | | **$56,273.32** | **$2,316.43** | | |
| **Total Mutual Funds** | | | **$53,956.89** | | **$56,273.32** | **$2,316.43** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Preferreds/Fixed Rate Cap Securities

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26 CMO'B | | | | | | | | |
| Acquired 09/25/09 nc | 450 | 14.05 | 6,342.44 | 14.9000 | 6,705.00 | 362.56 | 567.00 | 8.45 |
| **Total Preferreds/Fixed Rate Cap Securities** | | | **$6,342.44** | | **$6,705.00** | **$362.56** | **$567.00** | **8.46** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBE[redacted]

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 02/01 | | | | BEGINNING BALANCE | | | 16,416.96 |
| 02/15 | Cash | DIVIDEND | | PROCTER & GAMBLE CO<br>021512 200 | | 105.00 | 16,521.96 |
| 02/29 | Cash | DIVIDEND | | CAPSTEAD MTG CORP PFD<br>SER B CUM CONV $1.26<br>022912 450 | | 47.25 | |
| 02/29 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>022912 16,521 | | 0.26 | 16,569.47 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 02/01 | | BEGINNING BALANCE | 16,369.71 |
| 02/01 | TRANSFER TO | BANK DEPOSIT SWEEP | 47.25 |
| 02/16 | TRANSFER TO | BANK DEPOSIT SWEEP | 105.00 |
| 02/29 | REINVEST INT | BANK DEPOSIT SWEEP | 0.26 |
| 02/29 | | ENDING BALANCE | 16,522.22 |

## Specific instructions and disclosures

**Callable bonds and preferred stock**
Bonds and preferred stock that are subject to a partial call will be selected by an impartial lottery process pursuant to NYSE Rule 402.30 in which the probability of your securities being selected for redemption is proportional to the holdings of all shareholders of such securities held in street name. If a security is called prior to maturity it may affect the yield you receive. Additional information is available upon request.

**Cost basis - To add or update cost basis information or modify any cost basis reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

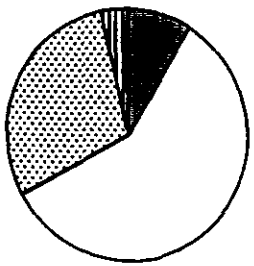
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$175,518.38** | **$175,518.38** |
| Income earned | 153.88 | 153.88 |
| Change in value | 11,244.65 | 11,244.65 |
| **Closing value** | **$186,916.91** | **$186,916.91** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON DEC 31 | % | CURRENT VALUE ON JAN 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 5,163.94 | 2.94 | 16,416.96 | 8.78 | 3 |
| | Stocks, options & ETFs | 113,759.00 | 64.81 | 108,760.00 | 58.19 | 3,206 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 50,083.94 | 28.53 | 55,048.45 | 29.45 | 0 |
| | Preferreds/fixed rate cap secs | 6,511.50 | 3.71 | 6,691.50 | 3.58 | 567 |
| | **Asset value** | **$175,518.38** | **100%** | **$186,916.91** | **100%** | **$3,776** |

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$5,163.94** | |
| Income and distributions | 153.88 | 153.88 |
| Securities sold and redeemed | 11,099.14 | 11,099.14 |
| **Net additions to cash** | **$11,253.02** | **$11,253.02** |
| **Net subtractions from cash** | **$0.00** | **$0.00** |
| **Closing value of cash and sweep balances** | **$16,416.96** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Money market/sweep funds | 0.13 | 0.13 |
| Dividends and short term capital gains | 153.75 | 153.75 |
| **Total income** | **$153.88** | **$153.88** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 2,350.19 | 2,350.19 |
| **Total** | **$2,350.19** | **$2,350.19** |

# Retirement summary

**IRA Plan Value $186,916.91**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

| ACCOUNT INFORMATION | |
|---|---|
| Account Holder Birthdate: | 02/23/51 |
| Attained Age as of 12/31/12: | 61.5 |

This beneficiary information is based upon the most recent data available and is being provided as a service to you. In the event of death, your most recent beneficiary designation on file will govern.

| PRIMARY BENEFICIARY INFORMATION | % ENTITLEMENT |
|---|---|
| DONNA MARCHANT | 100.00% |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
DON HODGES/CRAIG HODGES
214-954-1177

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | KENNY E MARCHANT (IRA)<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 4475-7843 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 11,099.14 | 11,099.14 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 47.25 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 16,369.71 | 3.27 |
| Interest Period 01/01/12 - 01/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$16,416.96** | **$3.27** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP<br>ATO<br>Acquired 03/17/05 nc | 400 | 27.65 | 11,088.76 | 32.4100 | 12,964.00 | 1,875.24 | 552.00 | 4.25 |
| INTRUSION INC (NEW)<br>INTZ<br>Acquired 12/13/06 nc | 10,000 | 0.37 | 3,755.95 | 0.4801 | 4,801.00 | 1,045.05 | N/A | N/A |
| JOHNSON & JOHNSON<br>JNJ<br>Acquired 11/19/09 nc | 100 | 62.10 | 6,228.95 | 65.9100 | 6,591.00 | 362.05 | 228.00 | 3.45 |
| KIMBERLY-CLARK CORP<br>KMB<br>Acquired 11/19/09 nc | 100 | 64.90 | 6,508.95 | 71.5600 | 7,156.00 | 647.05 | 280.00 | 3.91 |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| PROCTER & GAMBLE CO | | | | | | | | |
| PG | | | | | | | | |
| Acquired 09/19/07 nc | 100 | 68.95 | 6,906.95 | | 6,304.00 | -602.95 | | |
| Acquired 11/19/09 nc | 100 | 62.05 | 6,223.95 | | 6,304.00 | 80.05 | | |
| **Total** | **200** | | **$13,130.90** | **63.0400** | **$12,608.00** | **-$522.90** | **$420.00** | **3.33** |
| PULTE GROUP INC | | | | | | | | |
| PHM | | | | | | | | |
| Acquired 04/27/10 nc | 1,000 | 12.91 | 12,928.95 | | 7,450.00 | -5,478.95 | | |
| Acquired 11/18/11 | 2,000 | 5.48 | 10,978.95 | | 14,900.00 | 3,921.05 | | |
| **Total** | **3,000** | | **$23,907.90** | **7.4500** | **$22,350.00** | **-$1,557.90** | **N/A** | **N/A** |
| TEXAS INDUSTRIES INC | | | | | | | | |
| TXI | | | | | | | | |
| Acquired 03/29/05 nc | 200 | 41.53 | 8,305.24 | | 6,252.00 | -2,053.24 | | |
| Acquired 10/19/05 nc | 200 | 48.45 | 9,707.95 | | 6,252.00 | -3,455.95 | | |
| **Total** | **400** | | **$18,013.19** | **31.2600** | **$12,504.00** | **-$5,509.19** | **N/A** | **N/A** |
| TRANSOCEAN LTD ORDINARY SHARES | | | | | | | | |
| RIG | | | | | | | | |
| Acquired 10/26/05 nc | 190 | 92.70 | 17,640.83 | | 8,987.00 | -8,653.83 | | |
| Acquired 11/02/05 nc | 139.92000 | 58.90 | 8,241.31 | | 6,618.22 | -1,623.09 | | |
| Acquired 08/15/06 nc | 139.08000 | 65.68 | 9,191.31 | | 6,578.48 | -2,612.83 | | |
| Acquired 12/24/07 nc | 31 | 144.76 | 4,495.37 | | 1,466.30 | -3,029.07 | | |
| **Total** | **500** | | **$39,568.82** | **47.3000** | **$23,650.00** | **-$15,918.82** | **$1,580.00** | **6.68** |
| WAL-MART STORES INC | | | | | | | | |
| WMT | | | | | | | | |
| Acquired 05/05/10 nc | 100 | 54.79 | 5,498.50 | 61.3600 | 6,136.00 | 637.50 | 146.00 | 2.37 |
| **Total Stocks and ETFs** | | | **$127,701.92** | | **$108,760.00** | **-$18,941.92** | **$3,206.00** | **2.95** |
| **Total Stocks, options & ETFs** | | | **$127,701.92** | | **$108,760.00** | **-$18,941.92** | **$3,206.00** | **2.95** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 06/21/10 nc | 2,288.69600 | 11.68 | 26,750.92 | | 25,541.82 | -1,209.10 | | |
| Reinvestments nc | 72.80800 | 11.05 | 805.04 | | 812.56 | 7.52 | | |
| **Total** | **2,361.50400** | | **$27,555.96** | **11.1600** | **$26,354.38** | **-$1,201.58** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 06/21/10 nc | 1,336.47300 | 19.74 | 26,400.93 | 21.4700 | 28,694.07 | 2,293.14 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$53,956.89** | | **$55,048.45** | **$1,091.56** | | |
| **Total Mutual Funds** | | | **$53,956.89** | | **$55,048.45** | **$1,091.56** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Preferreds/Fixed Rate Cap Securities

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26 CMO'B | | | | | | | | |
| Acquired 09/25/09 nc | 450 | 14.05 | 6,342.44 | 14.8700 | 6,691.50 | 349.06 | 567.00 | 8.47 |
| **Total Preferreds/Fixed Rate Cap Securities** | | | **$6,342.44** | | **$6,691.50** | **$349.06** | **$567.00** | **8.47** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 01/01 | | | | BEGINNING BALANCE | | | 5,163.94 |
| 01/03 | Cash | DIVIDEND | | WAL-MART STORES INC<br>010312 100 | | 36.50 | 5,200.44 |
| 01/04 | Cash | DIVIDEND | | KIMBERLY-CLARK CORP<br>010412 100 | | 70.00 | 5,270.44 |
| 01/20 | Cash | SALE | -1,000.00000 | KULICKE & SOFFA IND INC | 11.1183 | 11,099.14 | 16,369.58 |
| 01/31 | Cash | DIVIDEND | | CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26<br>013112 450 | | 47.25 | |
| 01/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>013112 16,369 | | 0.13 | 16,416.96 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 01/01 | | BEGINNING BALANCE | 5,116.69 |
| 01/03 | TRANSFER TO | BANK DEPOSIT SWEEP | 47.25 |
| 01/04 | TRANSFER TO | BANK DEPOSIT SWEEP | 36.50 |
| 01/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 70.00 |
| 01/26 | TRANSFER TO | BANK DEPOSIT SWEEP | 11,099.14 |
| 01/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.13 |
| 01/31 | | ENDING BALANCE | 16,369.71 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Long term | 2,350.19 | 0.00 | 2,350.19 | 2,350.19 | 0.00 | 2,350.19 |
| **Total Realized Gain/Loss** | **$2,350.19** | **$0.00** | **$2,350.19** | **$2,350.19** | **$0.00** | **$2,350.19** |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Realized Gain/Loss Detail

### Long term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| KULICKE & SOFFA IND INC | 1,000.00000 | 8.7300 | 04/27/10nc | 01/20/12 | 11,099.14 | 8,748.95 | 2,350.19 |
| **Total Long term** | | | | | **$11,099.14** | **$8,748.95** | **$2,350.19** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

# Specific instructions and disclosures

**Callable bonds and preferred stock**
Bonds and preferred stock that are subject to a partial call will be selected by an impartial lottery process pursuant to NYSE Rule 402.30 in which the probability of your securities being selected for redemption is proportional to the holdings of all shareholders of such securities held in street name. If a security is called prior to maturity it may affect the yield you receive. Additional information is available upon request.

**Cost basis - To add or update cost basis information or modify any cost basis reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

**IRA withholding notice** **Form W-4P/OMB No. 1454-0415**
The withdrawals you receive from your IRA (except Education IRA) are subject to Federal income tax withholding unless you elect not to have withholding apply. If you have a periodic, or an "on demand" distribution, your election regarding our withholding of Federal income tax on your behalf stays in effect until you change it. You may change or revoke your election at any time and as often as you wish by completing a new election form. If you elect check writing privileges, you will also have previously elected to have no withholding on your withdrawals. If you decide to have taxes withheld you will not be eligible for check writing from your IRA. *If you elect not to have taxes withheld you will be liable for* payment of all taxes due on the taxable portion of your distribution and you may be responsible for payment of estimated tax. You may be subject to tax penalties under the estimated tax payment rules if your payments of estimated tax and withholding, if any, are not adequate.

First Dallas Securities

# SNAPSHOT [redacted]



KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

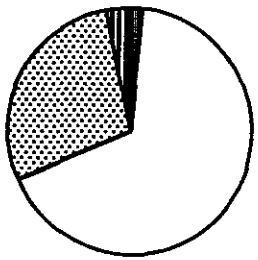
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$198,729.79** | **$175,518.38** |
| Income earned | 637.51 | 943.90 |
| Change in value | 1,511.37 | 24,416.39 |
| **Closing value** | **$200,878.67** | **$200,878.67** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON FEB 29 | % | CURRENT VALUE ON MAR 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 16,569.47 | 8.34 | 2,806.39 | 1.40 | 0 |
| | Stocks, options & ETFs | 119,182.00 | 59.97 | 134,677.00 | 67.04 | 3,304 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 56,273.32 | 28.32 | 56,834.24 | 28.29 | 0 |
| | Preferreds/fixed rate cap secs | 6,705.00 | 3.37 | 6,561.04 | 3.27 | 567 |
| | **Asset value** | **$198,729.79** | **100%** | **$200,878.67** | **100%** | **$3,871** |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$16,569.47** | |
| Income and distributions | 637.51 | 943.90 |
| Securities sold and redeemed | 0.00 | 11,099.14 |
| **Net additions to cash** | **$637.51** | **$12,043.04** |
| Securities purchased | -14,134.22 | -14,134.22 |
| Other subtractions | -266.37 | -266.37 |
| **Net subtractions from cash** | **-$14,400.59** | **-$14,400.59** |
| **Closing value of cash and sweep balances** | **$2,806.39** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Money market/sweep funds | 0.26 | 0.65 |
| Dividends and short term capital gains | 637.25 | 943.25 |
| **Total income** | **$637.51** | **$943.90** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 2,350.19 |
| **Total** | **$0.00** | **$2,350.19** |

## Retirement summary

**IRA Plan Value $200,878.67**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

| ACCOUNT INFORMATION | |
|---|---|
| Account Holder Birthdate: | 02/23/51 |
| Attained Age as of 12/31/12: | 61.5 |

This beneficiary information is based upon the most recent data available and is being provided as a service to you. In the event of death, your most recent beneficiary designation on file will govern.

| PRIMARY BENEFICIARY INFORMATION | % ENTITLEMENT |
|---|---|
| DONNA MARCHANT | 100.00% |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
DON HODGES/CRAIG HODGES
214-954-1177

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | KENNY E MARCHANT (IRA)<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 4475-7843 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 11,099.14 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 47.25 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 2,759.14 | 0.55 |
| Interest Period 03/01/12 - 03/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$2,806.39** | **$0.55** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP<br>ATO<br>Acquired 03/17/05 nc | 400 | 27.65 | 11,088.76 | 31.4600 | 12,584.00 | 1,495.24 | 552.00 | 4.38 |
| INTRUSION INC (NEW)<br>INTZ<br>Acquired 12/13/06 nc | 10,000 | 0.37 | 3,755.95 | 0.6500 | 6,500.00 | 2,744.05 | N/A | N/A |
| JOHNSON & JOHNSON<br>JNJ<br>Acquired 11/19/09 nc | 100 | 62.10 | 6,228.95 | 65.9600 | 6,596.00 | 367.05 | 228.00 | 3.45 |
| KIMBERLY-CLARK CORP<br>KMB<br>Acquired 11/19/09 nc | 100 | 64.90 | 6,508.95 | 73.8900 | 7,389.00 | 880.05 | 296.00 | 4.00 |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| PROCTER & GAMBLE CO | | | | | | | | |
| PG | | | | | | | | |
| Acquired 09/19/07 nc | 100 | 68.95 | 6,906.95 | | 6,721.00 | -185.95 | | |
| Acquired 11/19/09 nc | 100 | 62.05 | 6,223.95 | | 6,721.00 | 497.05 | | |
| **Total** | **200** | | **$13,130.90** | **67.2100** | **$13,442.00** | **$311.10** | **$420.00** | **3.12** |
| PULTE GROUP INC | | | | | | | | |
| PHM | | | | | | | | |
| Acquired 04/27/10 nc | 1,000 | 12.91 | 12,928.95 | | 8,850.00 | -4,078.95 | | |
| Acquired 11/18/11 | 2,000 | 5.48 | 10,978.95 | | 17,700.00 | 6,721.05 | | |
| **Total** | **3,000** | | **$23,907.90** | **8.8500** | **$26,550.00** | **$2,642.10** | **N/A** | **N/A** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT | | | | | | | | |
| TPL | | | | | | | | |
| Acquired 03/26/12 | 300 | 47.05 | 14,134.22 | 47.1400 | 14,142.00 | 7.78 | 69.00 | 0.48 |
| TEXAS INDUSTRIES INC | | | | | | | | |
| TXI | | | | | | | | |
| Acquired 03/29/05 nc | 200 | 41.53 | 8,305.24 | | 7,002.00 | -1,303.24 | | |
| Acquired 10/19/05 nc | 200 | 48.45 | 9,707.95 | | 7,002.00 | -2,705.95 | | |
| **Total** | **400** | | **$18,013.19** | **35.0100** | **$14,004.00** | **-$4,009.19** | **N/A** | **N/A** |
| TRANSOCEAN LTD ORDINARY SHARES | | | | | | | | |
| RIG | | | | | | | | |
| Acquired 10/26/05 nc | 190 | 92.70 | 17,640.83 | | 10,393.00 | -7,247.83 | | |
| Acquired 11/02/05 nc | 139.92000 | 58.90 | 8,241.31 | | 7,653.62 | -587.69 | | |
| Acquired 08/15/06 nc | 139.08000 | 65.68 | 9,191.31 | | 7,607.68 | -1,583.63 | | |
| Acquired 12/24/07 nc | 31 | 144.76 | 4,495.37 | | 1,695.70 | -2,799.67 | | |
| **Total** | **500** | | **$39,568.82** | **54.7000** | **$27,350.00** | **-$12,218.82** | **$1,580.00** | **5.78** |
| WAL-MART STORES INC | | | | | | | | |
| WMT | | | | | | | | |
| Acquired 05/05/10 nc | 100 | 54.79 | 5,498.50 | 61.2000 | 6,120.00 | 621.50 | 159.00 | 2.59 |
| **Total Stocks and ETFs** | | | **$141,836.14** | | **$134,677.00** | **-$7,159.14** | **$3,304.00** | **2.45** |
| **Total Stocks, options & ETFs** | | | **$141,836.14** | | **$134,677.00** | **-$7,159.14** | **$3,304.00** | **2.45** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 06/21/10 nc | 2,288.69600 | 11.68 | 26,750.92 | | 27,052.36 | 301.44 | | |
| Reinvestments nc | 72.80800 | 11.05 | 805.04 | | 860.61 | 55.57 | | |
| **Total** | **2,361.50400** | | **$27,555.96** | **11.8200** | **$27,912.97** | **$357.01** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 06/21/10 nc | 1,336.47300 | 19.74 | 26,400.93 | 21.6400 | 28,921.27 | 2,520.34 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$53,956.89** | | **$56,834.24** | **$2,877.35** | | |
| **Total Mutual Funds** | | | **$53,956.89** | | **$56,834.24** | **$2,877.35** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Preferreds/Fixed Rate Cap Securities

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26 CMO'B | | | | | | | | |
| Acquired 09/25/09 nc | 450 | 14.05 | 6,342.44 | 14.5801 | 6,561.04 | 218.60 | 567.00 | 8.64 |
| **Total Preferreds/Fixed Rate Cap Securities** | | | **$6,342.44** | | **$6,561.04** | **$218.60** | **$567.00** | **8.64** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 03/01 | | | | BEGINNING BALANCE | | | 16,569.47 |
| 03/12 | Cash | DIVIDEND | | ATMOS ENERGY CORP<br>031212 400 | | 138.00 | |
| 03/12 | Cash | FEE | | OUTSIDE MANAGEMENT FEE<br>MANAGEMENT FEE<br>CHK#001-RR01723081 | | -266.37 | 16,441.10 |
| 03/13 | Cash | DIVIDEND | | JOHNSON & JOHNSON<br>031312 100 | | 57.00 | 16,498.10 |
| 03/21 | Cash | DIVIDEND | | TRANSOCEAN LTD<br>ORDINARY SHARES<br>032112 500 | | 395.00 | 16,893.10 |
| 03/26 | Cash | PURCHASE | 300.00000 | TEX PAC LAND TR SUB SH<br>CTF PROPRIETARY UNIT | 47.0509 | -14,134.22 | 2,758.88 |
| 03/30 | Cash | DIVIDEND | | CAPSTEAD MTG CORP PFD<br>SER B CUM CONV $1.26<br>033012 450 | | 47.25 | |
| 03/30 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>033012 2,758 | | 0.26 | 2,806.39 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 03/01 | | BEGINNING BALANCE | 16,522.22 |
| 03/01 | TRANSFER TO | BANK DEPOSIT SWEEP | 47.25 |
| 03/13 | TRANSFER FROM | BANK DEPOSIT SWEEP | -128.37 |
| 03/14 | TRANSFER TO | BANK DEPOSIT SWEEP | 57.00 |
| 03/22 | TRANSFER TO | BANK DEPOSIT SWEEP | 395.00 |
| 03/29 | TRANSFER FROM | BANK DEPOSIT SWEEP | -14,134.22 |
| 03/30 | REINVEST INT | BANK DEPOSIT SWEEP | 0.26 |
| 03/31 | | ENDING BALANCE | 2,759.14 |

## Specific instructions and disclosures

**Callable bonds and preferred stock**
Bonds and preferred stock that are subject to a partial call will be selected by an impartial lottery process pursuant to NYSE Rule 402.30 in which the probability of your securities being selected for redemption is proportional to the holdings of all shareholders of such securities held in street name. If a security is called prior to maturity it may affect the yield you receive. Additional information is available upon request.

First Dallas Securities

# SNAPSHOT [redacted]



KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

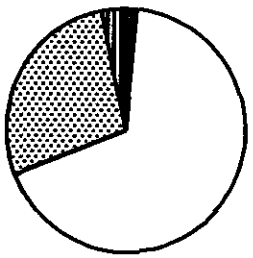
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$200,878.67** | **$175,518.38** |
| Income earned | 161.05 | 1,104.95 |
| Change in value | 2,355.79 | 26,772.18 |
| **Closing value** | **$203,395.51** | **$203,395.51** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON MAR 31 | % | CURRENT VALUE ON APR 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 2,806.39 | 1.40 | 2,967.44 | 1.46 | 0 |
| | Stocks, options & ETFs | 134,677.00 | 67.04 | 137,313.00 | 67.51 | 3,349 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 56,834.24 | 28.29 | 56,450.57 | 27.75 | 0 |
| | Preferreds/fixed rate cap secs | 6,561.04 | 3.27 | 6,664.50 | 3.28 | 567 |
| | **Asset value** | **$200,878.67** | **100%** | **$203,395.51** | **100%** | **$3,916** |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$2,806.39** | |
| Income and distributions | 161.05 | 1,104.95 |
| Securities sold and redeemed | 0.00 | 11,099.14 |
| **Net additions to cash** | **$161.05** | **$12,204.09** |
| Securities purchased | 0.00 | -14,134.22 |
| Other subtractions | 0.00 | -266.37 |
| **Net subtractions from cash** | **$0.00** | **-$14,400.59** |
| **Closing value of cash and sweep balances** | **$2,967.44** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Money market/sweep funds | 0.05 | 0.70 |
| Dividends and short term capital gains | 161.00 | 1,104.25 |
| **Total income** | **$161.05** | **$1,104.95** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 2,350.19 |
| **Total** | **$0.00** | **$2,350.19** |

## Retirement summary

**IRA Plan Value $203,395.51**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

| ACCOUNT INFORMATION | |
|---|---|
| Account Holder Birthdate: | 02/23/51 |
| Attained Age as of 12/31/12: | 61.5 |

This beneficiary information is based upon the most recent data available and is being provided as a service to you. In the event of death, your most recent beneficiary designation on file will govern.

| PRIMARY BENEFICIARY INFORMATION | % ENTITLEMENT |
|---|---|
| DONNA MARCHANT | 100.00% |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
DON HODGES/CRAIG HODGES
214-954-1177

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | KENNY E MARCHANT (IRA)<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 4475-7843 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 11,099.14 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 47.25 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 2,920.19 | 0.58 |
| Interest Period 04/01/12 - 04/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$2,967.44** | **$0.58** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP<br>ATO<br>Acquired 03/17/05 nc | 400 | 27.65 | 11,088.76 | 32.5800 | 13,032.00 | 1,943.24 | 552.00 | 4.23 |
| INTRUSION INC (NEW)<br>INTZ<br>Acquired 12/13/06 nc | 10,000 | 0.37 | 3,755.95 | 0.5992 | 5,992.00 | 2,236.05 | N/A | N/A |
| JOHNSON & JOHNSON<br>JNJ<br>Acquired 11/19/09 nc | 100 | 62.10 | 6,228.95 | 65.1000 | 6,510.00 | 281.05 | 244.00 | 3.74 |
| KIMBERLY-CLARK CORP<br>KMB<br>Acquired 11/19/09 nc | 100 | 64.90 | 6,508.95 | 78.4700 | 7,847.00 | 1,338.05 | 296.00 | 3.77 |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| PROCTER & GAMBLE CO<br>PG | | | | | | | | |
| Acquired 09/19/07 nc | 100 | 68.95 | 6,906.95 | | 6,364.00 | -542.95 | | |
| Acquired 11/19/09 nc | 100 | 62.05 | 6,223.95 | | 6,364.00 | 140.05 | | |
| **Total** | **200** | | **$13,130.90** | **63.6400** | **$12,728.00** | **-$402.90** | **$449.60** | **3.53** |
| PULTE GROUP INC<br>PHM | | | | | | | | |
| Acquired 04/27/10 nc | 1,000 | 12.91 | 12,928.95 | | 9,840.00 | -3,088.95 | | |
| Acquired 11/18/11 | 2,000 | 5.48 | 10,978.95 | | 19,680.00 | 8,701.05 | | |
| **Total** | **3,000** | | **$23,907.90** | **9.8400** | **$29,520.00** | **$5,612.10** | **N/A** | **N/A** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT<br>TPL | | | | | | | | |
| Acquired 03/26/12 | 300 | 47.05 | 14,134.22 | 57.1800 | 17,154.00 | 3,019.78 | 69.00 | 0.40 |
| TEXAS INDUSTRIES INC<br>TXI | | | | | | | | |
| Acquired 03/29/05 nc | 200 | 41.53 | 8,305.24 | | 6,722.00 | -1,583.24 | | |
| Acquired 10/19/05 nc | 200 | 48.45 | 9,707.95 | | 6,722.00 | -2,985.95 | | |
| **Total** | **400** | | **$18,013.19** | **33.6100** | **$13,444.00** | **-$4,569.19** | **N/A** | **N/A** |
| TRANSOCEAN LTD ORDINARY SHARES<br>RIG | | | | | | | | |
| Acquired 10/26/05 nc | 190 | 92.70 | 17,640.83 | | 9,574.10 | -8,066.73 | | |
| Acquired 11/02/05 nc | 139.92000 | 58.90 | 8,241.31 | | 7,050.57 | -1,190.74 | | |
| Acquired 08/15/06 nc | 139.08000 | 65.68 | 9,191.31 | | 7,008.24 | -2,183.07 | | |
| Acquired 12/24/07 nc | 31 | 144.76 | 4,495.37 | | 1,562.09 | -2,933.28 | | |
| **Total** | **500** | | **$39,568.82** | **50.3900** | **$25,195.00** | **-$14,373.82** | **$1,580.00** | **6.27** |
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 05/05/10 nc | 100 | 54.79 | 5,498.50 | 58.9100 | 5,891.00 | 392.50 | 159.00 | 2.69 |
| **Total Stocks and ETFs** | | | **$141,836.14** | | **$137,313.00** | **-$4,523.14** | **$3,349.60** | **2.44** |
| **Total Stocks, options & ETFs** | | | **$141,836.14** | | **$137,313.00** | **-$4,523.14** | **$3,349.60** | **2.44** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 06/21/10 nc | 2,288.69600 | 11.68 | 26,750.92 | | 26,434.42 | -316.50 | | |
| Reinvestments nc | 72.80800 | 11.05 | 805.04 | | 840.95 | 35.91 | | |
| **Total** | **2,361.50400** | | **$27,555.96** | **11.5500** | **$27,275.37** | **-$280.59** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 06/21/10 nc | 1,336.47300 | 19.74 | 26,400.93 | 21.8300 | 29,175.20 | 2,774.27 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$53,956.89** | | **$56,450.57** | **$2,493.68** | | |
| **Total Mutual Funds** | | | **$53,956.89** | | **$56,450.57** | **$2,493.68** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Preferreds/Fixed Rate Cap Securities

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26 CMO'B | | | | | | | | |
| Acquired 09/25/09 nc | 450 | 14.05 | 6,342.44 | 14.8100 | 6,664.50 | 322.06 | 567.00 | 8.50 |
| **Total Preferreds/Fixed Rate Cap Securities** | | | **$6,342.44** | | **$6,664.50** | **$322.06** | **$567.00** | **8.51** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 04/01 | | | | BEGINNING BALANCE | | | 2,806.39 |
| 04/03 | Cash | DIVIDEND | | KIMBERLY-CLARK CORP<br>040312 100 | | 74.00 | 2,880.39 |
| 04/04 | Cash | DIVIDEND | | WAL-MART STORES INC<br>040412 100 | | 39.75 | 2,920.14 |
| 04/30 | Cash | DIVIDEND | | CAPSTEAD MTG CORP PFD<br>SER B CUM CONV $1.26<br>043012 450 | | 47.25 | |
| 04/30 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>043012 2,920 | | 0.05 | 2,967.44 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT | DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|---|---|---|---|
| 04/01 | | BEGINNING BALANCE | 2,759.14 | 04/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 39.75 |
| 04/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 47.25 | 04/30 | REINVEST INT | BANK DEPOSIT SWEEP | 0.05 |
| 04/04 | TRANSFER TO | BANK DEPOSIT SWEEP | 74.00 | 04/30 | | ENDING BALANCE | 2,920.19 |

## Specific instructions and disclosures

**Callable bonds and preferred stock**
Bonds and preferred stock that are subject to a partial call will be selected by an impartial lottery process pursuant to NYSE Rule 402.30 in which the probability of your securities being selected for redemption is proportional to the holdings of all shareholders of such securities held in street name. If a security is called prior to maturity it may affect the yield you receive. Additional information is available upon request.

**Cost basis - To add or update cost basis information or modify any cost basis reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



**KENNY E MARCHANT (IRA)**
**FCC AS CUSTODIAN**

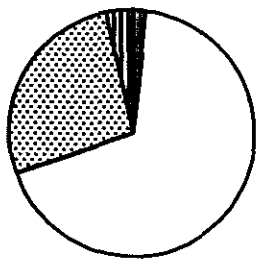
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$203,395.51** | **$175,518.38** |
| Income earned | 159.70 | 1,264.65 |
| Change in value | -13,933.89 | 12,838.29 |
| **Closing value** | **$189,621.32** | **$189,621.32** |

## Portfolio summary

CURRENT



| ASSETS | ASSET TYPE | PREVIOUS VALUE ON APR 30 | % | CURRENT VALUE ON MAY 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| | Cash and sweep balances | 2,967.44 | 1.46 | 3,127.14 | 1.65 | 0 |
| | Stocks, options & ETFs | 137,313.00 | 67.51 | 128,736.00 | 67.89 | 1,769 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 56,450.57 | 27.75 | 51,080.18 | 26.94 | 0 |
| | Preferreds/fixed rate cap secs | 6,664.50 | 3.28 | 6,678.00 | 3.52 | 567 |
| | **Asset value** | **$203,395.51** | **100%** | **$189,621.32** | **100%** | **$2,336** |

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$2,967.44** | |
| Income and distributions | 159.70 | 1,264.65 |
| Securities sold and redeemed | 0.00 | 11,099.14 |
| **Net additions to cash** | **$159.70** | **$12,363.79** |
| Securities purchased | 0.00 | -14,134.22 |
| Other subtractions | 0.00 | -266.37 |
| **Net subtractions from cash** | **$0.00** | **-$14,400.59** |
| **Closing value of cash and sweep balances** | **$3,127.14** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Money market/sweep funds | 0.05 | 0.75 |
| Dividends and short term capital gains | 159.65 | 1,263.90 |
| **Total income** | **$159.70** | **$1,264.65** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 2,350.19 |
| **Total** | **$0.00** | **$2,350.19** |

## Retirement summary

**IRA Plan Value $189,621.32**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

| ACCOUNT INFORMATION | |
|---|---|
| Account Holder Birthdate: | 02/23/51 |
| Attained Age as of 12/31/12: | 61.5 |

This beneficiary information is based upon the most recent data available and is being provided as a service to you. In the event of death, your most recent beneficiary designation on file will govern.

| PRIMARY BENEFICIARY INFORMATION | % ENTITLEMENT |
|---|---|
| DONNA MARCHANT | 100.00% |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
DON HODGES/CRAIG HODGES
214-954-1177

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | KENNY E MARCHANT (IRA)<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 4475-7843 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 11,099.14 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 47.25 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 3,079.89 | 0.61 |
| Interest Period 05/01/12 - 05/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$3,127.14** | **$0.61** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP<br>ATO<br>Acquired 03/17/05 nc | 400 | 27.65 | 11,088.76 | 33.1400 | 13,256.00 | 2,167.24 | 552.00 | 4.16 |
| INTRUSION INC (NEW)<br>INTZ<br>Acquired 12/13/06 nc | 10,000 | 0.37 | 3,755.95 | 0.3801 | 3,801.00 | 45.05 | N/A | N/A |
| JOHNSON & JOHNSON<br>JNJ<br>Acquired 11/19/09 nc | 100 | 62.10 | 6,228.95 | 62.4300 | 6,243.00 | 14.05 | 244.00 | 3.90 |
| KIMBERLY-CLARK CORP<br>KMB<br>Acquired 11/19/09 nc | 100 | 64.90 | 6,508.95 | 79.3500 | 7,935.00 | 1,426.05 | 296.00 | 3.73 |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| PROCTER & GAMBLE CO | | | | | | | | |
| PG | | | | | | | | |
| Acquired 09/19/07 nc | 100 | 68.95 | 6,906.95 | | 6,229.00 | -677.95 | | |
| Acquired 11/19/09 nc | 100 | 62.05 | 6,223.95 | | 6,229.00 | 5.05 | | |
| **Total** | **200** | | **$13,130.90** | **62.2900** | **$12,458.00** | **-$672.90** | **$449.60** | **3.61** |
| PULTE GROUP INC | | | | | | | | |
| PHM | | | | | | | | |
| Acquired 04/27/10 nc | 1,000 | 12.91 | 12,928.95 | | 9,360.00 | -3,568.95 | | |
| Acquired 11/18/11 | 2,000 | 5.48 | 10,978.95 | | 18,720.00 | 7,741.05 | | |
| **Total** | **3,000** | | **$23,907.90** | **9.3600** | **$28,080.00** | **$4,172.10** | **N/A** | **N/A** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT | | | | | | | | |
| TPL | | | | | | | | |
| Acquired 03/26/12 | 300 | 47.05 | 14,134.22 | 57.2200 | 17,166.00 | 3,031.78 | 69.00 | 0.40 |
| TEXAS INDUSTRIES INC | | | | | | | | |
| TXI | | | | | | | | |
| Acquired 03/29/05 nc | 200 | 41.53 | 8,305.24 | | 6,400.00 | -1,905.24 | | |
| Acquired 10/19/05 nc | 200 | 48.45 | 9,707.95 | | 6,400.00 | -3,307.95 | | |
| **Total** | **400** | | **$18,013.19** | **32.0000** | **$12,800.00** | **-$5,213.19** | **N/A** | **N/A** |
| TRANSOCEAN LTD ORDINARY SHARES | | | | | | | | |
| RIG | | | | | | | | |
| Acquired 10/26/05 nc | 190 | 92.70 | 17,640.83 | | 7,757.70 | -9,883.13 | | |
| Acquired 11/02/05 nc | 139.92000 | 58.90 | 8,241.31 | | 5,712.93 | -2,528.38 | | |
| Acquired 08/15/06 nc | 139.08000 | 65.68 | 9,191.31 | | 5,678.64 | -3,512.67 | | |
| Acquired 12/24/07 nc | 31 | 144.76 | 4,495.37 | | 1,265.73 | -3,229.64 | | |
| **Total** | **500** | | **$39,568.82** | **40.8300** | **$20,415.00** | **-$19,153.82** | **N/A** | **N/A** |
| WAL-MART STORES INC | | | | | | | | |
| WMT | | | | | | | | |
| Acquired 05/05/10 nc | 100 | 54.79 | 5,498.50 | 65.8200 | 6,582.00 | 1,083.50 | 159.00 | 2.41 |
| **Total Stocks and ETFs** | | | **$141,836.14** | | **$128,736.00** | **-$13,100.14** | **$1,769.60** | **1.37** |
| **Total Stocks, options & ETFs** | | | **$141,836.14** | | **$128,736.00** | **-$13,100.14** | **$1,769.60** | **1.37** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 06/21/10 nc | 2,288.69600 | 11.68 | 26,750.92 | | 23,962.62 | -2,788.30 | | |
| Reinvestments nc | 72.80800 | 11.05 | 805.04 | | 762.32 | -42.72 | | |
| **Total** | **2,361.50400** | | **$27,555.96** | **10.4700** | **$24,724.94** | **-$2,831.02** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 06/21/10 nc | 1,336.47300 | 19.74 | 26,400.93 | 19.7200 | 26,355.24 | -45.69 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$53,956.89** | | **$51,080.18** | **-$2,876.71** | | |
| **Total Mutual Funds** | | | **$53,956.89** | | **$51,080.18** | **-$2,876.71** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Preferreds/Fixed Rate Cap Securities

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26 CMO'B | | | | | | | | |
| Acquired 09/25/09 nc | 450 | 14.05 | 6,342.44 | 14.8400 | 6,678.00 | 335.56 | 567.00 | 8.49 |
| **Total Preferreds/Fixed Rate Cap Securities** | | | **$6,342.44** | | **$6,678.00** | **$335.56** | **$567.00** | **8.49** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 05/01 | | | | BEGINNING BALANCE | | | 2,967.44 |
| 05/15 | Cash | DIVIDEND | | PROCTER & GAMBLE CO<br>051512 200 | | 112.40 | 3,079.84 |
| 05/31 | Cash | DIVIDEND | | CAPSTEAD MTG CORP PFD<br>SER B CUM CONV $1.26<br>053112 450 | | 47.25 | |
| 05/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>053112 3,079 | | 0.05 | 3,127.14 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 05/01 | | BEGINNING BALANCE | 2,920.19 |
| 05/01 | TRANSFER TO | BANK DEPOSIT SWEEP | 47.25 |
| 05/16 | TRANSFER TO | BANK DEPOSIT SWEEP | 112.40 |
| 05/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.05 |
| 05/31 | | ENDING BALANCE | 3,079.89 |

## Specific instructions and disclosures

**Callable bonds and preferred stock**
Bonds and preferred stock that are subject to a partial call will be selected by an impartial lottery process pursuant to NYSE Rule 402.30 in which the probability of your securities being selected for redemption is proportional to the holdings of all shareholders of such securities held in street name. If a security is called prior to maturity it may affect the yield you receive. Additional information is available upon request.

**Cost basis - To add or update cost basis information or modify any cost basis reporting options, please contact Your Investment Broker.**
*This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not* reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

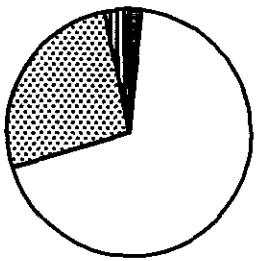
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$189,621.32** | **$175,518.38** |
| Income earned | 286.05 | 1,550.70 |
| Change in value | 15,786.94 | 28,625.23 |
| **Closing value** | **$205,694.31** | **$205,694.31** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON MAY 31 | % | CURRENT VALUE ON JUN 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 3,127.14 | 1.65 | 3,151.29 | 1.53 | 0 |
| | Stocks, options & ETFs | 128,736.00 | 67.89 | 141,576.00 | 68.83 | 1,769 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 51,080.18 | 26.94 | 54,235.02 | 26.37 | 0 |
| | Preferreds/fixed rate cap secs | 6,678.00 | 3.52 | 6,732.00 | 3.27 | 567 |
| | **Asset value** | **$189,621.32** | **100%** | **$205,694.31** | **100%** | **$2,336** |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$3,127.14** | |
| Income and distributions | 286.05 | 1,550.70 |
| Securities sold and redeemed | 0.00 | 11,099.14 |
| **Net additions to cash** | **$286.05** | **$12,649.84** |
| Securities purchased | 0.00 | -14,134.22 |
| Other subtractions | -261.90 | -528.27 |
| **Net subtractions from cash** | **-$261.90** | **-$14,662.49** |
| **Closing value of cash and sweep balances** | **$3,151.29** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Money market/sweep funds | 0.05 | 0.80 |
| Dividends and short term capital gains | 286.00 | 1,549.90 |
| **Total income** | **$286.05** | **$1,550.70** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 2,350.19 |
| **Total** | **$0.00** | **$2,350.19** |

# Retirement summary

**IRA Plan Value $205,694.31**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

| ACCOUNT INFORMATION | |
|---|---|
| Account Holder Birthdate: | 02/23/51 |
| Attained Age as of 12/31/12: | 61.5 |

This beneficiary information is based upon the most recent data available and is being provided as a service to you. In the event of death, your most recent beneficiary designation on file will govern.

| PRIMARY BENEFICIARY INFORMATION | % ENTITLEMENT |
|---|---|
| DONNA MARCHANT | 100.00% |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
DON HODGES/CRAIG HODGES
214-954-1177

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

First Dallas Securities

# SNAPSHOT [redacted]



**KENNY E MARCHANT (IRA)**
**FCC AS CUSTODIAN**

JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | KENNY E MARCHANT (IRA)<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 4475-7843 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 11,099.14 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 47.25 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 3,104.04 | 0.62 |
| Interest Period 06/01/12 - 06/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$3,151.29** | **$0.62** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP<br>ATO<br>Acquired 03/17/05 nc | 400 | 27.65 | 11,088.76 | 35.0700 | 14,028.00 | 2,939.24 | 552.00 | 3.93 |
| INTRUSION INC (NEW)<br>INTZ<br>Acquired 12/13/06 nc | 10,000 | 0.37 | 3,755.95 | 0.6000 | 6,000.00 | 2,244.05 | N/A | N/A |
| JOHNSON & JOHNSON<br>JNJ<br>Acquired 11/19/09 nc | 100 | 62.10 | 6,228.95 | 67.5600 | 6,756.00 | 527.05 | 244.00 | 3.61 |
| KIMBERLY-CLARK CORP<br>KMB<br>Acquired 11/19/09 nc | 100 | 64.90 | 6,508.95 | 83.7700 | 8,377.00 | 1,868.05 | 296.00 | 3.53 |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| PROCTER & GAMBLE CO | | | | | | | | |
| PG | | | | | | | | |
| Acquired 09/19/07 nc | 100 | 68.95 | 6,906.95 | | 6,125.00 | -781.95 | | |
| Acquired 11/19/09 nc | 100 | 62.05 | 6,223.95 | | 6,125.00 | -98.95 | | |
| **Total** | **200** | | **$13,130.90** | **61.2500** | **$12,250.00** | **-$880.90** | **$449.60** | **3.67** |
| PULTE GROUP INC | | | | | | | | |
| PHM | | | | | | | | |
| Acquired 04/27/10 nc | 1,000 | 12.91 | 12,928.95 | | 10,700.00 | -2,228.95 | | |
| Acquired 11/18/11 | 2,000 | 5.48 | 10,978.95 | | 21,400.00 | 10,421.05 | | |
| **Total** | **3,000** | | **$23,907.90** | **10.7000** | **$32,100.00** | **$8,192.10** | **N/A** | **N/A** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT | | | | | | | | |
| TPL | | | | | | | | |
| Acquired 03/26/12 | 300 | 47.05 | 14,134.22 | 57.0800 | 17,124.00 | 2,989.78 | 69.00 | 0.40 |
| TEXAS INDUSTRIES INC | | | | | | | | |
| TXI | | | | | | | | |
| Acquired 03/29/05 nc | 200 | 41.53 | 8,305.24 | | 7,802.00 | -503.24 | | |
| Acquired 10/19/05 nc | 200 | 48.45 | 9,707.95 | | 7,802.00 | -1,905.95 | | |
| **Total** | **400** | | **$18,013.19** | **39.0100** | **$15,604.00** | **-$2,409.19** | **N/A** | **N/A** |
| TRANSOCEAN LTD ORDINARY SHARES | | | | | | | | |
| RIG | | | | | | | | |
| Acquired 10/26/05 nc | 190 | 92.70 | 17,640.83 | | 8,498.70 | -9,142.13 | | |
| Acquired 11/02/05 nc | 139.92000 | 58.90 | 8,241.31 | | 6,258.62 | -1,982.69 | | |
| Acquired 08/15/06 nc | 139.08000 | 65.68 | 9,191.31 | | 6,221.05 | -2,970.26 | | |
| Acquired 12/24/07 nc | 31 | 144.76 | 4,495.37 | | 1,386.63 | -3,108.74 | | |
| **Total** | **500** | | **$39,568.82** | **44.7300** | **$22,365.00** | **-$17,203.82** | **N/A** | **N/A** |
| WAL-MART STORES INC | | | | | | | | |
| WMT | | | | | | | | |
| Acquired 05/05/10 nc | 100 | 54.79 | 5,498.50 | 69.7200 | 6,972.00 | 1,473.50 | 159.00 | 2.28 |
| **Total Stocks and ETFs** | | | **$141,836.14** | | **$141,576.00** | **-$260.14** | **$1,769.60** | **1.25** |
| **Total Stocks, options & ETFs** | | | **$141,836.14** | | **$141,576.00** | **-$260.14** | **$1,769.60** | **1.25** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 06/21/10 nc | 2,288.69600 | 11.68 | 26,750.92 | | 25,724.92 | -1,026.00 | | |
| Reinvestments nc | 72.80800 | 11.05 | 805.04 | | 818.38 | 13.34 | | |
| **Total** | **2,361.50400** | | **$27,555.96** | **11.2400** | **$26,543.30** | **-$1,012.66** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 06/21/10 nc | 1,336.47300 | 19.74 | 26,400.93 | 20.7200 | 27,691.72 | 1,290.79 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$53,956.89** | | **$54,235.02** | **$278.13** | | |
| **Total Mutual Funds** | | | **$53,956.89** | | **$54,235.02** | **$278.13** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Preferreds/Fixed Rate Cap Securities

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26 CMO'B | | | | | | | | |
| Acquired 09/25/09 nc | 450 | 14.05 | 6,342.44 | 14.9600 | 6,732.00 | 389.56 | 567.00 | 8.42 |
| **Total Preferreds/Fixed Rate Cap Securities** | | | **$6,342.44** | | **$6,732.00** | **$389.56** | **$567.00** | **8.42** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 06/01 | | | | BEGINNING BALANCE | | | 3,127.14 |
| 06/04 | Cash | DIVIDEND | | WAL-MART STORES INC<br>060412 100 | | 39.75 | 3,166.89 |
| 06/11 | Cash | DIVIDEND | | ATMOS ENERGY CORP<br>061112 400 | | 138.00 | 3,304.89 |
| 06/12 | Cash | DIVIDEND | | JOHNSON & JOHNSON<br>061212 100 | | 61.00 | 3,365.89 |
| 06/14 | Cash | FEE | | OUTSIDE MANAGEMENT FEE<br>CHK#001-RR01755562 | | -261.90 | 3,103.99 |
| 06/29 | Cash | DIVIDEND | | CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26<br>062912 450 | | 47.25 | |
| 06/29 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>062912 3,103 | | 0.05 | 3,151.29 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 06/01 | | BEGINNING BALANCE | 3,079.89 |
| 06/01 | TRANSFER TO | BANK DEPOSIT SWEEP | 47.25 |
| 06/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 39.75 |
| 06/12 | TRANSFER TO | BANK DEPOSIT SWEEP | 138.00 |
| 06/13 | TRANSFER TO | BANK DEPOSIT SWEEP | 61.00 |
| 06/15 | TRANSFER FROM | BANK DEPOSIT SWEEP | -261.90 |
| 06/29 | REINVEST INT | BANK DEPOSIT SWEEP | 0.05 |
| 06/30 | | ENDING BALANCE | 3,104.04 |

## Specific instructions and disclosures

**Callable bonds and preferred stock**
Bonds and preferred stock that are subject to a partial call will be selected by an impartial lottery process pursuant to NYSE Rule 402.30 in which the probability of your securities being selected for redemption is proportional to the holdings of all shareholders of such securities held in street name. If a security is called prior to maturity it may affect the yield you receive. Additional information is available upon request.

First Dallas Securities

# SNAPSHOT [redacted]



**KENNY E MARCHANT (IRA)**
**FCC AS CUSTODIAN**

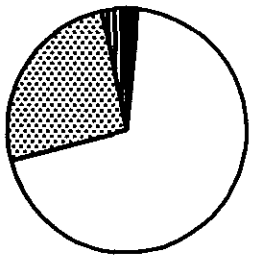
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$205,694.31** | **$175,518.38** |
| Income earned | 121.29 | 1,671.99 |
| Change in value | 5,838.53 | 34,463.76 |
| **Closing value** | **$211,654.13** | **$211,654.13** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON JUN 30 | % | CURRENT VALUE ON JUL 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 3,151.29 | 1.53 | 3,272.58 | 1.55 | 0 |
| | Stocks, options & ETFs | 141,576.00 | 68.83 | 146,845.00 | 69.38 | 1,769 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 54,235.02 | 26.37 | 54,471.55 | 25.74 | 0 |
| | Preferreds/fixed rate cap secs | 6,732.00 | 3.27 | 7,065.00 | 3.34 | 567 |
| | **Asset value** | **$205,694.31** | **100%** | **$211,654.13** | **100%** | **$2,336** |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$3,151.29** | |
| Income and distributions | 121.29 | 1,671.99 |
| Securities sold and redeemed | 0.00 | 11,099.14 |
| **Net additions to cash** | **$121.29** | **$12,771.13** |
| Securities purchased | 0.00 | -14,134.22 |
| Other subtractions | 0.00 | -528.27 |
| **Net subtractions from cash** | **$0.00** | **-$14,662.49** |
| **Closing value of cash and sweep balances** | **$3,272.58** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Money market/sweep funds | 0.04 | 0.84 |
| Dividends and short term capital gains | 121.25 | 1,671.15 |
| **Total income** | **$121.29** | **$1,671.99** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 2,350.19 |
| **Total** | **$0.00** | **$2,350.19** |

## Retirement summary

**IRA Plan Value $211,654.13**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

**ACCOUNT INFORMATION**

| | |
|---|---|
| Account Holder Birthdate: | 02/23/51 |
| Attained Age as of 12/31/12: | 61.5 |

This beneficiary information is based upon the most recent data available and is being provided as a service to you. In the event of death, your most recent beneficiary designation on file will govern.

| PRIMARY BENEFICIARY INFORMATION | % ENTITLEMENT |
|---|---|
| DONNA MARCHANT | 100.00% |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
DON HODGES/CRAIG HODGES
214-954-1177

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | KENNY E MARCHANT (IRA)<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 4475-7843 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 11,099.14 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 47.25 | 0.00 |
| BANK DEPOSIT SWEEP | 0.01 | 3,225.33 | 0.32 |
| Interest Period 07/01/12 - 07/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$3,272.58** | **$0.32** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP<br>ATO<br>Acquired 03/17/05 nc | 400 | 27.65 | 11,088.76 | 35.8500 | 14,340.00 | 3,251.24 | 552.00 | 3.84 |
| INTRUSION INC (NEW)<br>INTZ<br>Acquired 12/13/06 nc | 10,000 | 0.37 | 3,755.95 | 0.5700 | 5,700.00 | 1,944.05 | N/A | N/A |
| JOHNSON & JOHNSON<br>JNJ<br>Acquired 11/19/09 nc | 100 | 62.10 | 6,228.95 | 69.2200 | 6,922.00 | 693.05 | 244.00 | 3.52 |
| KIMBERLY-CLARK CORP<br>KMB<br>Acquired 11/19/09 nc | 100 | 64.90 | 6,508.95 | 86.9100 | 8,691.00 | 2,182.05 | 296.00 | 3.40 |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| PROCTER & GAMBLE CO<br>PG | | | | | | | | |
| Acquired 09/19/07 nc | 100 | 68.95 | 6,906.95 | | 6,454.00 | -452.95 | | |
| Acquired 11/19/09 nc | 100 | 62.05 | 6,223.95 | | 6,454.00 | 230.05 | | |
| **Total** | **200** | | **$13,130.90** | **64.5400** | **$12,908.00** | **-$222.90** | **$449.60** | **3.48** |
| PULTE GROUP INC<br>PHM | | | | | | | | |
| Acquired 04/27/10 nc | 1,000 | 12.91 | 12,928.95 | | 11,300.00 | -1,628.95 | | |
| Acquired 11/18/11 | 2,000 | 5.48 | 10,978.95 | | 22,600.00 | 11,621.05 | | |
| **Total** | **3,000** | | **$23,907.90** | **11.3000** | **$33,900.00** | **$9,992.10** | **N/A** | **N/A** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT<br>TPL | | | | | | | | |
| Acquired 03/26/12 | 300 | 47.05 | 14,134.22 | 56.0600 | 16,818.00 | 2,683.78 | 69.00 | 0.41 |
| TEXAS INDUSTRIES INC<br>TXI | | | | | | | | |
| Acquired 03/29/05 nc | 200 | 41.53 | 8,305.24 | | 8,354.00 | 48.76 | | |
| Acquired 10/19/05 nc | 200 | 48.45 | 9,707.95 | | 8,354.00 | -1,353.95 | | |
| **Total** | **400** | | **$18,013.19** | **41.7700** | **$16,708.00** | **-$1,305.19** | **N/A** | **N/A** |
| TRANSOCEAN LTD ORDINARY SHARES<br>RIG | | | | | | | | |
| Acquired 10/26/05 nc | 190 | 92.70 | 17,640.83 | | 8,897.70 | -8,743.13 | | |
| Acquired 11/02/05 nc | 139.92000 | 58.90 | 8,241.31 | | 6,552.45 | -1,688.86 | | |
| Acquired 08/15/06 nc | 139.08000 | 65.68 | 9,191.31 | | 6,513.12 | -2,678.19 | | |
| Acquired 12/24/07 nc | 31 | 144.76 | 4,495.37 | | 1,451.73 | -3,043.64 | | |
| **Total** | **500** | | **$39,568.82** | **46.8300** | **$23,415.00** | **-$16,153.82** | **N/A** | **N/A** |
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 05/05/10 nc | 100 | 54.79 | 5,498.50 | 74.4300 | 7,443.00 | 1,944.50 | 159.00 | 2.13 |
| **Total Stocks and ETFs** | | | **$141,836.14** | | **$146,845.00** | **$5,008.86** | **$1,769.60** | **1.21** |
| **Total Stocks, options & ETFs** | | | **$141,836.14** | | **$146,845.00** | **$5,008.86** | **$1,769.60** | **1.21** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 06/21/10 nc | 2,288.69600 | 11.68 | 26,750.92 | | 25,656.26 | -1,094.66 | | |
| Reinvestments nc | 72.80800 | 11.05 | 805.04 | | 816.19 | 11.15 | | |
| **Total** | **2,361.50400** | | **$27,555.96** | **11.2100** | **$26,472.45** | **-$1,083.51** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 06/21/10 nc | 1,336.47300 | 19.74 | 26,400.93 | 20.9500 | 27,999.10 | 1,598.17 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$53,956.89** | | **$54,471.55** | **$514.66** | | |
| **Total Mutual Funds** | | | **$53,956.89** | | **$54,471.55** | **$514.66** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Preferreds/Fixed Rate Cap Securities

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26 CMO'B | | | | | | | | |
| Acquired 09/25/09 nc | 450 | 14.05 | 6,342.44 | 15.7000 | 7,065.00 | 722.56 | 567.00 | 8.02 |
| **Total Preferreds/Fixed Rate Cap Securities** | | | **$6,342.44** | | **$7,065.00** | **$722.56** | **$567.00** | **8.03** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 07/01 | | | | BEGINNING BALANCE | | | 3,151.29 |
| 07/03 | Cash | DIVIDEND | | KIMBERLY-CLARK CORP<br>070312 100 | | 74.00 | 3,225.29 |
| 07/31 | Cash | DIVIDEND | | CAPSTEAD MTG CORP PFD<br>SER B CUM CONV $1.26<br>073112 450 | | 47.25 | |
| 07/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>073112 3,225 | | 0.04 | 3,272.58 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 07/01 | | BEGINNING BALANCE | 3,104.04 |
| 07/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 47.25 |
| 07/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 74.00 |
| 07/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.04 |
| 07/31 | | ENDING BALANCE | 3,225.33 |

## Specific instructions and disclosures

**Callable bonds and preferred stock**
Bonds and preferred stock that are subject to a partial call will be selected by an impartial lottery process pursuant to NYSE Rule 402.30 in which the probability of your securities being selected for redemption is proportional to the holdings of all shareholders of such securities held in street name. If a security is called prior to maturity it may affect the yield you receive. Additional information is available upon request.

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

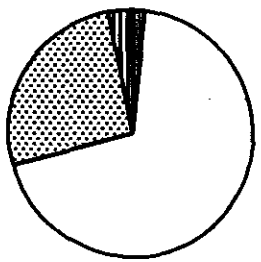
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$211,654.13** | **$175,518.38** |
| Income earned | 159.69 | 1,831.68 |
| Change in value | 8,383.04 | 42,846.80 |
| **Closing value** | **$220,196.86** | **$220,196.86** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON JUL 31 | % | CURRENT VALUE ON AUG 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 3,272.58 | 1.55 | 3,432.27 | 1.56 | 0 |
| | Stocks, options & ETFs | 146,845.00 | 69.38 | 152,153.00 | 69.10 | 1,769 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 54,471.55 | 25.74 | 57,645.59 | 26.18 | 0 |
| | Preferreds/fixed rate cap secs | 7,065.00 | 3.34 | 6,966.00 | 3.16 | 567 |
| | **Asset value** | **$211,654.13** | **100%** | **$220,196.86** | **100%** | **$2,336** |

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$3,27[redacted]58** | |
| Income and distributions | 159.69 | 1,831.68 |
| Securities sold and redeemed | 0.00 | 11,099.14 |
| **Net additions to cash** | **$159.69** | **$12,930.82** |
| Securities purchased | 0.00 | -14,134.22 |
| Other subtractions | 0.00 | -528.27 |
| **Net subtractions from cash** | **$0.00** | **-$14,662.49** |
| **Closing value of cash and sweep balances** | **$3,432.27** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Money market/sweep funds | 0.04 | 0.88 |
| Dividends and short term capital gains | 159.65 | 1,830.80 |
| **Total income** | **$159.69** | **$1,831.68** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 2,350.19 |
| **Total** | **$0.00** | **$2,350.19** |

## Retirement summary

**IRA Plan Value $220,196.86**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

| ACCOUNT INFORMATION | |
|---|---|
| Account Holder Birthdate: | 02/23/51 |
| Attained Age as of 12/31/12: | 61.5 |

This beneficiary information is based upon the most recent data available and is being provided as a service to you. In the event of death, your most recent beneficiary designation on file will govern.

| PRIMARY BENEFICIARY INFORMATION | % ENTITLEMENT |
|---|---|
| DONNA MARCHANT | 100.00% |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
DON HODGES/CRAIG HODGES
214-954-1177

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | KENNY E MARCHANT (IRA)<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 4475-7843 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 11,099.14 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 47.25 | 0.00 |
| BANK DEPOSIT SWEEP | 0.01 | 3,385.02 | 0.33 |
| Interest Period 08/01/12 - 08/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$3,432.27** | **$0.33** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP<br>ATO<br>Acquired 03/17/05 nc | 400 | 27.65 | 11,088.76 | 34.9400 | 13,976.00 | 2,887.24 | 552.00 | 3.94 |
| INTRUSION INC (NEW)<br>INTZ<br>Acquired 12/13/06 nc | 10,000 | 0.37 | 3,755.95 | 0.3600 | 3,600.00 | -155.95 | N/A | N/A |
| JOHNSON & JOHNSON<br>JNJ<br>Acquired 11/19/09 nc | 100 | 62.10 | 6,228.95 | 67.4300 | 6,743.00 | 514.05 | 244.00 | 3.61 |
| KIMBERLY-CLARK CORP<br>KMB<br>Acquired 11/19/09 nc | 100 | 64.90 | 6,508.95 | 83.6000 | 8,360.00 | 1,851.05 | 296.00 | 3.54 |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| PROCTER & GAMBLE CO | | | | | | | | |
| PG | | | | | | | | |
| Acquired 09/19/07 nc | 100 | 68.95 | 6,906.95 | | 6,719.00 | -187.95 | | |
| Acquired 11/19/09 nc | 100 | 62.05 | 6,223.95 | | 6,719.00 | 495.05 | | |
| **Total** | **200** | | **$13,130.90** | **67.1900** | **$13,438.00** | **$307.10** | **$449.60** | **3.35** |
| PULTE GROUP INC | | | | | | | | |
| PHM | | | | | | | | |
| Acquired 04/27/10 nc | 1,000 | 12.91 | 12,928.95 | | 13,680.00 | 751.05 | | |
| Acquired 11/18/11 | 2,000 | 5.48 | 10,978.95 | | 27,360.00 | 16,381.05 | | |
| **Total** | **3,000** | | **$23,907.90** | **13.6800** | **$41,040.00** | **$17,132.10** | **N/A** | **N/A** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT | | | | | | | | |
| TPL | | | | | | | | |
| Acquired 03/26/12 | 300 | 47.05 | 14,134.22 | 58.7900 | 17,637.00 | 3,502.78 | 69.00 | 0.39 |
| TEXAS INDUSTRIES INC | | | | | | | | |
| TXI | | | | | | | | |
| Acquired 03/29/05 nc | 200 | 41.53 | 8,305.24 | | 7,792.00 | -513.24 | | |
| Acquired 10/19/05 nc | 200 | 48.45 | 9,707.95 | | 7,792.00 | -1,915.95 | | |
| **Total** | **400** | | **$18,013.19** | **38.9600** | **$15,584.00** | **-$2,429.19** | **N/A** | **N/A** |
| TRANSOCEAN LTD ORDINARY SHARES | | | | | | | | |
| RIG | | | | | | | | |
| Acquired 10/26/05 nc | 190 | 92.70 | 17,640.83 | | 9,315.70 | -8,325.13 | | |
| Acquired 11/02/05 nc | 139.92000 | 58.90 | 8,241.31 | | 6,860.28 | -1,381.03 | | |
| Acquired 08/15/06 nc | 139.08000 | 65.68 | 9,191.31 | | 6,819.09 | -2,372.22 | | |
| Acquired 12/24/07 nc | 31 | 144.76 | 4,495.37 | | 1,519.93 | -2,975.44 | | |
| **Total** | **500** | | **$39,568.82** | **49.0300** | **$24,515.00** | **-$15,053.82** | **N/A** | **N/A** |
| WAL-MART STORES INC | | | | | | | | |
| WMT | | | | | | | | |
| Acquired 05/05/10 nc | 100 | 54.79 | 5,498.50 | 72.6000 | 7,260.00 | 1,761.50 | 159.00 | 2.19 |
| **Total Stocks and ETFs** | | | **$141,836.14** | | **$152,153.00** | **$10,316.86** | **$1,769.60** | **1.16** |
| **Total Stocks, options & ETFs** | | | **$141,836.14** | | **$152,153.00** | **$10,316.86** | **$1,769.60** | **1.16** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 06/21/10 nc | 2,288.69600 | 11.68 | 26,750.92 | | 27,670.31 | 919.39 | | |
| Reinvestments nc | 72.80800 | 11.05 | 805.04 | | 880.27 | 75.23 | | |
| **Total** | **2,361.50400** | | **$27,555.96** | **12.0900** | **$28,550.58** | **$994.62** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 06/21/10 nc | 1,336.47300 | 19.74 | 26,400.93 | 21.7700 | 29,095.01 | 2,694.08 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$53,956.89** | | **$57,645.59** | **$3,688.70** | | |
| **Total Mutual Funds** | | | **$53,956.89** | | **$57,645.59** | **$3,688.70** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Preferreds/Fixed Rate Cap Securities

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26 CMO'B | | | | | | | | |
| Acquired 09/25/09 nc | 450 | 14.05 | 6,342.44 | 15.4800 | 6,966.00 | 623.56 | 567.00 | 8.13 |
| **Total Preferreds/Fixed Rate Cap Securities** | | | **$6,342.44** | | **$6,966.00** | **$623.56** | **$567.00** | **8.14** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 08/01 | | | | BEGINNING BALANCE | | | 3,272.58 |
| 08/15 | Cash | DIVIDEND | | PROCTER & GAMBLE CO<br>081512 200 | | 112.40 | 3,384.98 |
| 08/31 | Cash | DIVIDEND | | CAPSTEAD MTG CORP PFD<br>SER B CUM CONV $1.26<br>083112 450 | | 47.25 | |
| 08/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>083112 3,384 | | 0.04 | 3,432.27 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 08/01 | | BEGINNING BALANCE | 3,225.33 |
| 08/01 | TRANSFER TO | BANK DEPOSIT SWEEP | 47.25 |
| 08/16 | TRANSFER TO | BANK DEPOSIT SWEEP | 112.40 |
| 08/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.04 |
| 08/31 | | ENDING BALANCE | 3,385.02 |

## Specific instructions and disclosures

**Callable bonds and preferred stock**
Bonds and preferred stock that are subject to a partial call will be selected by an impartial lottery process pursuant to NYSE Rule 402.30 in which the probability of your securities being selected for redemption is proportional to the holdings of all shareholders of such securities held in street name. If a security is called prior to maturity it may affect the yield you receive. Additional information is available upon request.

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

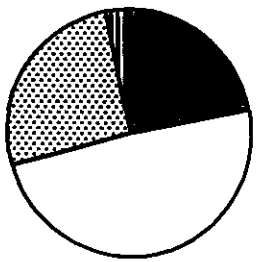
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$220,196.86** | **$175,518.38** |
| Income earned | 286.04 | 2,117.72 |
| Change in value | 2,548.33 | 45,395.13 |
| **Closing value** | **$223,031.23** | **$223,031.23** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON AUG 31 | % | CURRENT VALUE ON SEP 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 3,432.27 | 1.56 | 48,802.35 | 21.88 | 0 |
| | Stocks, options & ETFs | 152,153.00 | 69.10 | 108,723.00 | 48.75 | 1,769 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 57,645.59 | 26.18 | 58,485.88 | 26.22 | 0 |
| | Preferreds/fixed rate cap secs | 6,966.00 | 3.16 | 7,020.00 | 3.15 | 567 |
| | **Asset value** | **$220,196.86** | **100%** | **$223,031.23** | **100%** | **$2,336** |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$3,432.27** | |
| Income and distributions | 286.04 | 2,117.72 |
| Securities sold and redeemed | 45,391.33 | 56,490.47 |
| **Net additions to cash** | **$45,677.37** | **$58,608.19** |
| Securities purchased | 0.00 | -14,134.22 |
| Other subtractions | -307.29 | -835.56 |
| **Net subtractions from cash** | **-$307.29** | **-$14,969.78** |
| **Closing value of cash and sweep balances** | **$48,802.35** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Money market/sweep funds | 0.04 | 0.92 |
| Dividends and short term capital gains | 286.00 | 2,116.80 |
| **Total income** | **$286.04** | **$2,117.72** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 19,281.94 | 19,281.94 |
| Long term (L) | 2,201.49 | 4,551.68 |
| **Total** | **$21,483.43** | **$23,833.62** |

# Retirement summary

**IRA Plan Value $223,031.23**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

**ACCOUNT INFORMATION**

| | |
|---|---|
| Account Holder Birthdate: | 02/23/51 |
| Attained Age as of 12/31/12: | 61.5 |

This beneficiary information is based upon the most recent data available and is being provided as a service to you. In the event of death, your most recent beneficiary designation on file will govern.

| PRIMARY BENEFICIARY INFORMATION | % ENTITLEMENT |
|---|---|
| DONNA MARCHANT | 100.00% |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
DON HODGES/CRAIG HODGES
214-954-1177

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | KENNY E MARCHANT (IRA)<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 4475-7843 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 45,391.33 | 56,490.47 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 45,438.58 | 0.00 |
| BANK DEPOSIT SWEEP | 0.01 | 3,363.77 | 0.33 |
| Interest Period 09/01/12 - 09/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$48,802.35** | **$0.33** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP<br>ATO<br>Acquired 03/17/05 nc | 400 | 27.65 | 11,088.76 | 35.7900 | 14,316.00 | 3,227.24 | 552.00 | 3.85 |
| INTRUSION INC (NEW)<br>INTZ<br>Acquired 12/13/06 nc | 10,000 | 0.37 | 3,755.95 | 0.2511 | 2,511.00 | -1,244.95 | N/A | N/A |
| JOHNSON & JOHNSON<br>JNJ<br>Acquired 11/19/09 nc | 100 | 62.10 | 6,228.95 | 68.9100 | 6,891.00 | 662.05 | 244.00 | 3.54 |
| KIMBERLY-CLARK CORP<br>KMB<br>Acquired 11/19/09 nc | 100 | 64.90 | 6,508.95 | 85.7800 | 8,578.00 | 2,069.05 | 296.00 | 3.45 |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| PROCTER & GAMBLE CO | | | | | | | | |
| PG | | | | | | | | |
| Acquired 09/19/07 nc | 100 | 68.95 | 6,906.95 | | 6,936.00 | 29.05 | | |
| Acquired 11/19/09 nc | 100 | 62.05 | 6,223.95 | | 6,936.00 | 712.05 | | |
| **Total** | **200** | | **$13,130.90** | **69.3600** | **$13,872.00** | **$741.10** | **$449.60** | **3.24** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT | | | | | | | | |
| TPL | | | | | | | | |
| Acquired 03/26/12 | 300 | 47.05 | 14,134.22 | 54.9000 | 16,470.00 | 2,335.78 | 69.00 | 0.41 |
| TEXAS INDUSTRIES INC | | | | | | | | |
| TXI | | | | | | | | |
| Acquired 03/29/05 nc | 200 | 41.53 | 8,305.24 | | 8,130.00 | -175.24 | | |
| Acquired 10/19/05 nc | 200 | 48.45 | 9,707.95 | | 8,130.00 | -1,577.95 | | |
| **Total** | **400** | | **$18,013.19** | **40.6500** | **$16,260.00** | **-$1,753.19** | **N/A** | **N/A** |
| TRANSOCEAN LTD ORDINARY SHARES | | | | | | | | |
| RIG | | | | | | | | |
| Acquired 10/26/05 nc | 190 | 92.70 | 17,640.83 | | 8,529.10 | -9,111.73 | | |
| Acquired 11/02/05 nc | 139.92000 | 58.90 | 8,241.31 | | 6,281.01 | -1,960.30 | | |
| Acquired 08/15/06 nc | 139.08000 | 65.68 | 9,191.31 | | 6,243.30 | -2,948.01 | | |
| Acquired 12/24/07 nc | 31 | 144.76 | 4,495.37 | | 1,391.59 | -3,103.78 | | |
| **Total** | **500** | | **$39,568.82** | **44.8900** | **$22,445.00** | **-$17,123.82** | **N/A** | **N/A** |
| WAL-MART STORES INC | | | | | | | | |
| WMT | | | | | | | | |
| Acquired 05/05/10 nc | 100 | 54.79 | 5,498.50 | 73.8000 | 7,380.00 | 1,881.50 | 159.00 | 2.15 |
| **Total Stocks and ETFs** | | | **$117,928.24** | | **$108,723.00** | **-$9,205.24** | **$1,769.60** | **1.63** |
| **Total Stocks, options & ETFs** | | | **$117,928.24** | | **$108,723.00** | **-$9,205.24** | **$1,769.60** | **1.63** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 06/21/10 nc | 2,288.69600 | 11.68 | 26,750.92 | | 28,173.82 | 1,422.90 | | |
| Reinvestments nc | 72.80800 | 11.05 | 805.04 | | 896.29 | 91.25 | | |
| **Total** | **2,361.50400** | | **$27,555.96** | **12.3100** | **$29,070.11** | **$1,514.15** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 06/21/10 nc | 1,336.47300 | 19.74 | 26,400.93 | 22.0100 | 29,415.77 | 3,014.84 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$53,956.89** | | **$58,485.88** | **$4,528.99** | | |
| **Total Mutual Funds** | | | **$53,956.89** | | **$58,485.88** | **$4,528.99** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Preferreds/Fixed Rate Cap Securities

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26 CMO'B | | | | | | | | |
| Acquired 09/25/09 nc | 450 | 14.05 | 6,342.44 | 15.6000 | 7,020.00 | 677.56 | 567.00 | 8.07 |
| **Total Preferreds/Fixed Rate Cap Securities** | | | **$6,342.44** | | **$7,020.00** | **$677.56** | **$567.00** | **8.08** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 09/01 | | | | BEGINNING BALANCE | | | 3,432.27 |
| 09/04 | Cash | DIVIDEND | | WAL-MART STORES INC<br>090412 100 | | 39.75 | 3,472.02 |
| 09/10 | Cash | DIVIDEND | | ATMOS ENERGY CORP<br>091012 400 | | 138.00 | 3,610.02 |
| 09/11 | Cash | DIVIDEND | | JOHNSON & JOHNSON<br>091112 100 | | 61.00 | 3,671.02 |
| 09/12 | Cash | FEE | | OUTSIDE MANAGEMENT FEE<br>CHK#001-RR01785654 | | -307.29 | 3,363.73 |
| 09/26 | Cash | SALE | -3,000.00000 | PULTE GROUP INC | 15.1371 | 45,391.33 | 48,755.06 |
| 09/28 | Cash | DIVIDEND | | CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26<br>092812 450 | | 47.25 | |
| 09/28 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>092812 3,363 | | 0.04 | 48,802.35 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT | DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|---|---|---|---|
| 09/01 | | BEGINNING BALANCE | 3,385.02 | 09/12 | TRANSFER TO | BANK DEPOSIT SWEEP | 61.00 |
| 09/04 | TRANSFER TO | BANK DEPOSIT SWEEP | 47.25 | 09/13 | TRANSFER FROM | BANK DEPOSIT SWEEP | -307.29 |
| 09/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 39.75 | 09/28 | REINVEST INT | BANK DEPOSIT SWEEP | 0.04 |
| 09/11 | TRANSFER TO | BANK DEPOSIT SWEEP | 138.00 | 09/30 | | ENDING BALANCE | 3,363.77 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 19,281.94 | 0.00 | 19,281.94 | 19,281.94 | 0.00 | 19,281.94 |
| Long term | 2,201.49 | 0.00 | 2,201.49 | 4,551.68 | 0.00 | 4,551.68 |
| **Total Realized Gain/Loss** | **$21,483.43** | **$0.00** | **$21,483.43** | **$23,833.62** | **$0.00** | **$23,833.62** |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Realized Gain/Loss Detail

### Short term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| PULTE GROUP INC | 2,000.00000 | 5.4800 | 11/18/11 | 09/26/12 | 30,260.89 | 10,978.95 | 19,281.94 |
| **Total Short term** | | | | | **$30,260.89** | **$10,978.95** | **$19,281.94** |

### Long term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| PULTE GROUP INC | 1,000.00000 | 12.9100 | 04/27/10nc | 09/26/12 | 15,130.44 | 12,928.95 | 2,201.49 |
| **Total Long term** | | | | | **$15,130.44** | **$12,928.95** | **$2,201.49** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

# Specific instructions and disclosures

**Callable bonds and preferred stock**
Bonds and preferred stock that are subject to a partial call will be selected by an impartial lottery process pursuant to NYSE Rule 402.30 in which the probability of your securities being selected for redemption is proportional to the holdings of all shareholders of such securities held in street name. If a security is called prior to maturity it may affect the yield you receive. Additional information is available upon request.

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

*Cost basis options*
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

**IRA withholding notice** **Form W-4P/OMB No. 1454-0415**
The withdrawals you receive from your IRA (except Education IRA) are subject to Federal income tax withholding unless you elect not to have withholding apply. If you have a periodic, or an "on demand" distribution, your election regarding our withholding of Federal income tax on your behalf stays in effect until you change it. You may change or revoke your election at any time and as often as you wish by completing a new election form. If you elect check writing privileges, you will also have previously elected to have no withholding on your withdrawals. If you decide to have taxes withheld you will not be eligible for check writing from your IRA. If you elect not to have taxes withheld you will be liable for payment of all taxes due on the taxable portion of your distribution and you may be responsible for payment of estimated tax. You may be subject to tax penalties under the estimated tax payment rules if your payments of estimated tax and withholding, if any, are not adequate.

First Dallas Securities

# SNAPSHOT [redacted]



**KENNY E MARCHANT (IRA)**
**FCC AS CUSTODIAN**

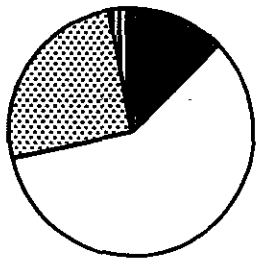
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$223,031.23** | **$175,518.38** |
| Income earned | 121.88 | 2,239.60 |
| Change in value | 80.43 | 45,475.56 |
| **Closing value** | **$223,233.54** | **$223,233.54** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON SEP 30 | % | CURRENT VALUE ON OCT 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 48,802.35 | 21.88 | 27,683.83 | 12.40 | 5 |
| | Stocks, options & ETFs | 108,723.00 | 48.75 | 131,720.50 | 59.01 | 1,769 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 58,485.88 | 26.22 | 57,092.71 | 25.58 | 0 |
| | Preferreds/fixed rate cap secs | 7,020.00 | 3.15 | 6,736.50 | 3.02 | 567 |
| | **Asset value** | **$223,031.23** | **100%** | **$223,233.54** | **100%** | **$2,341** |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$48,802.35** | |
| Income and distributions | 121.88 | 2,239.60 |
| Securities sold and redeemed | 0.00 | 56,490.47 |
| **Net additions to cash** | **$121.88** | **$58,730.07** |
| Securities purchased | -21,240.40 | -35,374.62 |
| Other subtractions | 0.00 | -835.56 |
| **Net subtractions from cash** | **-$21,240.40** | **-$36,210.18** |
| **Closing value of cash and sweep balances** | **$27,683.83** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Money market/sweep funds | 0.63 | 1.55 |
| Dividends and short term capital gains | 121.25 | 2,238.05 |
| **Total income** | **$121.88** | **$2,239.60** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 19,281.94 |
| Long term (L) | 0.00 | 4,551.68 |
| **Total** | **$0.00** | **$23,833.62** |

## Retirement summary

**IRA Plan Value** **$223,233.54**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

**ACCOUNT INFORMATION**

| | |
|---|---|
| Account Holder Birthdate: | 02/23/51 |
| Attained Age as of 12/31/12: | 61.5 |

This beneficiary information is based upon the most recent data available and is being provided as a service to you. In the event of death, your most recent beneficiary designation on file will govern.

| PRIMARY BENEFICIARY INFORMATION | % ENTITLEMENT |
|---|---|
| DONNA MARCHANT | 100.00% |

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
DON HODGES/CRAIG HODGES
214-954-1177

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | KENNY E MARCHANT (IRA)<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 4475-7843 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 56,490.47 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 47.25 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 27,636.58 | 5.52 |
| Interest Period 10/01/12 - 10/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$27,683.83** | **$5.52** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP<br>ATO<br>Acquired 03/17/05 nc | 400 | 27.65 | 11,088.76 | 35.9700 | 14,388.00 | 3,299.24 | 552.00 | 3.83 |
| CROCS INC<br>CROX<br>Acquired 10/12/12 | 500 | 16.08 | 8,058.95 | 12.6000 | 6,300.00 | -1,758.95 | N/A | N/A |
| INTRUSION INC (NEW)<br>INTZ<br>Acquired 12/13/06 nc | 10,000 | 0.37 | 3,755.95 | 0.4700 | 4,700.00 | 944.05 | N/A | N/A |
| JOHNSON & JOHNSON<br>JNJ<br>Acquired 11/19/09 nc | 100 | 62.10 | 6,228.95 | 70.8200 | 7,082.00 | 853.05 | 244.00 | 3.44 |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| KIMBERLY-CLARK CORP<br>KMB | | | | | | | | |
| Acquired 11/19/09 nc | 100 | 64.90 | 6,508.95 | 83.4500 | 8,345.00 | 1,836.05 | 296.00 | 3.54 |
| MICHAEL KORS HOLDINGS LTD<br>KORS | | | | | | | | |
| Acquired 10/12/12 | 250 | 52.65 | 13,181.45 | 54.6900 | 13,672.50 | 491.05 | N/A | N/A |
| PROCTER & GAMBLE CO<br>PG | | | | | | | | |
| Acquired 09/19/07 nc | 100 | 68.95 | 6,906.95 | | 6,924.00 | 17.05 | | |
| Acquired 11/19/09 nc | 100 | 62.05 | 6,223.95 | | 6,924.00 | 700.05 | | |
| **Total** | **200** | | **$13,130.90** | **69.2400** | **$13,848.00** | **$717.10** | **$449.60** | **3.25** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT<br>TPL | | | | | | | | |
| Acquired 03/26/12 | 300 | 47.05 | 14,134.22 | 52.6200 | 15,786.00 | 1,651.78 | 69.00 | 0.43 |
| TEXAS INDUSTRIES INC<br>TXI | | | | | | | | |
| Acquired 03/29/05 nc | 200 | 41.53 | 8,305.24 | | 8,626.00 | 320.76 | | |
| Acquired 10/19/05 nc | 200 | 48.45 | 9,707.95 | | 8,626.00 | -1,081.95 | | |
| **Total** | **400** | | **$18,013.19** | **43.1300** | **$17,252.00** | **-$761.19** | **N/A** | **N/A** |
| TRANSOCEAN LTD ORDINARY SHARES<br>RIG | | | | | | | | |
| Acquired 10/26/05 nc | 190 | 92.70 | 17,640.83 | | 8,681.10 | -8,959.73 | | |
| Acquired 11/02/05 nc | 139.92000 | 58.90 | 8,241.31 | | 6,392.94 | -1,848.37 | | |
| Acquired 08/15/06 nc | 139.08000 | 65.68 | 9,191.31 | | 6,354.57 | -2,836.74 | | |
| Acquired 12/24/07 nc | 31 | 144.76 | 4,495.37 | | 1,416.39 | -3,078.98 | | |
| **Total** | **500** | | **$39,568.82** | **45.6900** | **$22,845.00** | **-$16,723.82** | **N/A** | **N/A** |

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 05/05/10 nc | 100 | 54.79 | 5,498.50 | 75.0200 | 7,502.00 | 2,003.50 | 159.00 | 2.11 |
| **Total Stocks and ETFs** | | | **$139,168.64** | | **$131,720.50** | **-$7,448.14** | **$1,769.60** | **1.34** |
| **Total Stocks, options & ETFs** | | | **$139,168.64** | | **$131,720.50** | **-$7,448.14** | **$1,769.60** | **1.34** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE<br>CONTRARIAN FD RETAIL CL<br>PROFESSIONALLY MNGD PORT<br>HDPCX | | | | | | | | |
| Acquired 06/21/10 nc | 2,288.69600 | 11.68 | 26,750.92 | | 27,510.10 | 759.18 | | |
| Reinvestments nc | 72.80800 | 11.05 | 805.04 | | 875.17 | 70.13 | | |
| **Total** | **2,361.50400** | | **$27,555.96** | **12.0200** | **$28,385.27** | **$829.31** | **N/A** | **N/A** |
| HODGES FUND<br>PROFESSIONALLY MANAGED<br>PORTFOLIOS<br>HDPMX | | | | | | | | |
| Acquired 06/21/10 nc | 1,336.47300 | 19.74 | 26,400.93 | 21.4800 | 28,707.44 | 2,306.51 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$53,956.89** | | **$57,092.71** | **$3,135.82** | | |
| **Total Mutual Funds** | | | **$53,956.89** | | **$57,092.71** | **$3,135.82** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Preferreds/Fixed Rate Cap Securities

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26 CMO'B<br>Acquired 09/25/09 nc | 450 | 14.05 | 6,342.44 | 14.9700 | 6,736.50 | 394.06 | 567.00 | 8.41 |
| **Total Preferreds/Fixed Rate Cap Securities** | | | **$6,342.44** | | **$6,736.50** | **$394.06** | **$567.00** | **8.42** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 10/01 | | | | BEGINNING BALANCE | | | 48,802.35 |
| 10/02 | Cash | DIVIDEND | | KIMBERLY-CLARK CORP<br>100212 100 | | 74.00 | 48,876.35 |
| 10/12 | Cash | PURCHASE | 500.00000 | CROCS INC | 16.0800 | -8,058.95 | |
| 10/12 | Cash | PURCHASE | 250.00000 | MICHAEL KORS HOLDINGS LTD | 52.6500 | -13,181.45 | 27,635.95 |
| 10/31 | Cash | DIVIDEND | | CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26<br>103112 450 | | 47.25 | |
| 10/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>103112 27,635 | | 0.63 | 27,683.83 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT | DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|---|---|---|---|
| 10/01 | | BEGINNING BALANCE | 3,363.77 | 10/03 | TRANSFER TO | BANK DEPOSIT SWEEP | 74.00 |
| 10/01 | TRANSFER TO | BANK DEPOSIT SWEEP | 47.25 | 10/17 | TRANSFER FROM | BANK DEPOSIT SWEEP | -21,240.40 |
| 10/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 45,391.33 | 10/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.63 |

First Dallas Securities

# SNAPSHOT [redacted]



**KENNY E MARCHANT (IRA)**
**FCC AS CUSTODIAN**

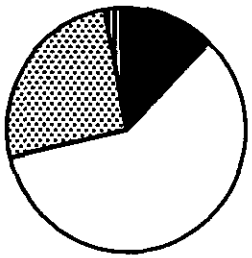
NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$223,233.54** | **$175,518.38** |
| Income earned | 1,431.36 | 3,670.96 |
| Change in value | 3,236.37 | 48,711.93 |
| **Closing value** | **$227,901.27** | **$227,901.27** |

## Portfolio summary

CURRENT



| ASSETS | ASSET TYPE | PREVIOUS VALUE ON OCT 31 | % | CURRENT VALUE ON NOV 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| | Cash and sweep balances | 27,683.83 | 12.40 | 27,843.94 | 12.22 | 5 |
| | Stocks, options & ETFs | 131,720.50 | 59.01 | 134,537.50 | 59.03 | 1,777 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 57,092.71 | 25.58 | 58,945.33 | 25.86 | 0 |
| | Preferreds/fixed rate cap secs | 6,736.50 | 3.02 | 6,574.50 | 2.88 | 567 |
| | **Asset value** | **$223,233.54** | **100%** | **$227,901.27** | **100%** | **$2,349** |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$27,683.83** | |
| Income and distributions | 1,431.36 | 3,670.96 |
| Securities sold and redeemed | 0.00 | 56,490.47 |
| **Net additions to cash** | **$1,431.36** | **$60,161.43** |
| Securities purchased | -1,271.25 | -36,645.87 |
| Other subtractions | 0.00 | -835.56 |
| **Net subtractions from cash** | **-$1,271.25** | **-$37,481.43** |
| **Closing value of cash and sweep balances** | **$27,843.94** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Money market/sweep funds | 0.46 | 2.01 |
| Dividends and short term capital gains | 725.73 | 2,963.78 |
| Long term capital gains | 705.17 | 705.17 |
| **Total income** | **$1,431.36** | **$3,670.96** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 19,281.94 |
| Long term (L) | 0.00 | 4,551.68 |
| **Total** | **$0.00** | **$23,833.62** |

## Retirement summary

**IRA Plan Value $227,901.27**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

| ACCOUNT INFORMATION | |
|---|---|
| Account Holder Birthdate: | 02/23/51 |
| Attained Age as of 12/31/12: | 61.5 |

This beneficiary information is based upon the most recent data available and is being provided as a service to you. In the event of death, your most recent beneficiary designation on file will govern.

| PRIMARY BENEFICIARY INFORMATION | % ENTITLEMENT |
|---|---|
| DONNA MARCHANT | 100.00% |

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
DON HODGES/CRAIG HODGES
214-954-1177

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | KENNY E MARCHANT (IRA)<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 4475-7843 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 56,490.47 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 47.25 | 0.00 |
| BANK DEPOSIT SWEEP<br>Interest Period 11/01/12 - 11/30/12 | 0.02 | 27,796.69 | 5.55 |
| **Total Cash and Sweep Balances** | | **$27,843.94** | **$5.55** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP<br>ATO<br>Acquired 03/17/05 nc | 400 | 27.65 | 11,088.76 | 35.0100 | 14,004.00 | 2,915.24 | 560.00 | 3.99 |
| CROCS INC<br>CROX<br>Acquired 10/12/12 | 500 | 16.08 | 8,058.95 | 13.3500 | 6,675.00 | -1,383.95 | N/A | N/A |
| INTRUSION INC (NEW)<br>INTZ<br>Acquired 12/13/06 nc | 10,000 | 0.37 | 3,755.95 | 0.5000 | 5,000.00 | 1,244.05 | N/A | N/A |
| JOHNSON & JOHNSON<br>JNJ<br>Acquired 11/19/09 nc | 100 | 62.10 | 6,228.95 | 69.7300 | 6,973.00 | 744.05 | 244.00 | 3.49 |

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| KIMBERLY-CLARK CORP<br>KMB | | | | | | | | |
| Acquired 11/19/09 nc | 100 | 64.90 | 6,508.95 | 85.7200 | 8,572.00 | 2,063.05 | 296.00 | 3.45 |
| MICHAEL KORS HOLDINGS LTD<br>KORS | | | | | | | | |
| Acquired 10/12/12 | 250 | 52.65 | 13,181.45 | 53.1500 | 13,287.50 | 106.05 | N/A | N/A |
| PROCTER & GAMBLE CO<br>PG | | | | | | | | |
| Acquired 09/19/07 nc | 100 | 68.95 | 6,906.95 | | 6,983.00 | 76.05 | | |
| Acquired 11/19/09 nc | 100 | 62.05 | 6,223.95 | | 6,983.00 | 759.05 | | |
| **Total** | **200** | | **$13,130.90** | **69.8300** | **$13,966.00** | **$835.10** | **$449.60** | **3.22** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT<br>TPL | | | | | | | | |
| Acquired 03/26/12 | 300 | 47.05 | 14,134.22 | 57.3000 | 17,190.00 | 3,055.78 | 69.00 | 0.40 |
| TEXAS INDUSTRIES INC<br>TXI | | | | | | | | |
| Acquired 03/29/05 nc | 200 | 41.53 | 8,305.24 | | 9,284.00 | 978.76 | | |
| Acquired 10/19/05 nc | 200 | 48.45 | 9,707.95 | | 9,284.00 | -423.95 | | |
| **Total** | **400** | | **$18,013.19** | **46.4200** | **$18,568.00** | **$554.81** | **N/A** | **N/A** |
| TRANSOCEAN LTD ORDINARY SHARES<br>RIG | | | | | | | | |
| Acquired 10/26/05 nc | 190 | 92.70 | 17,640.83 | | 8,778.00 | -8,862.83 | | |
| Acquired 11/02/05 nc | 139.92000 | 58.90 | 8,241.31 | | 6,464.30 | -1,777.01 | | |
| Acquired 08/15/06 nc | 139.08000 | 65.68 | 9,191.31 | | 6,425.50 | -2,765.81 | | |
| Acquired 12/24/07 nc | 31 | 144.76 | 4,495.37 | | 1,432.20 | -3,063.17 | | |
| **Total** | **500** | | **$39,568.82** | **46.2000** | **$23,100.00** | **-$16,468.82** | **N/A** | **N/A** |

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| WAL-MART STORES INC WMT | | | | | | | | |
| Acquired 05/05/10 nc | 100 | 54.79 | 5,498.50 | 72.0200 | 7,202.00 | 1,703.50 | 159.00 | 2.20 |
| **Total Stocks and ETFs** | | | **$139,168.64** | | **$134,537.50** | **-$4,631.14** | **$1,777.60** | **1.32** |
| **Total Stocks, options & ETFs** | | | **$139,168.64** | | **$134,537.50** | **-$4,631.14** | **$1,777.60** | **1.32** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 06/21/10 nc | 2,288.69600 | 11.68 | 26,750.92 | | 27,075.25 | 324.33 | | |
| Reinvestments m | 187.12900 | 11.09 | 2,076.29 | | 2,213.75 | 137.46 | | |
| **Total** | **2,475.82500** | | **$28,827.21** | **11.8300** | **$29,289.00** | **$461.79** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 06/21/10 nc | 1,336.47300 | 19.74 | 26,400.93 | 22.1900 | 29,656.33 | 3,255.40 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$55,228.14** | | **$58,945.33** | **$3,717.19** | | |
| **Total Mutual Funds** | | | **$55,228.14** | | **$58,945.33** | **$3,717.19** | | |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Preferreds/Fixed Rate Cap Securities

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26 CMO'B | | | | | | | | |
| Acquired 09/25/09 nc | 450 | 14.05 | 6,342.44 | 14.6100 | 6,574.50 | 232.06 | 567.00 | 8.62 |
| **Total Preferreds/Fixed Rate Cap Securities** | | | **$6,342.44** | | **$6,574.50** | **$232.06** | **$567.00** | **8.62** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 11/01 | | | | BEGINNING BALANCE | | | 27,683.83 |
| 11/15 | Cash | DIVIDEND | | PROCTER & GAMBLE CO<br>111512 200 | | 112.40 | 27,796.23 |
| 11/20 | Cash | SHRT TRM GAIN | | HODGES PURE<br>CONTRARIAN FD RETAIL CL<br>PROFESSIONALLY MNGD PORT<br>111612 2,361.50400<br>AS OF 11/16/12 | | 566.08 | |
| 11/20 | Cash | LT CAP GAIN | | HODGES PURE<br>CONTRARIAN FD RETAIL CL<br>PROFESSIONALLY MNGD PORT<br>111612 2,361.50400<br>AS OF 11/16/12 | | 705.17 | |
| 11/20 | Cash | REINVESTMENT | 63.41500 | HODGES PURE<br>CONTRARIAN FD RETAIL CL<br>PROFESSIONALLY MNGD PORT<br>REINVEST AT 11.120 | | -705.17 | |
| 11/20 | Cash | REINVESTMENT | 50.90600 | HODGES PURE<br>CONTRARIAN FD RETAIL CL<br>PROFESSIONALLY MNGD PORT<br>REINVEST AT 11.120 | | -566.08 | |
| | | | | | | | 27,796.23 |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 11/30 | Cash | DIVIDEND | | CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26<br>113012 450 | | 47.25 | |
| 11/30 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>113012 27,796 | | 0.46 | 27,843.94 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 11/01 | | BEGINNING BALANCE | 27,636.58 |
| 11/01 | TRANSFER TO | BANK DEPOSIT SWEEP | 47.25 |
| 11/16 | TRANSFER TO | BANK DEPOSIT SWEEP | 112.40 |

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 11/30 | REINVEST INT | BANK DEPOSIT SWEEP | 0.46 |
| 11/30 | | ENDING BALANCE | 27,796.69 |

## Specific instructions and disclosures

**Callable bonds and preferred stock**
Bonds and preferred stock that are subject to a partial call will be selected by an impartial lottery process pursuant to NYSE Rule 402.30 in which the probability of your securities being selected for redemption is proportional to the holdings of all shareholders of such securities held in street name. If a security is called prior to maturity it may affect the yield you receive. Additional information is available upon request.

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

**IRA withholding notice** **Form W-4P/OMB No. 1454-0415**
The withdrawals you receive from your IRA (except Education IRA) are subject to Federal income tax withholding unless you elect not to have withholding apply. If you have a periodic, or an "on demand" distribution, your election regarding our withholding of Federal income tax on your behalf stays in effect until you change it. You may change or revoke your election at any time and as often as you wish by completing a new election form. If you elect check writing privileges, you will also have previously elected to have no withholding on your withdrawals. If you decide to have taxes withheld you will not be eligible for check writing from your IRA. If you elect not to have taxes withheld you will be liable for payment of all taxes due on the taxable portion of your distribution and you may be responsible for payment of estimated tax. You may be subject to tax penalties under the estimated tax payment rules if your payments of estimated tax and withholding, if any, are not adequate.

First Dallas Securities

# SNAPSHOT [redacted]



**KENNY E MARCHANT (IRA)**
**FCC AS CUSTODIAN**

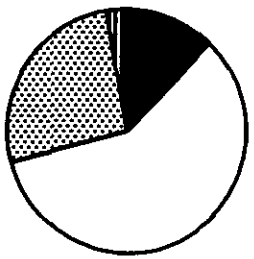
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$227,901.27** | **$175,518.38** |
| Income earned | 363.47 | 4,034.43 |
| Change in value | -298.12 | 48,413.81 |
| **Closing value** | **$227,966.62** | **$227,966.62** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON NOV 30 | % | CURRENT VALUE ON DEC 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 27,843.94 | 12.22 | 27,891.49 | 12.23 | 5 |
| | Stocks, options & ETFs | 134,537.50 | 59.03 | 133,515.50 | 58.57 | 1,783 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 58,945.33 | 25.86 | 60,120.13 | 26.37 | 0 |
| | Preferreds/fixed rate cap secs | 6,574.50 | 2.88 | 6,439.50 | 2.82 | 567 |
| | **Asset value** | **$227,901.27** | **100%** | **$227,966.62** | **100%** | **$2,355** |

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$27,843.94** | |
| Income and distributions | 363.47 | 4,034.43 |
| Securities sold and redeemed | 0.00 | 56,490.47 |
| **Net additions to cash** | **$363.47** | **$60,524.90** |
| Securities purchased | 0.00 | -36,645.87 |
| Other subtractions | -315.92 | -1,151.48 |
| **Net subtractions from cash** | **-$315.92** | **-$37,797.35** |
| **Closing value of cash and sweep balances** | **$27,891.49** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Money market/sweep funds | 0.47 | 2.48 |
| Dividends and short term capital gains | 363.00 | 3,326.78 |
| Long term capital gains | 0.00 | 705.17 |
| **Total income** | **$363.47** | **$4,034.43** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 19,281.94 |
| Long term (L) | 0.00 | 4,551.68 |
| **Total** | **$0.00** | **$23,833.62** |

## Retirement summary

**IRA Plan Value** **$227,966.62** **CUSTODIAN EIN 23-2384840**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

This is your individual retirement account (IRA) Fair Market Value statement. The amount reflected in the "IRA Fair Market Value" will be furnished to the Internal Revenue Service as shown on your Form 5498. Any corrections made to your market value after December 31, 2012 will result in a corrected "IRA Portfolio Holding Valuation and Form 5498" being issued to you.

**The Required Minimum Distribution (RMD)** amount displayed is recalculated each year and may yield a different result. In accordance with IRS instructions, we will report to the IRS if you are required to receive an RMD for that calendar year. Please contact us if you need assistance calculating your first RMD or explanation of the figures below.
**RMD guidelines:** Your first RMD is required by 4/1 of the year after you turn 70 1/2. Your second and all subsequent RMDs are due by 12/31 each year.

| ACCOUNT INFORMATION | |
|---|---|
| IRA Fair Market Value | $227,966.62 |
| Account Holder Birthdate: | 02/23/51 |
| Attained Age as of 12/31/12: | 61.5 |

This beneficiary information is based upon the most recent data available and is being provided as a service to you. In the event of death, your most recent beneficiary designation on file will govern.

| PRIMARY BENEFICIARY INFORMATION | % ENTITLEMENT |
|---|---|
| DONNA MARCHANT | 100.00% |

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

**Contact us if information on this page requires updates.**
**Your Investment Broker:**
DON HODGES/CRAIG HODGES
214-954-1177

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | KENNY E MARCHANT (IRA)<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 4475-7843 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 56,490.47 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 47.25 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 27,844.24 | 5.56 |
| Interest Period 12/01/12 - 12/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$27,891.49** | **$5.56** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP<br>ATO<br>Acquired 03/17/05 nc | 400 | 27.65 | 11,088.76 | 35.1200 | 14,048.00 | 2,959.24 | 560.00 | 3.98 |
| CROCS INC<br>CROX<br>Acquired 10/12/12 | 500 | 16.08 | 8,058.95 | 14.3900 | 7,195.00 | -863.95 | N/A | N/A |
| INTRUSION INC (NEW)<br>INTZ<br>Acquired 12/13/06 nc | 10,000 | 0.37 | 3,755.95 | 0.4898 | 4,898.00 | 1,142.05 | N/A | N/A |
| JOHNSON & JOHNSON<br>JNJ<br>Acquired 11/19/09 nc | 100 | 62.10 | 6,228.95 | 70.1000 | 7,010.00 | 781.05 | 244.00 | 3.48 |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| KIMBERLY-CLARK CORP<br>KMB | | | | | | | | |
| Acquired 11/19/09 nc | 100 | 64.90 | 6,508.95 | 84.4300 | 8,443.00 | 1,934.05 | 296.00 | 3.50 |
| MICHAEL KORS HOLDINGS LTD<br>KORS | | | | | | | | |
| Acquired 10/12/12 | 250 | 52.65 | 13,181.45 | 51.0300 | 12,757.50 | -423.95 | N/A | N/A |
| PROCTER & GAMBLE CO<br>PG | | | | | | | | |
| Acquired 09/19/07 nc | 100 | 68.95 | 6,906.95 | | 6,789.00 | -117.95 | | |
| Acquired 11/19/09 nc | 100 | 62.05 | 6,223.95 | | 6,789.00 | 565.05 | | |
| **Total** | **200** | | **$13,130.90** | **67.8900** | **$13,578.00** | **$447.10** | **$449.60** | **3.31** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT<br>TPL | | | | | | | | |
| Acquired 03/26/12 | 300 | 47.05 | 14,134.22 | 53.4300 | 16,029.00 | 1,894.78 | 75.00 | 0.46 |
| TEXAS INDUSTRIES INC<br>TXI | | | | | | | | |
| Acquired 03/29/05 nc | 200 | 41.53 | 8,305.24 | | 10,202.00 | 1,896.76 | | |
| Acquired 10/19/05 nc | 200 | 48.45 | 9,707.95 | | 10,202.00 | 494.05 | | |
| **Total** | **400** | | **$18,013.19** | **51.0100** | **$20,404.00** | **$2,390.81** | **N/A** | **N/A** |
| TRANSOCEAN LTD ORDINARY SHARES<br>RIG | | | | | | | | |
| Acquired 10/26/05 nc | 190 | 92.70 | 17,640.83 | | 8,485.40 | -9,155.43 | | |
| Acquired 11/02/05 nc | 139.92000 | 58.90 | 8,241.31 | | 6,248.83 | -1,992.48 | | |
| Acquired 08/15/06 nc | 139.08000 | 65.68 | 9,191.31 | | 6,211.31 | -2,980.00 | | |
| Acquired 12/24/07 nc | 31 | 144.76 | 4,495.37 | | 1,384.46 | -3,110.91 | | |
| **Total** | **500** | | **$39,568.82** | **44.6600** | **$22,330.00** | **-$17,238.82** | **N/A** | **N/A** |

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 05/05/10 nc | 100 | 54.79 | 5,498.50 | 68.2300 | 6,823.00 | 1,324.50 | 159.00 | 2.33 |
| **Total Stocks and ETFs** | | | **$139,168.64** | | **$133,515.50** | **-$5,653.14** | **$1,783.60** | **1.34** |
| **Total Stocks, options & ETFs** | | | **$139,168.64** | | **$133,515.50** | **-$5,653.14** | **$1,783.60** | **1.34** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE<br>CONTRARIAN FD RETAIL CL<br>PROFESSIONALLY MNGD PORT<br>HDPCX | | | | | | | | |
| Acquired 06/21/10 nc | 2,288.69600 | 11.68 | 26,750.92 | | 27,555.88 | 804.96 | | |
| Reinvestments m | 187.12900 | 11.09 | 2,076.29 | | 2,253.05 | 176.76 | | |
| **Total** | **2,475.82500** | | **$28,827.21** | **12.0400** | **$29,808.93** | **$981.72** | **N/A** | **N/A** |
| HODGES FUND<br>PROFESSIONALLY MANAGED<br>PORTFOLIOS<br>HDPMX | | | | | | | | |
| Acquired 06/21/10 nc | 1,336.47300 | 19.74 | 26,400.93 | 22.6800 | 30,311.20 | 3,910.27 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$55,228.14** | | **$60,120.13** | **$4,891.99** | | |
| **Total Mutual Funds** | | | **$55,228.14** | | **$60,120.13** | **$4,891.99** | | |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Preferreds/Fixed Rate Cap Securities

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26 CMO'B<br>Acquired 09/25/09 nc | 450 | 14.05 | 6,342.44 | 14.3100 | 6,439.50 | 97.06 | 567.00 | 8.80 |
| **Total Preferreds/Fixed Rate Cap Securities** | | | **$6,342.44** | | **$6,439.50** | **$97.06** | **$567.00** | **8.81** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 12/01 | | | | BEGINNING BALANCE | | | 27,843.94 |
| 12/10 | Cash | DIVIDEND | | ATMOS ENERGY CORP<br>121012 400 | | 140.00 | 27,983.94 |
| 12/11 | Cash | DIVIDEND | | JOHNSON & JOHNSON<br>121112 100 | | 61.00 | 28,044.94 |
| 12/18 | Cash | FEE | | OUTSIDE MANAGEMENT FEE<br>MANAGEMENT FEE<br>AS OF 12/13/12 | | -315.92 | 27,729.02 |
| 12/21 | Cash | DIVIDEND | | TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT<br>122112 300 | | 75.00 | 27,804.02 |
| 12/27 | Cash | DIVIDEND | | WAL-MART STORES INC<br>122712 100 | | 39.75 | 27,843.77 |
| 12/31 | Cash | DIVIDEND | | CAPSTEAD MTG CORP PFD SER B CUM CONV $1.26<br>123112 450 | | 47.25 | |
| 12/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>123112 27,843 | | 0.47 | 27,891.49 |

First Dallas Securities

KENNY E MARCHANT (IRA)
FCC AS CUSTODIAN

DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 12/01 | | BEGINNING BALANCE | 27,796.69 |
| 12/03 | TRANSFER TO | BANK DEPOSIT SWEEP | 47.25 |
| 12/11 | TRANSFER TO | BANK DEPOSIT SWEEP | 140.00 |
| 12/12 | TRANSFER TO | BANK DEPOSIT SWEEP | 61.00 |
| 12/13 | TRANSFER FROM | BANK DEPOSIT SWEEP | -315.92 |
| 12/24 | TRANSFER TO | BANK DEPOSIT SWEEP | 75.00 |
| 12/28 | TRANSFER TO | BANK DEPOSIT SWEEP | 39.75 |
| 12/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.47 |
| 12/31 | | ENDING BALANCE | 27,844.24 |

## Specific instructions and disclosures

**Callable bonds and preferred stock**
Bonds and preferred stock that are subject to a partial call will be selected by an impartial lottery process pursuant to NYSE Rule 402.30 in which the probability of your securities being selected for redemption is proportional to the holdings of all shareholders of such securities held in street name. If a security is called prior to maturity it may affect the yield you receive. Additional information is available upon request.

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

**IRA withholding notice** **Form W-4P/OMB No. 1454-0415**
The withdrawals you receive from your IRA (except Education IRA) are subject to Federal income tax withholding unless you elect not to have withholding apply. If you have a periodic, or an "on demand" distribution, your election regarding our withholding of Federal income tax on your behalf stays in effect until you change it. You may change or revoke your election at any time and as often as you wish by completing a new election form. If you elect check writing privileges, you will also have previously elected to have no withholding on your withdrawals. If you decide to have taxes withheld you will not be eligible for check writing from your IRA. If you elect not to have taxes withheld you will be liable for payment of all taxes due on the taxable portion of your distribution and you may be responsible for payment of estimated tax. You may be subject to tax penalties under the estimated tax payment rules if your payments of estimated tax and withholding, if any, are not adequate.

TD Ameritrade

Statement Reporting Period:
01/01/12 - 01/31/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

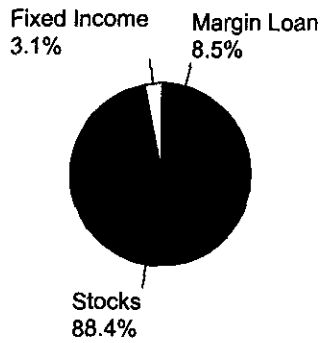
**Statement for Account** [redacted]
KENNY EWELL MARCHANT SR
[redacted]N
CARROLLTON, TX 750063016

**Announcements:**
SAVE UP TO 35% ON TURBOTAX TODAY.
THE EASY WAY TO FILE YOUR TAXES
GUIDES YOU STEP-BY-STEP, LIKE A GPS
-FILLS OUT TAX FORMS AUTOMATICALLY
& SECURELY IMPORTS YOUR 1099 DATA.
WWW.TDAMERITRADE.COM/TAXES

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($61,757.78) | $350.00 | ($62,107.78) | - | $ - | - |
| Insrd Dep Acct | - | 111,716.89 | (111,716.89) | (100.0)% | - | 0.03% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 643,852.36 | 460,690.50 | 183,161.86 | 39.8% | 56,219.50 | 8.7% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 22,254.00 | 21,494.40 | 759.60 | 3.5% | 1,762.50 | 7.9% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$604,348.58** | **$594,251.79** | **$10,096.79** | **1.7%** | **$57,982.00** | **9.6%** |
| **Margin Equity** | **91.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $350.00 | $350.00 |
| Securities Purchased | (217,067.64) | (217,067.64) |
| Securities Sold | 39,012.36 | 39,012.36 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 4,265.38 | 4,265.38 |
| Expense | (36.60) | (36.60) |
| Other | 111,718.72 | 111,718.72 |
| **Closing Balance** | ($61,757.78) | ($61,757.78) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $4,204.83 | $ - | $4,204.83 |
| Interest | - | - | - |
| Other | 60.55 | - | 60.55 |
| **Expense** | | | |
| Interest | (36.60) | - | (36.60) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $4,228.78 | $0.00 | $4,228.78 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 01/31/12** | **$665,288.69** |
| Unrealized Gains | 19,171.59 |
| Unrealized Losses | (18,353.92) |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 4,228.78 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

**Statement for Account #[redacted]**
01/01/12 - 01/31/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Ordinary Dividends | $ 488.83 | $ 279.45 |
| Margin Interest Charged | (36.60) | (36.60) |
| Qualified Dividends | 16.00 | 16.00 |
| Substitute Payment | 60.55 | 60.55 |
| IDA Interest | 1.83 | 1.83 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP COM | AMLP | 1,000 | $ 16.83 | $ 16,830.00 | 07/07/11 | $ 16,159.89 | $ 16.16 | $ 670.11 | $ 999.00 | 5.9% |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 5,000 | 16.84 | 84,200.00 | 11/02/10 | 87,469.25 | 17.49 | (3,269.25) | 11,400.00 | 13.5% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 26.91 | 26,910.00 | 01/17/12 | 26,810.02 | 26.81 | 99.98 | 1,969.00 | 7.3% |
| ANWORTH MORTGAGE ASSET COM | ANH | 4,000 | 6.50 | 26,000.00 | 07/06/11 | 27,679.26 | 6.92 | (1,679.26) | 3,360.00 | 12.9% |
| AT&T INC COM | T | 6,000 | 29.41 | 176,460.00 | 08/06/10 | 171,751.72 | 28.63 | 4,708.28 | 10,560.00 | 6.0% |
| BAC CAP TRUST XII PFD CALLABLE | BAC PRC | 1,500 | 23.31 | 34,965.00 | 08/16/11 | 34,399.98 | 22.93 | 565.02 | 2,578.50 | 7.4% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 2,500 | 14.87 | 37,175.00 | 01/17/12 | 36,359.97 | 14.54 | 815.03 | 3,150.00 | 8.5% |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| CAPSTEAD MORTGAGE CORP COM | CMO | 1,500 | 12.95 | 19,425.00 | 08/16/11 | 19,639.98 | 13.09 | (214.98) | 2,580.00 | 13.3% |
| FRONTIER COMMUNICATIONS CORP COM | FTR | 5,000 | 4.28 | 21,400.00 | 01/10/12 | 25,304.99 | 5.06 | (3,904.99) | 3,750.00 | 17.5% |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 3,000 | 13.60 | 40,800.00 | 07/07/11 | 42,467.62 | 14.16 | (1,667.62) | 4,632.00 | 11.4% |
| LEGACY RESERVES LP | LGCY | 1,000 | 28.35 | 28,350.00 | 01/17/12 | 28,689.99 | 28.69 | (339.99) | 2,200.00 | 7.8% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 9.13 | 22,825.00 | 08/24/11 | 22,524.97 | 9.01 | 300.03 | 2,100.00 | 9.2% |
| SPDR HIGH YIELD | JNK | 1,000 | 39.47 | 39,470.00 | 01/17/12 | 38,659.99 | 38.66 | 810.01 | 2,961.00 | 7.5% |
| T BANCSHARES, INC COM | TBNC | 6,513 | 1.72 | 11,202.36 | 02/18/11 | 11,757.69 | 1.81 | (555.33) | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 37.66 | 37,660.00 | 07/21/10 | 27,596.89 | 27.60 | 10,063.11 | 2,000.00 | 5.3% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 10.09 | 20,180.00 | 08/24/11 | 19,039.98 | 9.52 | 1,140.02 | 1,980.00 | 9.8% |
| **Total Stocks** | | | | **$643,852.36** | | **$636,312.19** | | **$7,540.17** | **$56,219.50** | **8.7%** |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Income - Margin** | | | | | | | | | | |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REV 5.875% 06/01/2047 | 118217AU2 | 30 | $ 74.18 | $ 22,254.00 | 11/07/07 | $ 28,976.50 | $ - | $ (6,722.50) | $ 1,762.50 | 7.9% |
| **Total Fixed Income** | | | | **$22,254.00** | | **$28,976.50** | | **$(6,722.50)** | **$1,762.50** | **7.9%** |
| Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds. | | | | | | | | | | |
| **Other - Margin** | | | | | | | | | | |
| T BANCSHARES, INC RIGHTS EXP 02/24/12 EXP 02/24/2012 | 872229133 | 6,513 | $ NP | $ NP | 02/18/11 | $ - | $ - | $ - | $ - | - |
| **Total Other** | | | | **$0.00** | | **$0.00** | | **$0.00** | **$0.00** | **0.0%** |
| **Total Margin Account** | | | | **$666,106.36** | | **$665,288.69** | | **$817.67** | **$57,982.00** | **8.7%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$350.00** |
| 01/03/12 | 01/03/12 | Margin | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | $ 0.00 | $ (350.00) | 0.00 |
| 01/05/12 | 01/05/12 | Margin | Div/Int - Income | ISHARES FTSE NAREIT MORTGAGE PLUS CAP Payable: 01/05/2012 Ordinary Dividends 209.38 | REM | - | 0.00 | 209.38 | 209.38 |
| 01/05/12 | 01/05/12 | Margin | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (209.38) | 0.00 |
| 01/10/12 | 01/13/12 | Margin | Sell - Securities Sold | BROOKFIELD INFR PART LP COM | BIP | 1,000- | 28.5501 | 28,539.56 | 28,539.56 |

**Statement for Account #** [redacted]

01/01/12 - 01/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 01/10/12 | 01/13/12 | Margin | Buy - Securities Purchased | FRONTIER COMMUNICATIONS CORP COM | FTR | 5,000 | 5.059 | (25,304.99) | 3,234.57 |
| 01/13/12 | 01/13/12 | Margin | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (3,234.57) | 0.00 |
| 01/17/12 | 01/20/12 | Margin | Buy - Securities Purchased | PACHOLDER FUND INC COM | PHF | 1,000 | 8.95 | (8,959.99) | (8,959.99) |
| 01/17/12 | 01/20/12 | Margin | Buy - Securities Purchased | SPDR HIGH YIELD | JNK | 1,000 | 38.65 | (38,659.99) | (47,619.98) |
| 01/17/12 | 01/20/12 | Margin | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 1,000 | 14.55 | (14,559.99) | (62,179.97) |
| 01/17/12 | 01/20/12 | Margin | Buy - Securities Purchased | LEGACY RESERVES LP | LGCY | 1,000 | 28.68 | (28,689.99) | (90,869.96) |
| 01/17/12 | 01/20/12 | Margin | Buy - Securities Purchased | WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 1,000 | 9.82 | (9,829.99) | (100,699.95) |
| 01/17/12 | 01/20/12 | Margin | Buy - Securities Purchased | ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 8 | 13.05 | (114.39) | (100,814.34) |
| 01/17/12 | 01/20/12 | Margin | Buy - Securities Purchased | ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 3 | 26.56 | (89.67) | (100,904.01) |
| 01/20/12 | 01/20/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP COM Payable: 01/20/2012 Ordinary Dividends 430.00 | CMO | - | 0.00 | 430.00 | (100,474.01) |
| 01/20/12 | 01/20/12 | Margin | Journal - Other | REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | 100,474.01 | 0.00 |
| 01/20/12 | 01/25/12 | Margin | Buy - Securities Purchased | ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 702 | 26.76 | (18,795.51) | (18,795.51) |
| 01/25/12 | 01/25/12 | Margin | Journal - Other | REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | 15,036.83 | (3,758.68) |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 01/25/12 | 01/25/12 | Margin | Div/Int - Other | FDIC INSURED DEPOSIT ACCOUNT IDA11 NOT COVERED BY SIPC Interest: Insured Deposit Account Payable: 01/31/2012 Insured Deposit Accoun 1.83 | MMDA11 | - | 0.00 | 1.83 | (3,756.85) |
| 01/23/12 | 01/26/12 | Margin | Buy - Securities Purchased | ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 295 | 26.83 | (7,924.84) | (11,681.69) |
| 01/23/12 | 01/26/12 | Margin | Sell - Securities Sold | EOG RESOURCES INC COM | EOG | 100- | 104.83 | 10,472.80 | (1,208.89) |
| 01/23/12 | 01/26/12 | Margin | Buy - Securitiespurchased | ANWORTH MORTGAGE ASSET COM | ANH | 1,000 | 6.47 | (6,479.99) | (7,688.88) |
| 01/23/12 | 01/26/12 | Margin | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP COM | CMO | 500 | 12.86 | (6,439.99) | (14,128.87) |
| 01/23/12 | 01/26/12 | Margin | Buy - Securities Purchased | ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 992 | 13.33 | (13,233.35) | (27,362.22) |
| 01/23/12 | 01/26/12 | Margin | Buy - Securities Purchased | PACHOLDER FUND INC COM | PHF | 500 | 9.03 | (4,524.99) | (31,887.21) |
| 01/23/12 | 01/26/12 | Margin | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 500 | 14.56 | (7,289.99) | (39,177.20) |
| 01/23/12 | 01/26/12 | Margin | Buy - Securities Purchased | BAC CAP TRUST XII PFD CALLABLE | BAC PRC | 500 | 23.30 | (11,659.99) | (50,837.19) |
| 01/26/12 | 01/26/12 | Margin | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC COM Payable: 01/26/2012 Ordinary Dividends 2850.00 | NLY | - | 0.00 | 2,850.00 | (47,987.19) |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 01/26/12 | 01/26/12 | Margin | Received - Other | T BANCSHARES, INC RIGHTSEXP 02/24/12 EXP 02/24/2012<br>Stock Div\Split on 6513<br>T BANCSHARES, INC COM<br>RIGHTS DISTRIBUTION FROM T BANCSHARES<br>INC CUSIP 872229109<br>Payable: 12/13/2011 | 872229133 | 6,513 | 0.00 | - | (47,987.19) |
| 01/24/12 | 01/27/12 | Margin | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 1,000 | 14.50 | (14,509.99) | (62,497.18) |
| 01/27/12 | 01/27/12 | Margin | Div/Int - Income | ANWORTH MORTGAGE ASSET COM<br>Payable: 01/27/2012<br>Ordinary Dividends 420.00 | ANH | - | 0.00 | 420.00 | (62,077.18) |
| 01/27/12 | 01/27/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME<br>FUND II INC COM<br>Payable: 01/27/2012<br>Ordinary Dividends 165.00 | HIX | - | 0.00 | 165.00 | (61,912.18) |
| 01/31/12 | 01/31/12 | Margin | Div/Int - Income | EOG RESOURCES INC COM<br>Payable: 01/31/2012<br>QUALIFIED DIVIDENDS 16.00 | EOG | - | 0.00 | 16.00 | (61,896.18) |
| 01/31/12 | 01/31/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM<br>Payable: 01/31/2012<br>Ordinary Dividends 114.45 | PHF | - | 0.00 | 114.45 | (61,781.73) |

**Statement for Accoun[redacted]**

01/01/12 - 01/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 01/31/12 | 01/31/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM<br>Payable: 01/31/2012<br>Substitute Payment 60.55 | PHF | - | 0.00 | 60.55 | (61,721.18) |
| 01/31/12 | 01/31/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE<br>Payable: 01/31/2012 | - | - | 0.00 | (36.60) | (61,757.78) |
| **Closing Balance** | | | | | | | | | **($61,757.78)** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 01/25/12 | $ (3,756.85) | $ - | 1 | 5.00 | $ 0.52 | $ |
| 01/26/12 | (47,987.19) | - | 1 | 4.50 | 6.00 | |
| 01/27/12 | (61,912.18) | - | 4 | 3.50 | 24.08 | |
| 01/31/12 | (61,721.18) | - | 1 | 3.50 | 6.00 | |
| **Total Interest Income/(Expense)** | | | | | **$36.60** | **$ 0.00** |

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MTD PAID |
|---|---|---|---|---|---|---|
| 01/01/12 | $ 111,716.89 | 2 | 0.0300 | $ 0.18 | $ 0.18 | $ - |
| 01/03/12 | 112,066.89 | 2 | 0.0300 | 0.19 | 0.37 | - |
| 01/05/12 | 112,276.27 | 8 | 0.0300 | 0.74 | 1.11 | - |
| 01/13/12 | 115,510.84 | 7 | 0.0300 | 0.66 | 1.77 | - |
| 01/20/12 | 15,036.83 | 5 | 0.0300 | 0.06 | 1.83 | 1.83 |
| **Total Interest Income** | | | | | | **$1.83** |

**Statement for Accoun[redacted]**

01/01/12 - 01/31/12

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balance |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$111,716.89** |
| 01/03/12 | | 01/03/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA11 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | $ 350.00 | 112,066.89 |
| 01/05/12 | | 01/05/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA11 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 209.38 | 112,276.27 |
| 01/13/12 | | 01/13/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA11 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 3,234.57 | 115,510.84 |
| 01/20/12 | | 01/20/12 | Delivered | FDIC INSURED DEPOSIT ACCOUNT IDA11 NOT COVERED BY SIPC REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | | | (100,474.01) | 15,036.83 |
| 01/25/12 | | 01/25/12 | Delivered | FDIC INSURED DEPOSIT ACCOUNT IDA11 NOT COVERED BY SIPC REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | | | (15,036.83) | 0.00 |
| **Closing Balance** | | | | | | | | **$ 0.00** |

**TD Bank NA** **$0.00**

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

TD Ameritrade

Statement Reporting Period:
02/01/12 - 02/29/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

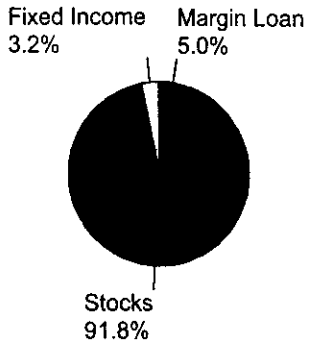
**Statement for Account #** [redacted]
KENNY EWELL MARCHANT SR
2125 N JOSEY LN
STE 200
CARROLLTON, TX 750063016

**Announcements:**
MANAGE YOUR ASSETS WITH
OUR ONLINE CASH SERVICES.
-NO MONTHLY FEES
-NO MINIMUM BALANCES
USE YOUR CASH AS YOU SEE FIT.
TDAMERITRADE.COM/CASHSERVICES

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($34,419.82) | ($61,757.78) | $27,337.96 | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 634,519.70 | 643,852.36 | (9,332.66) | (1.4)% | 52,433.50 | 8.3% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 22,257.00 | 22,254.00 | 3.00 | - | 1,762.50 | 7.9% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$622,356.88** | **$604,348.58** | **$18,008.30** | **3.0%** | **$54,196.00** | **8.7%** |
| **Margin Equity** | **94.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | ($61,757.78) | $350.00 |
| Securities Purchased | - | (217,067.64) |
| Securities Sold | 22,094.61 | 61,106.97 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 5,395.58 | 9,660.96 |
| Expense | (152.23) | (188.83) |
| Other | - | 111,718.72 |
| **Closing Balance** | ($34,419.82) | ($34,419.82) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $3,867.42 | $ - | $8,072.25 |
| Interest | 644.53 | - | 644.53 |
| Other | 333.63 | 550.00 | 944.18 |
| **Expense** | | | |
| Interest | (152.23) | - | (188.83) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $4,693.35 | $550.00 | $9,472.13 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 02/29/12** | **$639,544.88** |
| Unrealized Gains | 31,007.45 |
| Unrealized Losses | (13,775.63) |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 9,472.13 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

**Statement for Account** [redacted]

02/01/12 - 02/29/12

**Income Summary Detail***

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 644.53 | $ 644.53 |
| Ordinary Dividends | 766.88 | 1,046.33 |
| Margin Interest Charged | (152.23) | (188.83) |
| Limited Ptrs Return of Capital | 550.00 | 550.00 |
| Qualified Dividends | 3,140.00 | 3,156.00 |
| Substitute Payment | 333.63 | 394.18 |
| IDA Interest | 0.00 | 1.83 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

**Account Positions**

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP COM | AMLP | 1,000 | $ 17.09 | $ 17,090.00 | 07/07/11 | $ 15,721.07 | $ 15.72 | $ 1,368.93 | $ 999.00 | 5.8% |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 5,000 | 16.62 | 83,100.00 | 11/02/10 | 87,469.25 | 17.49 | (4,369.25) | 11,400.00 | 13.7% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 27.00 | 27,000.00 | 01/17/12 | 26,810.02 | 26.81 | 189.98 | 1,969.00 | 7.3% |
| ANWORTH MORTGAGE ASSET COM | ANH | 4,000 | 6.50 | 26,000.00 | 07/06/11 | 27,679.26 | 6.92 | (1,679.26) | 3,360.00 | 12.9% |
| AT&T INC COM | T | 6,000 | 30.59 | 183,540.00 | 08/06/10 | 171,751.72 | 28.63 | 11,788.28 | 10,560.00 | 5.8% |
| BAC CAP TRUST XII PFD CALLABLE | BAC PRC | 1,500 | 24.20 | 36,300.00 | 08/16/11 | 34,399.98 | 22.93 | 1,900.02 | 2,578.50 | 7.1% |

**Statement for Account** [redacted]

02/01/12 - 02/29/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 2,500 | 14.90 | 37,250.00 | 01/17/12 | 36,359.97 | 14.54 | 890.03 | 3,150.00 | 8.5% |
| CAPSTEAD MORTGAGE CORP COM | CMO | 1,500 | 13.30 | 19,950.00 | 08/16/11 | 19,639.98 | 13.09 | 310.02 | 2,580.00 | 12.9% |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 3,000 | 13.82 | 41,460.00 | 07/07/11 | 42,467.62 | 14.16 | (1,007.62) | 4,632.00 | 11.2% |
| LEGACY RESERVES LP | LGCY | 1,000 | 28.86 | 28,860.00 | 01/17/12 | 28,689.99 | 28.69 | 170.01 | 2,200.00 | 7.6% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 9.23 | 23,075.00 | 08/24/11 | 22,524.97 | 9.01 | 550.03 | 2,100.00 | 9.1% |
| SPDR HIGH YIELD | JNK | 1,000 | 40.09 | 40,090.00 | 01/17/12 | 38,659.99 | 38.66 | 1,430.01 | 2,925.00 | 7.3% |
| T BANCSHARES, INC COM | TBNC | 6,513 | 1.90 | 12,374.70 | 02/18/11 | 11,757.69 | 1.81 | 617.01 | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 38.11 | 38,110.00 | 07/21/10 | 27,596.89 | 27.60 | 10,513.11 | 2,000.00 | 5.2% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 10.16 | 20,320.00 | 08/24/11 | 19,039.98 | 9.52 | 1,280.02 | 1,980.00 | 9.7% |
| **Total Stocks** | | | | **$634,519.70** | | **$610,568.38** | | **$23,951.32** | **$52,433.50** | **8.3%** |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Income - Margin** | | | | | | | | | | |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REV 5.875% 06/01/2047 | 118217AU2 | 30 | $ 74.19 | $ 22,257.00 | 11/07/07 | $ 28,976.50 | $ - | $ (6,719.50) | $ 1,762.50 | 7.9% |
| **Total Fixed Income** | | | | **$22,257.00** | | **$28,976.50** | | **$(6,719.50)** | **$1,762.50** | **7.9%** |
| **Other - Margin** | | | | | | | | | | |
| T BANCSHARES, INC RIGHTS EXP 02/24/12 EXP 02/24/2012 | 872229133 | 6,513 | $ NP | $ NP | | $ - | $ - | $ - | $ - | - |
| **Total Other** | | | | **$0.00** | | **$0.00** | | **$0.00** | **$0.00** | **0.0%** |
| **Total Margin Account** | | | | **$656,776.70** | | **$639,544.88** | | **$17,231.82** | **$54,196.00** | **8.3%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($61,757.78)** |
| 02/01/12 | 02/01/12 | Margin | Div/Int - Income | AT&T INC COM Payable: 02/01/2012 QUALIFIED DIVIDENDS 2640.00 | T | - | $ 0.00 | $ 2,640.00 | (59,117.78) |
| 02/01/12 | 02/01/12 | Margin | Div/Int - Income | VERIZON COMMUNICATIONS COM Payable: 02/01/2012 QUALIFIED DIVIDENDS 500.00 | VZ | - | 0.00 | 500.00 | (58,617.78) |
| 02/02/12 | 02/02/12 | Margin | Div/Int - Income | BAC CAP TRUST XII PFD CALLABLE Payable: 02/02/2012 Taxable Int Credited 644.53 | BAC PRC | - | 0.00 | 644.53 | (57,973.25) |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 02/09/12 | 02/09/12 | Margin | Div/Int - Income | SPDR HIGH YIELD Payable: 02/09/2012 Ordinary Dividends 215.58 | JNK | - | 0.00 | 215.58 | (57,757.67) |
| 02/14/12 | 02/14/12 | Margin | Div/Int - Income | LEGACY RESERVES LP Payable: 02/14/2012 MLP Return of Capital 550.00 | LGCY | - | 0.00 | 550.00 | (57,207.67) |
| 02/14/12 | 02/14/12 | Margin | Div/Int - Income | ALPS ETF TR ALERIAN MLP COM Payable: 02/14/2012 Ordinary Dividends 242.97 | AMLP | - | 0.00 | 242.97 | (56,964.70) |
| 02/16/12 | 02/22/12 | Margin | Sell - Securities Sold | FRONTIER COMMUNICATIONS CORP COM | FTR | 5,000- | 4.421 | 22,094.61 | (34,870.09) |
| 02/24/12 | 02/24/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM Payable: 02/24/2012 Substitute Payment 165.00 | HIX | - | 0.00 | 165.00 | (34,705.09) |
| 02/29/12 | 02/29/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM Payable: 02/29/2012 Ordinary Dividends 6.37 | PHF | - | 0.00 | 6.37 | (34,698.72) |
| 02/29/12 | 02/29/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM Payable: 02/29/2012 Substitute Payment 168.63 | PHF | - | 0.00 | 168.63 | (34,530.09) |

**Statement for Accoun[redacted]**
02/01/12 - 02/29/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 02/29/12 | 02/29/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 02/29/2012<br>Ordinary Dividends 262.50 | CMO PRB | - | 0.00 | 262.50 | (34,267.59) |
| 02/29/12 | 02/29/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE<br>Payable: 02/29/2012 | - | - | 0.00 | (152.23) | (34,419.82) |
| **Closing Balance** | | | | | | | | | **($34,419.82)** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 02/01/12 | $ (58,617.78) | $ - | 1 | 3.50 | $ 5.70 | $ |
| 02/02/12 | (57,973.25) | - | 7 | 3.50 | 39.45 | |
| 02/09/12 | (57,757.67) | - | 5 | 3.50 | 28.08 | |
| 02/14/12 | (56,964.70) | - | 8 | 3.50 | 44.31 | |
| 02/22/12 | (34,870.09) | - | 2 | 4.50 | 8.72 | |
| 02/24/12 | (34,705.09) | - | 5 | 4.50 | 21.69 | |
| 02/29/12 | (34,267.59) | - | 1 | 4.50 | 4.28 | |
| **Total Interest Income/(Expense)** | | | | | **$152.23** | **$ 0.00** |

## Trades Pending Settlement

| Investment Description | | Account Type | Symbol/ CUSIP | Quantity | Price | Trade Date | Settle Date | Amount |
|---|---|---|---|---|---|---|---|---|
| BUY | ANWORTH MORTGAGE ASSET COM | Margin | ANH | 1,000 | $ 6.54 | 02/27/12 | 03/01/12 | $ (6,549.99) |

TD Ameritrade

Statement Reporting Period:
03/01/12 - 03/31/12

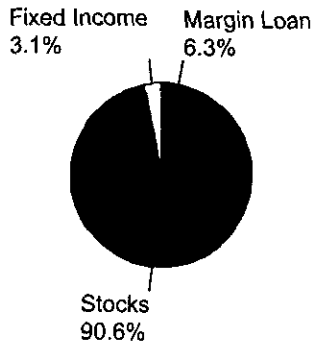
800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

**Statement for Account #** [redacted]
KENNY EWELL MARCHANT SR
[redacted]
CARROLLTON, TX 750063016

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($45,659.91) | ($34,419.82) | ($11,240.09) | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 652,222.35 | 634,519.70 | 17,702.65 | 2.8% | 53,897.50 | 8.3% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 22,423.50 | 22,257.00 | 166.50 | 0.7% | 1,762.50 | 7.9% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$628,985.94** | **$622,356.88** | **$6,629.06** | **1.1%** | **$55,660.00** | **8.8%** |
| **Margin Equity** | **93.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | ($34,419.82) | $350.00 |
| Securities Purchased | (13,159.98) | (230,227.62) |
| Securities Sold | - | 61,106.97 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 2,082.46 | 11,743.42 |
| Expense | (162.57) | (351.40) |
| Other | - | 111,718.72 |
| **Closing Balance** | ($45,659.91) | ($45,659.91) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $1,801.20 | $ - | $9,873.45 |
| Interest | - | - | 644.53 |
| Other | 281.26 | - | 1,225.44 |
| **Expense** | | | |
| Interest | (162.57) | - | (351.40) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $1,919.89 | $0.00 | $11,392.02 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 03/31/12** | **$652,704.86** |
| Unrealized Gains | 41,220.12 |
| Unrealized Losses | (19,279.13) |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 11,392.02 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

**Statement for Account** [redacted]
03/01/12 - 03/31/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 644.53 |
| Ordinary Dividends | 1,801.20 | 2,847.53 |
| Margin Interest Charged | (162.57) | (351.40) |
| Limited Ptrs Return of Capital | 0.00 | 550.00 |
| Qualified Dividends | 0.00 | 3,156.00 |
| Substitute Payment | 281.26 | 675.44 |
| IDA Interest | 0.00 | 1.83 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP COM | AMLP | 1,000 | $ 16.64 | $ 16,640.00 | 07/07/11 | $ 15,721.07 | $ 15.72 | $ 918.93 | $ 999.00 | 6.0% |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 5,000 | 15.82 | 79,100.00 | 11/02/10 | 87,469.25 | 17.49 | (8,369.25) | 11,000.00 | 13.9% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 25.72 | 25,720.00 | 01/17/12 | 26,810.02 | 26.81 | (1,090.02) | 1,969.00 | 7.7% |
| ANWORTH MORTGAGE ASSET COM | ANH | 6,000 | 6.58 | 39,480.00 | 07/06/11 | 40,839.24 | 6.81 | (1,359.24) | 5,040.00 | 12.8% |
| AT&T INC COM | T | 6,000 | 31.23 | 187,380.00 | 08/06/10 | 171,751.72 | 28.63 | 15,628.28 | 10,560.00 | 5.6% |
| BAC CAP TRUST XII PFD CALLABLE | BAC PRC | 1,500 | 24.6899 | 37,034.85 | 08/16/11 | 34,399.98 | 22.93 | 2,634.87 | 2,578.50 | 7.0% |

**Statement for Account** [redacted]
03/01/12 - 03/31/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 2,500 | 14.5801 | 36,450.25 | 01/17/12 | 36,359.97 | 14.54 | 90.28 | 3,150.00 | 8.6% |
| CAPSTEAD MORTGAGE CORP COM | CMO | 1,500 | 13.11 | 19,665.00 | 08/16/11 | 19,639.98 | 13.09 | 25.02 | 2,580.00 | 13.1% |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 3,000 | 13.52 | 40,560.00 | 07/07/11 | 42,467.62 | 14.16 | (1,907.62) | 4,836.00 | 11.9% |
| LEGACY RESERVES LP | LGCY | 1,000 | 28.92 | 28,920.00 | 01/17/12 | 28,689.99 | 28.69 | 230.01 | 2,200.00 | 7.6% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 9.01 | 22,525.00 | 08/24/11 | 22,524.97 | 9.01 | 0.03 | 2,100.00 | 9.3% |
| SPDR HIGH YIELD | JNK | 1,000 | 39.37 | 39,370.00 | 01/17/12 | 38,659.99 | 38.66 | 710.01 | 2,905.00 | 7.4% |
| T BANCSHARES, INC COM | TBNC | 6,513 | 3.25 | 21,167.25 | 02/18/11 | 11,757.69 | 1.81 | 9,409.56 | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 38.23 | 38,230.00 | 07/21/10 | 27,596.89 | 27.60 | 10,633.11 | 2,000.00 | 5.2% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 9.99 | 19,980.00 | 08/24/11 | 19,039.98 | 9.52 | 940.02 | 1,980.00 | 9.9% |
| **Total Stocks** | | | | **$652,222.35** | | **$623,728.36** | | **$28,493.99** | **$53,897.50** | **8.3%** |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Income - Margin** | | | | | | | | | | |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REV 5.875% 06/01/2047 | 118217AU2 | 30 | $ 74.745 | $ 22,423.50 | 11/07/07 | $ 28,976.50 | $ - | $ (6,553.00) | $ 1,762.50 | 7.9% |
| **Total Fixed Income** | | | | **$22,423.50** | | **$28,976.50** | | **$(6,553.00)** | **$1,762.50** | **7.9%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Total Margin Account** | | | | **$674,645.85** | | **$652,704.86** | | **$21,940.99** | **$55,660.00** | **8.3%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($34,419.82)** |
| 02/27/12 | 03/01/12 | Margin | Buy - Securities Purchased | ANWORTH MORTGAGE ASSET COM | ANH | 1,000 | $ 6.54 | $ (6,549.99) | (40,969.81) |
| 03/09/12 | 03/09/12 | Margin | Div/Int - Income | SPDR HIGH YIELD Payable: 03/09/2012 Ordinary Dividends 235.76 | JNK | - | 0.00 | 235.76 | (40,734.05) |
| 03/09/12 | 03/09/12 | Margin | Delivered - Other | T BANCSHARES, INC RIGHTS EXP 02/24/12 WORTHLESS EXP 02/24/2012 REORG - REMOVE POSITION, RIGHTS EXPIRED WORTHLESS Auto Reorg#146320\|REMOVE WORTHLESS | 872229133 | 6,513- | 0.00 | - | (40,734.05) |
| 03/21/12 | 03/26/12 | Margin | Buy - Securities Purchased | ANWORTH MORTGAGE ASSET COM | ANH | 1,000 | 6.60 | (6,609.99) | (47,344.04) |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 03/30/12 | 03/30/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM Payable: 03/30/2012 Ordinary Dividends 58.74 | HIX | - | 0.00 | 58.74 | (47,285.30) |
| 03/30/12 | 03/30/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM Payable: 03/30/2012 Substitute Payment 106.26 | HIX | - | 0.00 | 106.26 | (47,179.04) |
| 03/30/12 | 03/30/12 | Margin | Div/Int - Income | ISHARES FTSE NAREIT MORTGAGE PLUS CAP Payable: 03/30/2012 Ordinary Dividends 1244.20 | REM | - | 0.00 | 1,244.20 | (45,934.84) |
| 03/30/12 | 03/30/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL Payable: 03/30/2012 Ordinary Dividends 262.50 | CMO PRB | - | 0.00 | 262.50 | (45,672.34) |
| 03/30/12 | 03/30/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM Payable: 03/30/2012 Substitute Payment 175.00 | PHF | - | 0.00 | 175.00 | (45,497.34) |
| 03/30/12 | 03/30/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE Payable: 03/30/2012 | - | - | 0.00 | (162.57) | (45,659.91) |
| **Closing Balance** | | | | | | | | | **($45,659.91)** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 03/01/12 | $ (40,969.81) | $ - | 8 | 4.50 | $ 40.97 | $ |
| 03/09/12 | (40,734.05) | - | 17 | 4.50 | 86.56 | |
| 03/26/12 | (47,344.04) | - | 4 | 4.50 | 23.67 | |
| 03/30/12 | (45,497.34) | - | 2 | 4.50 | 11.37 | |
| **Total Interest Income/(Expense)** | | | | | **$162.57** | **$ 0.00** |

TD Ameritrade

Statement Reporting Period:
04/01/12 - 04/30/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

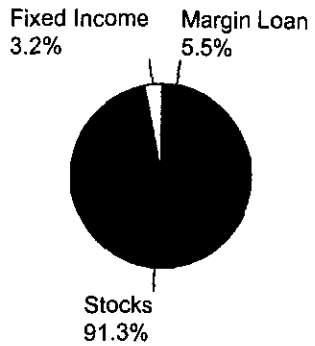
**Statement for Accoun[redacted]**
KENNY EWELL MARCHANT SR
[redacted]N
CARROLLTON, TX 750063016

**Announcements:**
LEARN HOW TO MAKE MORE EDUCATED INVESTING DECISIONS, NO MATTER YOUR LEVEL OF EXPERIENCE: ATTEND FREE, IN-DEPTH ONLINE WORKSHOPS. SIGN UP NOW AT TDAMERITRADE.COM/WORKSHOP.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($39,833.84) | ($45,659.91) | $5,826.07 | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 662,984.18 | 652,222.35 | 10,761.83 | 1.7% | 53,906.50 | 8.1% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 23,331.00 | 22,423.50 | 907.50 | 4.0% | 1,762.50 | 7.6% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$646,481.34** | **$628,985.94** | **$17,495.40** | **2.8%** | **$55,669.00** | **8.6%** |
| **Margin Equity** | **94.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | ($45,659.91) | $350.00 |
| Securities Purchased | - | (230,227.62) |
| Securities Sold | - | 61,106.97 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 5,991.53 | 17,734.95 |
| Expense | (165.46) | (516.86) |
| Other | - | 111,718.72 |
| **Closing Balance** | ($39,833.84) | ($39,833.84) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $5,539.82 | $ - | $15,413.27 |
| Interest | - | - | 644.53 |
| Other | 451.71 | - | 1,677.15 |
| **Expense** | | | |
| Interest | (165.46) | - | (516.86) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $5,826.07 | $0.00 | $17,218.09 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 04/30/12** | **$652,704.86** |
| Unrealized Gains | 46,611.94 |
| Unrealized Losses | (13,001.62) |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 17,218.09 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

**Statement for Account #** [redacted]

04/01/12 - 04/30/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 644.53 |
| Ordinary Dividends | 5,539.82 | 8,387.35 |
| Margin Interest Charged | (165.46) | (516.86) |
| Limited Ptrs Return of Capital | 0.00 | 550.00 |
| Qualified Dividends | 0.00 | 3,156.00 |
| Substitute Payment | 451.71 | 1,127.15 |
| IDA Interest | 0.00 | 1.83 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP COM | AMLP | 1,000 | $ 16.81 | $ 16,810.00 | 07/07/11 | $ 15,721.07 | $ 15.72 | $ 1,088.93 | $ 999.00 | 5.9% |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 5,000 | 16.32 | 81,600.00 | 11/02/10 | 87,469.25 | 17.49 | (5,869.25) | 11,000.00 | 13.5% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 26.34 | 26,340.00 | 01/17/12 | 26,810.02 | 26.81 | (470.02) | 1,969.00 | 7.5% |
| ANWORTH MORTGAGE ASSET COM | ANH | 6,000 | 6.74 | 40,440.00 | 07/06/11 | 40,839.24 | 6.81 | (399.24) | 5,040.00 | 12.5% |
| AT&T INC COM | T | 6,000 | 32.91 | 197,460.00 | 08/06/10 | 171,751.72 | 28.63 | 25,708.28 | 10,560.00 | 5.3% |
| BAC CAP TRUST XII PFD CALLABLE | BAC PRC | 1,500 | 24.68 | 37,020.00 | 08/16/11 | 34,399.98 | 22.93 | 2,620.02 | 2,578.50 | 7.0% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 2,500 | 14.81 | 37,025.00 | 01/17/12 | 36,359.97 | 14.54 | 665.03 | 3,150.00 | 8.5% |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| CAPSTEAD MORTGAGE CORP COM | CMO | 1,500 | 13.73 | 20,595.00 | 08/16/11 | 19,639.98 | 13.09 | 955.02 | 2,580.00 | 12.5% |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 3,000 | 14.00 | 42,000.00 | 07/07/11 | 42,467.62 | 14.16 | (467.62) | 4,836.00 | 11.5% |
| LEGACY RESERVES LP | LGCY | 1,000 | 28.54 | 28,540.00 | 01/17/12 | 28,689.99 | 28.69 | (149.99) | 2,220.00 | 7.8% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 9.10 | 22,750.00 | 08/24/11 | 22,524.97 | 9.01 | 225.03 | 2,100.00 | 9.2% |
| SPDR HIGH YIELD | JNK | 1,000 | 39.73 | 39,730.00 | 01/17/12 | 38,659.99 | 38.66 | 1,070.01 | 2,894.00 | 7.3% |
| T BANCSHARES, INC COM | TBNC | 6,513 | 1.86 | 12,114.18 | 02/18/11 | 11,757.69 | 1.81 | 356.49 | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 40.38 | 40,380.00 | 07/21/10 | 27,596.89 | 27.60 | 12,783.11 | 2,000.00 | 5.0% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 10.09 | 20,180.00 | 08/24/11 | 19,039.98 | 9.52 | 1,140.02 | 1,980.00 | 9.8% |
| **Total Stocks** | | | | **$662,984.18** | | **$623,728.36** | | **$39,255.82** | **$53,906.50** | **8.1%** |
| **Fixed Income - Margin** | | | | | | | | | | |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REV 5.875% 06/01/2047 | 118217AU2 | 30 | $ 77.77 | $ 23,331.00 | 11/07/07 | $ 28,976.50 | $ - | $ (5,645.50) | $ 1,762.50 | 7.6% |
| **Total Fixed Income** | | | | **$23,331.00** | | **$28,976.50** | | **$(5,645.50)** | **$1,762.50** | **7.6%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Total Margin Account** | | | | **$686,315.18** | | **$652,704.86** | | **$33,610.32** | **$55,669.00** | **8.1%** |

**Statement for Account** [redacted]

04/01/12 - 04/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($45,659.91)** |
| 04/02/12 | 04/02/12 | Margin | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC<br>PFD 7.875% SERIES A PERP/CALL<br>Payable: 04/02/2012<br>Ordinary Dividends 492.19 | NLY PRA | - | $ 0.00 | $ 492.19 | (45,167.72) |
| 04/11/12 | 04/11/12 | Margin | Div/Int - Income | SPDR<br>HIGH YIELD<br>Payable: 04/11/2012<br>Ordinary Dividends 241.84 | JNK | - | 0.00 | 241.84 | (44,925.88) |
| 04/20/12 | 04/20/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP<br>COM<br>Payable: 04/20/2012<br>Ordinary Dividends 645.00 | CMO | - | 0.00 | 645.00 | (44,280.88) |
| 04/26/12 | 04/26/12 | Margin | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC<br>COM<br>Payable: 04/26/2012<br>Ordinary Dividends 2750.00 | NLY | - | 0.00 | 2,750.00 | (41,530.88) |
| 04/27/12 | 04/27/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM<br>Payable: 04/27/2012<br>Ordinary Dividends 165.00 | HIX | - | 0.00 | 165.00 | (41,365.88) |
| 04/27/12 | 04/27/12 | Margin | Div/Int - Income | ANWORTH MORTGAGE ASSET<br>COM<br>Payable: 04/27/2012<br>Ordinary Dividends 808.29 | ANH | - | 0.00 | 808.29 | (40,557.59) |
| 04/27/12 | 04/27/12 | Margin | Div/Int - Income | ANWORTH MORTGAGE ASSET<br>COM<br>Payable: 04/27/2012<br>Substitute Payment 451.71 | ANH | - | 0.00 | 451.71 | (40,105.88) |
| 04/30/12 | 04/30/12 | Margin | Div/Int - Income | PACHOLDER FUND INC<br>COM<br>Payable: 04/30/2012<br>Ordinary Dividends 175.00 | PHF | - | 0.00 | 175.00 | (39,930.88) |

**Statement for Account** [redacted]

04/01/12 - 04/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 04/30/12 | 04/30/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 04/30/2012<br>Ordinary Dividends 262.50 | CMO PRB | - | 0.00 | 262.50 | (39,668.38) |
| 04/30/12 | 04/30/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE<br>Payable: 04/30/2012 | - | - | 0.00 | (165.46) | (39,833.84) |
| **Closing Balance** | | | | | | | | | **($39,833.84)** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 04/01/12 | $ (45,659.91) | $ - | 1 | 4.50 | $ 5.71 | $ |
| 04/02/12 | (45,167.72) | - | 9 | 4.50 | 50.81 | |
| 04/11/12 | (44,925.88) | - | 9 | 4.50 | 50.54 | |
| 04/20/12 | (44,280.88) | - | 6 | 4.50 | 33.21 | |
| 04/26/12 | (41,530.88) | - | 1 | 4.50 | 5.19 | |
| 04/27/12 | (40,105.88) | - | 3 | 4.50 | 15.04 | |
| 04/30/12 | (39,668.38) | - | 1 | 4.50 | 4.96 | |
| **Total Interest Income/(Expense)** | | | | | **$165.46** | **$ 0.00** |

TD Ameritrade

Statement Reporting Period:
05/01/12 - 05/31/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

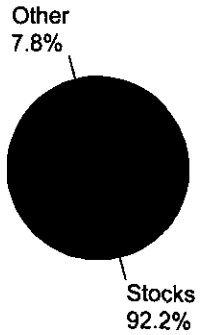
**Statement for Account** [redacted]
KENNY EWELL MARCHANT SR
2125 N JOSEY LN
STE 200
CARROLLTON, TX 750063016

**Announcements:**
SMARTMONEY GAVE TD AMERITRADE 5 STAR RATINGS FOR BANKING SERVICES, TRADING TOOLS, AND RESEARCH IN ITS ANNUAL SURVEY OF DISCOUNT BROKERS. LEARN MORE AT TDAMERITRADE.COM/ACCOLADES

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($34,537.38) | ($39,833.84) | $5,296.46 | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 671,595.49 | 662,984.18 | 8,611.31 | 1.3% | 53,896.50 | 8.0% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 22,737.00 | 23,331.00 | (594.00) | (2.5)% | 1,762.50 | 7.8% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$659,795.11** | **$646,481.34** | **$13,313.77** | **2.1%** | **$55,659.00** | **8.4%** |
| **Margin Equity** | **95.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | ($39,833.84) | $350.00 |
| Securities Purchased | - | (230,227.62) |
| Securities Sold | - | 61,106.97 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 5,433.32 | 23,168.27 |
| Expense | (136.86) | (653.72) |
| Other | - | 111,718.72 |
| **Closing Balance** | ($34,537.38) | ($34,537.38) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $4,233.79 | $ - | $19,647.06 |
| Interest | 644.53 | - | 1,289.06 |
| Other | - | 555.00 | 2,232.15 |
| **Expense** | | | |
| Interest | (136.86) | - | (653.72) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $4,741.46 | $555.00 | $22,514.55 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 05/31/12** | **$652,704.86** |
| Unrealized Gains | 58,553.24 |
| Unrealized Losses | (16,925.61) |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 22,514.55 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

**Statement for Account** [redacted]

05/01/12 - 05/31/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 644.53 | $ 1,289.06 |
| Ordinary Dividends | 1,093.79 | 9,481.14 |
| Margin Interest Charged | (136.86) | (653.72) |
| Limited Ptrs Return of Capital | 555.00 | 1,105.00 |
| Qualified Dividends | 3,140.00 | 6,296.00 |
| Substitute Payment | 0.00 | 1,127.15 |
| IDA Interest | 0.00 | 1.83 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ALPS ETF TR ALERIAN MLP COM | AMLP | 1,000 | $ 15.73 | $ 15,730.00 | 07/07/11 | $ 15,721.07 | $ 15.72 | $ 8.93 | $ 998.00 | 6.3% |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 5,000 | 16.62 | 83,100.00 | 11/02/10 | 87,469.25 | 17.49 | (4,369.25) | 11,000.00 | 13.2% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 25.90 | 25,900.00 | 01/17/12 | 26,810.02 | 26.81 | (910.02) | 1,969.00 | 7.6% |
| ANWORTH MORTGAGE ASSET COM | ANH | 6,000 | 6.73 | 40,380.00 | 07/06/11 | 40,839.24 | 6.81 | (459.24) | 5,040.00 | 12.5% |
| AT&T INC COM | T | 6,000 | 34.17 | 205,020.00 | 08/06/10 | 171,751.72 | 28.63 | 33,268.28 | 10,560.00 | 5.2% |
| BAC CAP TRUST XII PFD CALLABLE | BAC PRC | 1,500 | 24.63 | 36,945.00 | 08/16/11 | 34,399.98 | 22.93 | 2,545.02 | 2,578.50 | 7.0% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 2,500 | 14.84 | 37,100.00 | 01/17/12 | 36,359.97 | 14.54 | 740.03 | 3,150.00 | 8.5% |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| CAPSTEAD MORTGAGE CORP COM | CMO | 1,500 | 13.77 | 20,655.00 | 08/16/11 | 19,639.98 | 13.09 | 1,015.02 | 2,580.00 | 12.5% |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 3,000 | 14.02 | 42,060.00 | 07/07/11 | 42,467.62 | 14.16 | (407.62) | 4,836.00 | 11.5% |
| LEGACY RESERVES LP | LGCY | 1,000 | 24.70 | 24,700.00 | 01/17/12 | 28,689.99 | 28.69 | (3,989.99) | 2,220.00 | 9.0% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 9.11 | 22,775.00 | 08/24/11 | 22,524.97 | 9.01 | 250.03 | 2,100.00 | 9.2% |
| SPDR HIGH YIELD | JNK | 1,000 | 38.11 | 38,110.00 | 01/17/12 | 38,659.99 | 38.66 | (549.99) | 2,885.00 | 7.6% |
| T BANCSHARES, INC COM | TBNC | 6,513 | 2.73 | 17,780.49 | 02/18/11 | 11,757.69 | 1.81 | 6,022.80 | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 41.64 | 41,640.00 | 07/21/10 | 27,596.89 | 27.60 | 14,043.11 | 2,000.00 | 4.8% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 9.85 | 19,700.00 | 08/24/11 | 19,039.98 | 9.52 | 660.02 | 1,980.00 | 10.1% |
| **Total Stocks** | | | | **$671,595.49** | | **$623,728.36** | | **$47,867.13** | **$53,896.50** | **8.0%** |
| **Fixed Income - Margin** | | | | | | | | | | |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REV 5.875% 06/01/2047 | 118217AU2 | 30 | $ 75.79 | $ 22,737.00 | 11/07/07 | $ 28,976.50 | $ - | $ (6,239.50) | $ 1,762.50 | 7.8% |
| **Total Fixed Income** | | | | **$22,737.00** | | **$28,976.50** | | **$(6,239.50)** | **$1,762.50** | **7.8%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Total Margin Account** | | | | **$694,332.49** | | **$652,704.86** | | **$41,627.63** | **$55,659.00** | **8.0%** |

**Statement for Account** [redacted]

05/01/12 - 05/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($39,833.84)** |
| 05/01/12 | 05/01/12 | Margin | Div/Int - Income | AT&T INC COM Payable: 05/01/2012 QUALIFIED DIVIDENDS 2640.00 | T | - | $ 0.00 | $ 2,640.00 | (37,193.84) |
| 05/01/12 | 05/01/12 | Margin | Div/Int - Income | VERIZON COMMUNICATIONS COM Payable: 05/01/2012 QUALIFIED DIVIDENDS 500.00 | VZ | - | 0.00 | 500.00 | (36,693.84) |
| 05/02/12 | 05/02/12 | Margin | Div/Int - Income | BAC CAP TRUST XII PFD CALLABLE Payable: 05/02/2012 Taxable Int Credited 644.53 | BAC PRC | - | 0.00 | 644.53 | (36,049.31) |
| 05/09/12 | 05/09/12 | Margin | Div/Int - Income | SPDR HIGH YIELD Payable: 05/09/2012 Ordinary Dividends 246.29 | JNK | - | 0.00 | 246.29 | (35,803.02) |
| 05/11/12 | 05/11/12 | Margin | Div/Int - Income | LEGACY RESERVES LP Payable: 05/11/2012 MLP Return of Capital 555.00 | LGCY | - | 0.00 | 555.00 | (35,248.02) |
| 05/14/12 | 05/14/12 | Margin | Div/Int - Income | ALPS ETF TR ALERIAN MLP COM Payable: 05/14/2012 Ordinary Dividends 245.00 | AMLP | - | 0.00 | 245.00 | (35,003.02) |
| 05/25/12 | 05/25/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM Payable: 05/25/2012 Ordinary Dividends 165.00 | HIX | - | 0.00 | 165.00 | (34,838.02) |
| 05/31/12 | 05/31/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM Payable: 05/31/2012 Ordinary Dividends 175.00 | PHF | - | 0.00 | 175.00 | (34,663.02) |

**Statement for Account** [redacted]

05/01/12 - 05/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 05/31/12 | 05/31/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 05/31/2012<br>Ordinary Dividends 262.50 | CMO PRB | - | 0.00 | 262.50 | (34,400.52) |
| 05/31/12 | 05/31/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE<br>Payable: 05/31/2012 | - | - | 0.00 | (136.86) | (34,537.38) |
| **Closing Balance** | | | | | | | | | **($34,537.38)** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 05/01/12 | $ (36,693.84) | $ - | 1 | 4.50 | $ 4.59 | $ |
| 05/02/12 | (36,049.31) | - | 7 | 4.50 | 31.54 | |
| 05/09/12 | (35,803.02) | - | 2 | 4.50 | 8.95 | |
| 05/11/12 | (35,248.02) | - | 3 | 4.50 | 13.22 | |
| 05/14/12 | (35,003.02) | - | 11 | 4.50 | 48.13 | |
| 05/25/12 | (34,838.02) | - | 6 | 4.50 | 26.13 | |
| 05/31/12 | (34,400.52) | - | 1 | 4.50 | 4.30 | |
| **Total Interest Income/(Expense)** | | | | | **$136.86** | **$ 0.00** |

## Important Information

The most recent statement of financial condition for TD Ameritrade Clearing, Inc. may be obtained at no cost, via the Internet at http://www.tdameritrade.com/financialstatement.html on or before June 14, 2012, or by contacting TD Ameritrade Clearing, Inc. at 1-800-237-8692. This number is for inquiries regarding the financial statement only. Other questions should be directed to TD Ameritrade, Inc. at 1-800-669-3900. As of March 31, 2012, TD Ameritrade Clearing, Inc. had net capital and a net capital requirement of $1,199,299,453 and $205,540,660, respectively. A copy of the report and comments is currently available for customers' inspection at the principal office of the commission in Washington DC and the Denver, CO office of the Commission.

TD Ameritrade

Statement Reporting Period:
06/01/12 - 06/30/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

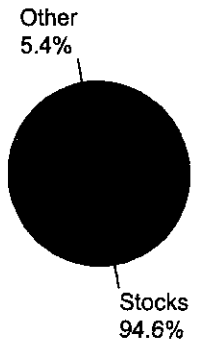
**Statement for Account** [redacted]
KENNY EWELL MARCHANT SR
2125 N JOSEY LN
STE 200
CARROLLTON, TX 750063016

**Announcements:**
ON OR ABOUT SEPTEMBER 1, THE FEE FOR A VOLUNTARY OR MANDATORY REORGANIZATION WILL BE 38 DOLLARS. FOR MORE INFORMATION, GO TO TDAMERITRADE.COM/RATESFEES.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($16,011.05) | ($34,537.38) | $18,526.33 | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 673,527.45 | 671,595.49 | 1,931.96 | 0.3% | 52,943.50 | 7.9% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 22,963.20 | 22,737.00 | 226.20 | 1.0% | 1,762.50 | 7.7% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| ***Total*** | **$680,479.60** | **$659,795.11** | **$20,684.49** | **3.1%** | **$54,706.00** | **8.0%** |
| **Margin Equity** | **96.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| ***Opening Balance*** | ($34,537.38) | $350.00 |
| Securities Purchased | - | (230,227.62) |
| Securities Sold | 15,589.66 | 76,696.63 |
| Funds Deposited | - | - |
| Funds Disbursed | - | - |
| Income | 3,042.83 | 26,211.10 |
| Expense | (106.16) | (759.88) |
| Other | - | 111,718.72 |
| **Closing Balance** | ($16,011.05) | ($16,011.05) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| ***Income*** | | | |
| Dividends | $2,161.58 | $ - | $21,808.64 |
| Interest | - | 881.25 | 2,170.31 |
| Other | - | - | 2,232.15 |
| **Expense** | | | |
| Interest | (106.16) | - | (759.88) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $2,055.42 | $881.25 | $25,451.22 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 06/30/12** | **$636,983.79** |
| Unrealized Gains | 73,379.32 |
| Unrealized Losses | (13,872.46) |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 25,451.22 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

**Statement for Account** [redacted]

06/01/12 - 06/30/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 1,289.06 |
| Non Taxable Interest | 881.25 | 881.25 |
| Ordinary Dividends | 2,161.58 | 11,642.72 |
| Margin Interest Charged | (106.16) | (759.88) |
| Limited Ptrs Return of Capital | 0.00 | 1,105.00 |
| Qualified Dividends | 0.00 | 6,296.00 |
| Substitute Payment | 0.00 | 1,127.15 |
| IDA Interest | 0.00 | 1.83 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 5,000 | $ 16.78 | $ 83,900.00 | 11/02/10 | $ 87,469.25 | $ 17.49 | $ (3,569.25) | $ 11,000.00 | 13.1% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 26.2001 | 26,200.10 | 01/17/12 | 26,810.02 | 26.81 | (609.92) | 1,969.00 | 7.5% |
| ANWORTH MORTGAGE ASSET COM | ANH | 6,000 | 7.05 | 42,300.00 | 07/06/11 | 40,839.24 | 6.81 | 1,460.76 | 5,040.00 | 11.9% |
| AT&T INC COM | T | 6,000 | 35.66 | 213,960.00 | 08/06/10 | 171,751.72 | 28.63 | 42,208.28 | 10,560.00 | 4.9% |
| BAC CAP TRUST XII PFD CALLABLE | BAC PRC | 1,500 | 25.1699 | 37,754.85 | 08/16/11 | 34,399.98 | 22.93 | 3,354.87 | 2,578.50 | 6.8% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 2,500 | 14.96 | 37,400.00 | 01/17/12 | 36,359.97 | 14.54 | 1,040.03 | 3,150.00 | 8.4% |
| CAPSTEAD MORTGAGE CORP COM | CMO | 1,500 | 13.91 | 20,865.00 | 08/16/11 | 19,639.98 | 13.09 | 1,225.02 | 2,400.00 | 11.5% |

**Statement for Account** [redacted]
06/01/12 - 06/30/12

## Account Positions

| *Investment Description* | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 3,000 | 14.19 | 42,570.00 | 07/07/11 | 42,467.62 | 14.16 | 102.38 | 5,076.00 | 11.9% |
| LEGACY RESERVES LP | LGCY | 1,000 | 25.01 | 25,010.00 | 01/17/12 | 28,689.99 | 28.69 | (3,679.99) | 2,220.00 | 8.9% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 9.33 | 23,325.00 | 08/24/11 | 22,524.97 | 9.01 | 800.03 | 2,100.00 | 9.0% |
| SPDR HIGH YIELD | JNK | 1,000 | 39.46 | 39,460.00 | 01/17/12 | 38,659.99 | 38.66 | 800.01 | 2,870.00 | 7.3% |
| T BANCSHARES, INC COM | TBNC | 6,513 | 2.50 | 16,282.50 | 02/18/11 | 11,757.69 | 1.81 | 4,524.81 | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 44.44 | 44,440.00 | 07/21/10 | 27,596.89 | 27.60 | 16,843.11 | 2,000.00 | 4.5% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 10.03 | 20,060.00 | 08/24/11 | 19,039.98 | 9.52 | 1,020.02 | 1,980.00 | 9.9% |
| **Total Stocks** | | | | **$673,527.45** | | **$608,007.29** | | **$65,520.16** | **$52,943.50** | **7.9%** |
| **Fixed Income - Margin** | | | | | | | | | | |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REV 5.875% 06/01/2047 | 118217AU2 | 30 | $ 76.544 | $ 22,963.20 | 11/07/07 | $ 28,976.50 | $ - | $ (6,013.30) | $ 1,762.50 | 7.7% |
| **Total Fixed Income** | | | | **$22,963.20** | | **$28,976.50** | | **$(6,013.30)** | **$1,762.50** | **7.7%** |
| **Total Margin Account** | | | | **$696,490.65** | | **$636,983.79** | | **$59,506.86** | **$54,706.00** | **7.9%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

**Statement for Account** [redacted]

06/01/12 - 06/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($34,537.38)** |
| 06/01/12 | 06/01/12 | Margin | Div/Int - Income | BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REV *5.875% 06/01/2047* Payable:06/01/2012 Non Taxable Int 881.25 | 118217AU2 | - | $ 0.00 | $ 881.25 | (33,656.13) |
| 06/11/12 | 06/11/12 | Margin | Div/Int - Income | SPDR HIGH YIELD Payable: 06/11/2012 Ordinary Dividends 236.84 | JNK | - | 0.00 | 236.84 | (33,419.29) |
| 06/18/12 | 06/21/12 | Margin | Sell - Securities Sold | ALPS ETF TR ALERIAN MLP | AMLP | 1,000- | 15.60 | 15,589.66 | (17,829.63) |
| 06/25/12 | 06/25/12 | Margin | Div/Int - Income | ISHARES FTSE NAREIT MORTGAGE PLUS CAP Payable: 06/25/2012 Ordinary Dividends 1322.24 | REM | - | 0.00 | 1,322.24 | (16,507.39) |
| 06/29/12 | 06/29/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM Payable: 06/29/2012 Ordinary Dividends 175.00 | PHF | - | 0.00 | 175.00 | (16,332.39) |
| 06/29/12 | 06/29/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL Payable: 06/29/2012 Ordinary Dividends 262.50 | CMO PRB | - | 0.00 | 262.50 | (16,069.89) |
| 06/29/12 | 06/29/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM Payable: 06/29/2012 Ordinary Dividends 165.00 | HIX | - | 0.00 | 165.00 | (15,904.89) |
| 06/29/12 | 06/29/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE Payable: 06/29/2012 | - | - | 0.00 | (106.16) | (16,011.05) |
| **Closing Balance** | | | | | | | | | **($16,011.05)** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

**Statement for Account** [redacted]

06/01/12 - 06/30/12

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 06/01/12 | $ (33,656.13) | $ - | 10 | 4.50 | $ 42.07 | $ |
| 06/11/12 | (33,419.29) | - | 10 | 4.50 | 41.77 | |
| 06/21/12 | (17,829.63) | - | 4 | 4.75 | 9.41 | |
| 06/25/12 | (16,507.39) | - | 4 | 4.75 | 8.71 | |
| 06/29/12 | (15,904.89) | - | 2 | 4.75 | 4.20 | |
| **Total Interest Income/(Expense)** | | | | | **$106.16** | **$ 0.00** |

## Trades Pending Settlement

| Investment Description | | Account Type | Symbol/ CUSIP | Quantity | Price | Trade Date | Settle Date | Amount |
|---|---|---|---|---|---|---|---|---|
| BUY | LEGACY RESERVES LP | Margin | LGCY | 500 | $ 24.64 | 06/28/12 | 07/03/12 | $ (12,329.99) |

## Important Information

The most recent statement of financial condition for TD Ameritrade Clearing, Inc. may be obtained at no cost, via the Internet at http://www.tdameritrade.com/financialstatement.html on or before June 14, 2012, or by contacting TD Ameritrade Clearing, Inc. at 1-800-237-8692. This number is for inquiries regarding the financial statement only. Other questions should be directed to TD Ameritrade, Inc. at 1-800-669-3900. As of March 31, 2012, TD Ameritrade Clearing, Inc. had net capital and a net capital requirement of $1,199,299,453 and $205,540,660, respectively. A copy of the report and comments is currently available for customers' inspection at the principal office of the commission in Washington DC and the Denver, CO office of the Commission.

*Required Annual FINRA Information:* FINRA maintains a toll-free public disclosure hotline where investors may call to request disclosable background information on any licensed broker or broker-dealer. To call the hotline, dial 1-800-289-9999. FINRA also maintains an Internet web site where investors may obtain useful information concerning FINRA policies, procedures and services. The web site can be accessed at www.finra.org. Additionally, FINRA has a brochure which describes the investor education and protection program. You may request this brochure either through the FINRA web site or by calling the toll-free public disclosure hotline.

TD Ameritrade

Statement Reporting Period:
07/01/12 - 07/31/12

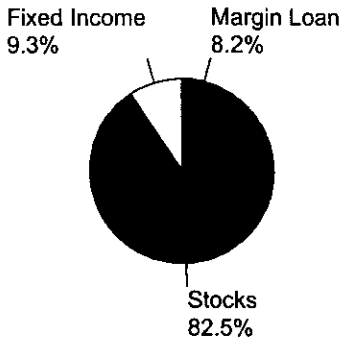
800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

**Statement for Account** [redacted]
KENNY EWELL MARCHANT SR
[redacted]N
CARROLLTON, TX 750063016

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($76,324.59) | ($16,011.05) | ($60,313.54) | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 767,702.63 | 673,527.45 | 94,175.18 | 14.0% | 58,544.50 | 7.6% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 86,441.10 | 22,963.20 | 63,477.90 | 276.4% | 7,512.50 | 8.7% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$777,819.14** | **$680,479.60** | **$97,339.54** | **14.3%** | **$66,057.00** | **8.5%** |
| **Margin Equity** | **91.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | ($16,011.05) | $350.00 |
| Securities Purchased | (73,369.96) | (303,597.58) |
| Securities Sold | - | 76,696.63 |
| Funds Deposited | 7,435.44 | 7,435.44 |
| Funds Disbursed | - | - |
| Income | 5,760.34 | 31,971.44 |
| Expense | (139.36) | (899.24) |
| Other | - | 111,718.72 |
| **Closing Balance** | ($76,324.59) | ($76,324.59) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $5,760.34 | $ - | $27,568.98 |
| Interest | - | - | 2,170.31 |
| Other | - | - | 2,232.15 |
| **Expense** | | | |
| Interest | (139.36) | - | (899.24) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $5,620.98 | $0.00 | $31,072.20 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 07/31/12** | **$780,556.35** |
| Unrealized Gains | 95,198.14 |
| Unrealized Losses | (21,610.76) |
| Funds Deposited/(Disbursed)$^{YTD}$ | 7,435.44 |
| Income/(Expense)$^{YTD}$ | 31,072.20 |
| Securities Received/(Delivered)$^{YTD}$ | 61,038.00 |

**Statement for Account** [redacted]
07/01/12 - 07/31/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 1,289.06 |
| Non Taxable Interest | 0.00 | 881.25 |
| Ordinary Dividends | 5,760.34 | 17,403.06 |
| Margin Interest Charged | (139.36) | (899.24) |
| Limited Ptrs Return of Capital | 0.00 | 1,105.00 |
| Qualified Dividends | 0.00 | 6,296.00 |
| Substitute Payment | 0.00 | 1,127.15 |
| IDA Interest | 0.00 | 1.83 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 5,000 | $ 17.43 | $ 87,150.00 | 11/02/10 | $ 87,469.25 | $ 17.49 | $ (319.25) | $ 11,000.00 | 12.6% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 26.81 | 26,810.00 | 01/17/12 | 26,810.02 | 26.81 | (0.02) | 1,969.00 | 7.3% |
| ANWORTH MORTGAGE ASSET COM | ANH | 7,000 | 6.64 | 46,480.00 | 07/06/11 | 47,509.23 | 6.79 | (1,029.23) | 5,040.00 | 10.8% |
| AT&T INC COM | T | 6,000 | 37.92 | 227,520.00 | 08/06/10 | 171,751.72 | 28.63 | 55,768.28 | 10,560.00 | 4.6% |
| BAC CAP TRUST XII PFD CALLABLE | BAC PRC | 1,500 | 25.05 | 37,575.00 | 08/16/11 | 34,399.98 | 22.93 | 3,175.02 | 2,578.50 | 6.9% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 2,500 | 15.70 | 39,250.00 | 01/17/12 | 36,359.97 | 14.54 | 2,890.03 | 3,150.00 | 8.0% |
| CAPSTEAD MORTGAGE CORP COM | CMO | 1,500 | 14.08 | 21,120.00 | 08/16/11 | 19,639.98 | 13.09 | 1,480.02 | 2,400.00 | 11.4% |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 3,000 | 14.74 | 44,220.00 | 07/07/11 | 42,467.62 | 14.16 | 1,752.38 | 5,076.00 | 11.5% |
| LEGACY RESERVES LP | LGCY | 3,500 | 26.43 | 92,505.00 | 01/17/12 | 95,389.96 | 27.25 | (2,884.96) | 7,840.00 | 8.5% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 9.29 | 23,225.00 | 08/24/11 | 22,524.97 | 9.01 | 700.03 | 2,100.00 | 9.0% |
| SPDR HIGH YIELD | JNK | 1,000 | 39.88 | 39,880.00 | 01/17/12 | 38,659.99 | 38.66 | 1,220.01 | 2,851.00 | 7.1% |
| T BANCSHARES, INC COM | TBNC | 6,513 | 2.51 | 16,347.63 | 02/18/11 | 11,757.69 | 1.81 | 4,589.94 | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 45.14 | 45,140.00 | 07/21/10 | 27,596.89 | 27.60 | 17,543.11 | 2,000.00 | 4.4% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 10.24 | 20,480.00 | 08/24/11 | 19,039.98 | 9.52 | 1,440.02 | 1,980.00 | 9.7% |
| **Total Stocks** | | | | **$767,702.63** | | **$681,377.25** | | **$86,325.38** | **$58,544.50** | **7.6%** |
| **Fixed Income - Margin** | | | | | | | | | | |
| AMR CORP SR UNSECURED IN DEFAULT 10% 04/15/2021 | 001765AK2 | 25 | $ 61.50 | $ 15,375.00 | 01/21/11 | $ 23,760.95 | $ - | $ (8,385.95) | $ 2,500.00 | 10.7% |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REV BDS 5.875% 06/01/2047 | 118217AU2 | 30 | 80.812 | 24,243.60 | 11/07/07 | 28,976.50 | - | (4,732.90) | 1,762.50 | 7.3% |
| MBIA INC SR UNSECURED 7% 12/15/2025 | 55262CAE0 | 25 | 70.01 | 17,502.50 | 01/21/11 | 21,760.95 | - | (4,258.45) | 1,750.00 | 7.9% |

**Statement for Account** [redacted]
07/01/12 - 07/31/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Income - Margin** | | | | | | | | | | |
| NORTH TEX TWY AUTH REV<br>*HWY REV TOLLS*<br>CALL/SINK<br>6% 01/01/2038 | 66285WFX9 | 25 | 117.28 | 29,320.00 | 01/27/11 | 24,680.70 | - | 4,639.30 | 1,500.00 | 5.1% |
| **Total Fixed Income** | | | | **$86,441.10** | | **$99,179.10** | | **$(12,738.00)** | **$7,512.50** | **8.7%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Total Margin Account** | | | | **$854,143.73** | | **$780,556.35** | | **$73,587.38** | **$66,057.00** | **7.7%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($16,011.05)** |
| 07/02/12 | 07/02/12 | Margin | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC<br>PFD 7.875% SERIES A PERP/CALL<br>Payable: 07/02/2012<br>Ordinary Dividends 492.19 | NLY PRA | - | $ 0.00 | $ 492.19 | (15,518.86) |
| 06/28/12 | 07/03/12 | Margin | Buy - Securities Purchased | LEGACY RESERVES LP | LGCY | 500 | 24.64 | (12,329.99) | (27,848.85) |
| 07/11/12 | 07/11/12 | Margin | Received - | AMR CORP<br>SR UNSECURED IN DEFAULT<br>10% 04/15/2021<br>TOA FROM NATIONAL FINANCIAL SERVICES CORP<br>SD 07/11/2012 0226 | 001765AK2 | 25 | 0.00 | - | (27,848.85) |
| 07/11/12 | 07/11/12 | Margin | Received - | MBIA INC<br>SR UNSECURED 7% 12/15/2025<br>TOA FROM NATIONAL FINANCIAL SERVICES CORP<br>SD 07/11/2012 0226 | 55262CAE0 | 25 | 0.00 | - | (27,848.85) |

**Statement for Account** [redacted]

07/01/12 - 07/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 07/11/12 | 07/11/12 | Margin | Received - | NORTH TEX TWY AUTH REV HWY REV TOLLS CALL/SINK 6% 01/01/2038 TOA FROM NATIONAL FINANCIAL SERVICES CORP SD 07/11/2012 0226 | 66285WFX9 | 25 | 0.00 | - | (27,848.85) |
| 07/11/12 | 07/11/12 | Margin | Journal - Funds Deposited | TOA CASH BALANCE IN | - | - | 0.00 | 7,435.44 | (20,413.41) |
| 07/11/12 | 07/11/12 | Margin | Div/Int - Income | SPDR HIGH YIELD Payable: 07/11/2012 Ordinary Dividends 235.65 | JNK | - | 0.00 | 235.65 | (20,177.76) |
| 07/12/12 | 07/17/12 | Margin | Buy - Securities Purchased | ANWORTH MORTGAGE ASSET COM | ANH | 1,000 | 6.66 | (6,669.99) | (26,847.75) |
| 07/17/12 | 07/20/12 | Margin | Buy - Securities Purchased | LEGACY RESERVES LP | LGCY | 1,000 | 27.35 | (27,359.99) | (54,207.74) |
| 07/20/12 | 07/20/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP COM Payable: 07/20/2012 Ordinary Dividends 600.00 | CMO | - | 0.00 | 600.00 | (53,607.74) |
| 07/19/12 | 07/24/12 | Margin | Buy - Securities Purchased | LEGACY RESERVES LP | LGCY | 1,000 | 27.00 | (27,009.99) | (80,617.73) |
| 07/26/12 | 07/26/12 | Margin | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC COM Payable: 07/26/2012 Ordinary Dividends 2750.00 | NLY | - | 0.00 | 2,750.00 | (77,867.73) |
| *07/27/12* | *07/27/12* | *Margin* | *Div/Int - Income* | *ANWORTH MORTGAGE ASSET COM Payable: 07/27/2012 Ordinary Dividends 1080.00* | *ANH* | - | *0.00* | *1,080.00* | *(76,787.73)* |
| 07/27/12 | 07/27/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM Payable: 07/27/2012 Ordinary Dividends 165.00 | HIX | - | 0.00 | 165.00 | (76,622.73) |
| 07/31/12 | 07/31/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL Payable: 07/31/2012 Ordinary Dividends 262.50 | CMO PRB | - | 0.00 | 262.50 | (76,360.23) |

**Statement for Account** [redacted]
07/01/12 - 07/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 07/31/12 | 07/31/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM<br>Payable: 07/31/2012<br>Ordinary Dividends 175.00 | PHF | - | 0.00 | 175.00 | (76,185.23) |
| 07/31/12 | 07/31/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE<br>Payable: 07/31/2012 | - | - | 0.00 | (139.36) | (76,324.59) |
| **Closing Balance** | | | | | | | | | **($76,324.59)** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 07/01/12 | $ (16,011.05) | $ - | 1 | 4.75 | $ 2.11 | $ |
| 07/02/12 | (15,518.86) | - | 1 | 4.75 | 2.05 | |
| 07/03/12 | (27,848.85) | - | 8 | 4.50 | 27.85 | |
| 07/11/12 | (20,177.76) | - | 6 | 4.75 | 15.97 | |
| 07/17/12 | (26,847.75) | - | 3 | 4.50 | 10.07 | |
| 07/20/12 | (53,607.74) | - | 4 | 3.50 | 20.85 | |
| 07/24/12 | (80,617.73) | - | 2 | 3.50 | 15.68 | |
| 07/26/12 | (77,867.73) | - | 1 | 3.50 | 7.57 | |
| 07/27/12 | (76,622.73) | - | 4 | 3.50 | 29.80 | |
| 07/31/12 | (76,185.23) | - | 1 | 3.50 | 7.41 | |
| **Total Interest Income/(Expense)** | | | | | **$139.36** | **$ 0.00** |

TD Ameritrade

Statement Reporting Period:
08/01/12 - 08/31/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

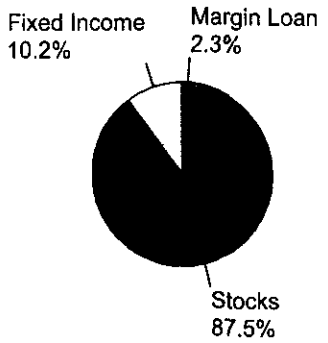
**Statement for Account** [redacted]
KENNY EWELL MARCHANT SR
[redacted]
CARROLLTON, TX 750063016

**Announcements:**
OUR ONLINE MESSAGE CENTER LETS YOU SEND SECURE EMAILS, RECEIVE ACCOUNT INFORMATION AND MAINTAIN A RECORD OF COMMUNICATIONS WITH US. JUST CLICK THE MESSAGE CENTER LINK ON THE HOME TAB WHEN YOU LOG IN.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($19,549.39) | ($76,324.59) | $56,775.20 | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 738,143.80 | 767,702.63 | (29,558.83) | (3.9)% | 54,185.50 | 7.3% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 85,920.15 | 86,441.10 | (520.95) | (0.6)% | 7,512.50 | 8.7% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$804,514.56** | **$777,819.14** | **$26,695.42** | **3.4%** | **$61,698.00** | **7.7%** |
| **Margin Equity** | **100.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | ($76,324.59) | $350.00 |
| Securities Purchased | (15,529.99) | (319,127.57) |
| Securities Sold | 65,851.64 | 142,548.27 |
| Funds Deposited | 0.10 | 7,435.54 |
| Funds Disbursed | - | - |
| Income | 6,576.66 | 38,548.10 |
| Expense | (123.21) | (1,022.45) |
| Other | - | 111,718.72 |
| **Closing Balance** | ($19,549.39) | ($19,549.39) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $3,972.13 | $ - | $31,541.11 |
| Interest | 644.53 | - | 2,814.84 |
| Other | - | 1,960.00 | 4,192.15 |
| **Expense** | | | |
| Interest | (123.21) | - | (1,022.45) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $4,493.45 | $1,960.00 | $37,525.65 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 08/31/12** | **$719,243.94** |
| Unrealized Gains | 82,941.21 |
| Unrealized Losses | (21,055.00) |
| Funds Deposited/(Disbursed)$^{YTD}$ | 7,435.54 |
| Income/(Expense)$^{YTD}$ | 37,525.65 |
| Securities Received/(Delivered)$^{YTD}$ | 61,038.00 |

**Statement for Account** [redacted]

08/01/12 - 08/31/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 644.53 | $ 1,933.59 |
| Non Taxable Interest | 0.00 | 881.25 |
| Ordinary Dividends | 832.13 | 18,235.19 |
| Margin Interest Charged | (123.21) | (1,022.45) |
| Limited Ptrs Return of Capital | 1,960.00 | 3,065.00 |
| Qualified Dividends | 3,140.00 | 9,436.00 |
| Substitute Payment | 0.00 | 1,127.15 |
| IDA Interest | 0.00 | 1.83 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 5,000 | $ 17.31 | $ 86,550.00 | 11/02/10 | $ 87,469.25 | $ 17.49 | $ (919.25) | $ 11,000.00 | 12.7% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 26.85 | 26,850.00 | 01/17/12 | 26,810.02 | 26.81 | 39.98 | 1,969.00 | 7.3% |
| ANWORTH MORTGAGE ASSET COM | ANH | 7,000 | 6.86 | 48,020.00 | 07/06/11 | 47,509.23 | 6.79 | 510.77 | 5,040.00 | 10.5% |
| AT&T INC COM | T | 6,000 | 36.64 | 219,840.00 | 08/06/10 | 171,751.72 | 28.63 | 48,088.28 | 10,560.00 | 4.8% |
| BAC CAP TRUST XII PFD CALLABLE | BAC PRC | 1,500 | 25.11 | 37,665.00 | 08/16/11 | 34,399.98 | 22.93 | 3,265.02 | 2,578.50 | 6.8% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 3,500 | 15.48 | 54,180.00 | 01/17/12 | 51,889.96 | 14.83 | 2,290.04 | 4,410.00 | 8.1% |
| CAPSTEAD MORTGAGE CORP COM | CMO | 1,500 | 14.34 | 21,510.00 | 08/16/11 | 19,639.98 | 13.09 | 1,870.02 | 2,400.00 | 11.2% |

**Statement for Account** [redacted]

08/01/12 - 08/31/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 3,000 | 15.01 | 45,030.00 | 07/07/11 | 42,467.62 | 14.16 | 2,562.38 | 5,076.00 | 11.3% |
| LEGACY RESERVES LP | LGCY | 1,000 | 27.89 | 27,890.00 | 07/19/12 | 30,305.25 | 30.31 | (2,415.25) | 2,240.00 | 8.0% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 9.47 | 23,675.00 | 08/24/11 | 22,524.97 | 9.01 | 1,150.03 | 2,100.00 | 8.9% |
| SPDR HIGH YIELD | JNK | 1,000 | 40.14 | 40,140.00 | 01/17/12 | 38,659.99 | 38.66 | 1,480.01 | 2,832.00 | 7.1% |
| T BANCSHARES, INC COM | TBNC | 16,513 | 2.60 | 42,933.80 | | - | - | - | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 42.94 | 42,940.00 | 07/21/10 | 27,596.89 | 27.60 | 15,343.11 | 2,000.00 | 4.7% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 10.46 | 20,920.00 | 08/24/11 | 19,039.98 | 9.52 | 1,880.02 | 1,980.00 | 9.5% |
| **Total Stocks** | | | | **$738,143.80** | | **$620,064.84** | | **$75,145.16** | **$54,185.50** | **7.3%** |
| **Fixed Income - Margin** | | | | | | | | | | |
| AMR CORP SR UNSECURED IN DEFAULT 10% 04/15/2021 | 001765AK2 | 25 | $ 58.00 | $ 14,500.00 | 01/21/11 | $ 23,760.95 | $ - | $ (9,260.95) | $ 2,500.00 | 10.7% |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REV BDS 5.875% 06/01/2047 | 118217AU2 | 30 | 80.718 | 24,215.40 | 11/07/07 | 28,976.50 | - | (4,761.10) | 1,762.50 | 7.3% |
| MBIA INC SR UNSECURED 7% 12/15/2025 | 55262CAE0 | 25 | 72.25 | 18,062.50 | 01/21/11 | 21,760.95 | - | (3,698.45) | 1,750.00 | 7.9% |

**Statement for Account** [redacted]
08/01/12 - 08/31/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Income - Margin** | | | | | | | | | | |
| NORTH TEX TWY AUTH REV<br>HWY REV TOLLS<br>CALL/SINK<br>6% 01/01/2038 | 66285WFX9 | 25 | 116.569 | 29,142.25 | 01/27/11 | 24,680.70 | - | 4,461.55 | 1,500.00 | 5.1% |
| **Total Fixed Income** | | | | **$85,920.15** | | **$99,179.10** | | **$(13,258.95)** | **$7,512.50** | **8.7%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Total Margin Account** | | | | **$824,063.95** | | **$719,243.94** | | **$61,886.21** | **$61,698.00** | **7.5%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($76,324.59)** |
| 08/09/12 | 08/09/12 | Cash | Received - | T BANCSHARES, INC<br>COM<br>CP - NEED NAME VERIFICATION,RISK APPROVED | TBNC | 10,000 | $ 0.00 | $ - | (76,324.59) |
| 08/10/12 | 08/10/12 | Cash | Delivered - | T BANCSHARES, INC<br>COM<br>CP, PHYS CERT RECVD | TBNC | 10,000- | 0.00 | - | (76,324.59) |
| 08/10/12 | 08/10/12 | Cash | Received - | T BANCSHARES, INC<br>COM<br>CP, NEED N/V, R/A APPROVED | TBNC | 10,000 | 0.00 | - | (76,324.59) |
| 08/24/12 | 08/24/12 | Cash | Delivered - | T BANCSHARES, INC<br>COM<br>CP; NAME VERIFICATION ON FILE | TBNC | 10,000- | 0.00 | - | (76,324.59) |
| 08/01/12 | 08/01/12 | Margin | Div/Int - Income | AT&T INC<br>COM<br>Payable: 08/01/2012<br>QUALIFIED DIVIDENDS 2640.00 | T | - | 0.00 | 2,640.00 | (73,684.59) |

**Statement for Account** [redacted]

08/01/12 - 08/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 08/01/12 | 08/01/12 | Margin | Div/Int - Income | VERIZON COMMUNICATIONS COM<br>Payable: 08/01/2012<br>QUALIFIED DIVIDENDS 500.00 | VZ | - | 0.00 | 500.00 | (73,184.59) |
| 08/02/12 | 08/02/12 | Margin | Div/Int - Income | BAC CAP TRUST XII PFD CALLABLE<br>Payable: 08/02/2012<br>Taxable Int Credited 644.53 | BAC PRC | - | 0.00 | 644.53 | (72,540.06) |
| 08/03/12 | 08/03/12 | Margin | Journal - Funds Deposited | TOA CASH BALANCE IN | - | - | 0.00 | 0.10 | (72,539.96) |
| 08/03/12 | 08/08/12 | Margin | Sell - Securities Sold | LEGACY RESERVES LP | LGCY | 1,500- | 26.2011 | 39,290.77 | (33,249.19) |
| 08/09/12 | 08/09/12 | Margin | Div/Int - Income | SPDR HIGH YIELD<br>Payable: 08/09/2012<br>Ordinary Dividends 229.63 | JNK | - | 0.00 | 229.63 | (33,019.56) |
| 08/10/12 | 08/10/12 | Margin | Div/Int - Income | LEGACY RESERVES LP<br>Payable: 08/10/2012<br>MLP Return of Capital 1960.00 | LGCY | - | 0.00 | 1,960.00 | (31,059.56) |
| 08/13/12 | 08/16/12 | Margin | Sell - Securities Sold | LEGACY RESERVES LP | LGCY | 600- | 26.5717 | 15,932.67 | (15,126.89) |
| 08/13/12 | 08/16/12 | Margin | Sell - Securities Sold | LEGACY RESERVES LP | LGCY | 400- | 26.5711 | 10,628.20 | (4,498.69) |
| 08/13/12 | 08/16/12 | Margin | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 1,000 | 15.52 | (15,529.99) | (20,028.68) |
| 08/24/12 | 08/24/12 | Margin | Received - | T BANCSHARES, INC COM<br>CP; NAME VERIFICATION ON FILE | TBNC | 10,000 | 0.00 | - | (20,028.68) |
| 08/31/12 | 08/31/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM<br>Payable: 08/31/2012<br>Ordinary Dividends 175.00 | PHF | - | 0.00 | 175.00 | (19,853.68) |
| 08/31/12 | 08/31/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 08/31/2012<br>Ordinary Dividends 262.50 | CMO PRB | - | 0.00 | 262.50 | (19,591.18) |

**Statement for Account** [redacted]

08/01/12 - 08/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 08/31/12 | 08/31/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM<br>Payable: 08/31/2012<br>Ordinary Dividends 165.00 | HIX | - | 0.00 | 165.00 | (19,426.18) |
| 08/31/12 | 08/31/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE<br>Payable: 08/31/2012 | - | - | 0.00 | (123.21) | (19,549.39) |
| ***Closing Balance*** | | | | | | | | | **($19,549.39)** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | *Margin* Balance | *Credit* Balance | *Number* of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 08/01/12 | $ (73,184.59) | $ - | 1 | 3.50 | $ 7.12 | $ |
| 08/02/12 | (72,540.06) | - | 1 | 3.50 | 7.05 | |
| 08/03/12 | (72,539.96) | - | 5 | 3.50 | 35.26 | |
| 08/08/12 | (33,249.19) | - | 1 | 4.50 | 4.16 | |
| 08/09/12 | (33,019.56) | - | 1 | 4.50 | 4.13 | |
| 08/10/12 | (31,059.56) | - | 6 | 4.50 | 23.29 | |
| 08/16/12 | (20,028.68) | - | 15 | 4.75 | 39.64 | |
| 08/31/12 | (19,426.18) | - | 1 | 4.75 | 2.56 | |
| **Total Interest Income/(Expense)** | | | | | **$123.21** | **$ 0.00** |

## *Trades Pending Settlement*

| Investment Description | | Account Type | Symbol/ CUSIP | Quantity | Price | Trade Date | Settle Date | Amount |
|---|---|---|---|---|---|---|---|---|
| SELL | AT&T INC COM | Margin | T | 500- | $ 36.9008 | 08/29/12 | 09/04/12 | $ 18,439.99 |

TD Ameritrade

Statement Reporting Period:
09/01/12 - 09/30/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

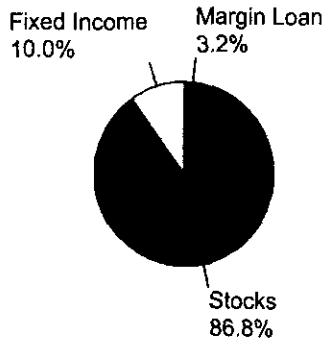
**Statement for Account** [redacted]
KENNY EWELL MARCHANT SR
[redacted] LN
CARROLLTON, TX 750063016

**Announcements:**
TD AMERITRADE IS ON FACEBOOK. JOIN THE CONVERSATION AND CHECK US OUT FOR THE LATEST NEWS AND INFORMATION ON UPCOMING EVENTS. "LIKE" OUR PAGE TODAY! FACEBOOK.COM/TDAMERITRADE.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($28,245.55) | ($19,549.39) | ($8,696.16) | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 760,788.35 | 738,143.80 | 22,644.55 | 3.1% | 54,374.50 | 7.1% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 87,494.95 | 85,920.15 | 1,574.80 | 1.8% | 7,512.50 | 8.6% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$820,037.75** | **$804,514.56** | **$15,523.19** | **1.9%** | **$61,887.00** | **7.5%** |
| **Margin Equity** | **95.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | ($19,549.39) | $350.00 |
| Securities Purchased | (28,009.99) | (347,137.56) |
| Securities Sold | 18,439.99 | 160,988.26 |
| Funds Deposited | - | 7,435.54 |
| Funds Disbursed | - | - |
| Income | 930.24 | 39,478.34 |
| Expense | (56.40) | (1,078.85) |
| Other | - | 111,718.72 |
| **Closing Balance** | ($28,245.55) | ($28,245.55) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $930.24 | $ - | $32,471.35 |
| Interest | - | - | 2,814.84 |
| Other | - | - | 4,192.15 |
| **Expense** | | | |
| Interest | (56.40) | - | (1,078.85) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $873.84 | $0.00 | $38,399.49 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 09/30/12** | **$733,978.94** |
| Unrealized Gains | 86,465.72 |
| Unrealized Losses | (20,874.71) |
| Funds Deposited/(Disbursed)$^{YTD}$ | 7,435.54 |
| Income/(Expense)$^{YTD}$ | 38,399.49 |
| Securities Received/(Delivered)$^{YTD}$ | 61,038.00 |

**Statement for Account** [redacted]

09/01/12 - 09/30/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 1,933.59 |
| Non Taxable Interest | 0.00 | 881.25 |
| Ordinary Dividends | 930.24 | 19,165.43 |
| Margin Interest Charged | (56.40) | (1,078.85) |
| Limited Ptrs Return of Capital | 0.00 | 3,065.00 |
| Qualified Dividends | 0.00 | 9,436.00 |
| Substitute Payment | 0.00 | 1,127.15 |
| IDA Interest | 0.00 | 1.83 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 5,000 | $ 16.84 | $ 84,200.00 | 11/02/10 | $ 87,469.25 | $ 17.49 | $ (3,269.25) | $ 10,000.00 | 11.9% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 26.07 | 26,070.00 | 01/17/12 | 26,810.02 | 26.81 | (740.02) | 1,969.00 | 7.6% |
| ANWORTH MORTGAGE ASSET COM | ANH | 7,000 | 6.80 | 47,600.00 | 07/06/11 | 47,509.23 | 6.79 | 90.77 | 5,040.00 | 10.6% |
| AT&T INC COM | T | 5,500 | 37.70 | 207,350.00 | 08/13/10 | 158,476.73 | 28.81 | 48,873.27 | 9,680.00 | 4.7% |
| BAC CAP TRUST XII PFD CALLABLE | BAC PRC | 1,500 | 25.19 | 37,785.00 | 08/16/11 | 34,399.98 | 22.93 | 3,385.02 | 2,578.50 | 6.8% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 3,500 | 15.60 | 54,600.00 | 01/17/12 | 51,889.96 | 14.83 | 2,710.04 | 4,410.00 | 8.1% |
| CAPSTEAD MORTGAGE CORP COM | CMO | 1,500 | 13.49 | 20,235.00 | 08/16/11 | 19,639.98 | 13.09 | 595.02 | 2,160.00 | 10.7% |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 3,000 | 15.03 | 45,090.00 | 07/07/11 | 42,467.62 | 14.16 | 2,622.38 | 5,115.00 | 11.3% |
| LEGACY RESERVES LP | LGCY | 2,000 | 28.83 | 57,660.00 | 07/19/12 | 58,315.24 | 29.16 | (655.24) | 4,480.00 | 7.8% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 9.81 | 24,525.00 | 08/24/11 | 22,524.97 | 9.01 | 2,000.03 | 2,100.00 | 8.6% |
| SPDR HIGH YIELD | JNK | 1,000 | 40.21 | 40,210.00 | 01/17/12 | 38,659.99 | 38.66 | 1,550.01 | 2,802.00 | 7.0% |
| T BANCSHARES, INC COM | TBNC | 16,513 | 2.95 | 48,713.35 | | - | - | - | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 45.57 | 45,570.00 | 07/21/10 | 27,596.89 | 27.60 | 17,973.11 | 2,060.00 | 4.5% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 10.59 | 21,180.00 | 08/24/11 | 19,039.98 | 9.52 | 2,140.02 | 1,980.00 | 9.3% |
| **Total Stocks** | | | | **$760,788.35** | | **$634,799.84** | | **$77,275.16** | **$54,374.50** | **7.1%** |
| **Fixed Income - Margin** | | | | | | | | | | |
| AMR CORP SR UNSECURED IN DEFAULT 10% 04/15/2021 | 001765AK2 | 25 | $ 62.50 | $ 15,625.00 | 01/21/11 | $ 23,760.95 | $ - | $ (8,135.95) | $ 2,500.00 | 10.7% |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REV BDS 5.875% 06/01/2047 | 118217AU2 | 30 | 80.419 | 24,125.70 | 11/07/07 | 28,976.50 | - | (4,850.80) | 1,762.50 | 7.3% |
| MBIA INC SR UNSECURED 7% 12/15/2025 | 55262CAE0 | 25 | 74.15 | 18,537.50 | 01/21/11 | 21,760.95 | - | (3,223.45) | 1,750.00 | 7.9% |

**Statement for Account** [redacted]

09/01/12 - 09/30/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Income - Margin** | | | | | | | | | | |
| NORTH TEX TWY AUTH REV<br>HWY REV TOLLS<br>CALL/SINK<br>6% 01/01/2038 | 66285WFX9 | 25 | 116.827 | 29,206.75 | 01/27/11 | 24,680.70 | - | 4,526.05 | 1,500.00 | 5.1% |
| **Total Fixed Income** | | | | **$87,494.95** | | **$99,179.10** | | **$(11,684.15)** | **$7,512.50** | **8.6%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Total Margin Account** | | | | **$848,283.30** | | **$733,978.94** | | **$65,591.01** | **$61,887.00** | **7.3%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($19,549.39)** |
| 08/29/12 | 09/04/12 | Margin | Sell - Securities Sold | AT&T INC<br>COM<br>Commission 9.99<br>Regulatory Fee 0.42 | T | 500- | $ 36.9008 | $ 18,439.99 | (1,109.40) |
| 09/12/12 | 09/12/12 | Margin | Div/Int - Income | SPDR<br>HIGH YIELD<br>Payable: 09/12/2012<br>Ordinary Dividends 222.74 | JNK | - | 0.00 | 222.74 | (886.66) |
| 09/13/12 | 09/18/12 | Margin | Buy - Securities Purchased | LEGACY RESERVES<br>LP<br>Commission 9.99 | LGCY | 1,000 | 28.00 | (28,009.99) | (28,896.65) |
| 09/28/12 | 09/28/12 | Margin | Div/Int - Income | PACHOLDER FUND INC<br>COM<br>Payable: 09/28/2012<br>Ordinary Dividends 175.00 | PHF | - | 0.00 | 175.00 | (28,721.65) |
| 09/28/12 | 09/28/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP<br>PFD $1.26 SER B CONV/CALL<br>Payable: 09/28/2012<br>Ordinary Dividends 367.50 | CMO PRB | - | 0.00 | 367.50 | (28,354.15) |

**Statement for Account** [redacted]
09/01/12 - 09/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 09/28/12 | 09/28/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM<br>Payable: 09/28/2012<br>Ordinary Dividends 165.00 | HIX | - | 0.00 | 165.00 | (28,189.15) |
| 09/28/12 | 09/28/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE<br>Payable: 09/28/2012 | - | - | 0.00 | (56.40) | (28,245.55) |
| **Closing Balance** | | | | | | | | | **($28,245.55)** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 09/01/12 | $ (19,549.39) | $ - | 3 | 4.75 | $ 7.74 | $ |
| 09/04/12 | (1,109.40) | - | 8 | 5.00 | 1.23 | |
| 09/12/12 | (886.66) | - | 6 | 5.00 | 0.74 | |
| 09/18/12 | (28,896.65) | - | 10 | 4.50 | 36.12 | |
| 09/28/12 | (28,189.15) | - | 3 | 4.50 | 10.57 | |
| **Total Interest Income/(Expense)** | | | | | **$56.40** | **$ 0.00** |

## Trades Pending Settlement

| Investment Description | | Account Type | Symbol/ CUSIP | Quantity | Price | Trade Date | Settle Date | Amount |
|---|---|---|---|---|---|---|---|---|
| BUY | CAPSTEAD MORTGAGE CORP COM | Margin | CMO | 1,000 | $ 13.5799 | 09/26/12 | 10/01/12 | $ (13,589.89) |

# Terms and Conditions

## STATEMENT GUIDE

TD Ameritrade provides monthly Portfolio Reports for accounts with activity and quarterly reports for inactive accounts with assets.[1]

**Portfolio Summary:** Tracks the current value of your portfolio as of the report date and compares it to the prior month.[2] The asset allocation indicates your portfolio diversification by investment type.

Multiple allocations under 5% will be grouped into the category of "Other" in the pie chart. Margin Equity = Total Account Equity/(Total Long Marginable Value + Total Short Value)

**Activity Summary:** The opening and closing cash balances are reconciled here for your quick reference. All account activity is summarized for the current period and year-to-date.

**Income & Expense Summary (non-IRAs only):** This section details the income and expense totals from the Activity Summary and classifies the tax treatment.

**Retirement Account Summary (IRAs only):** Review the IRS regulated transactions for the current and prior years. IRS Form 5498 fair market value is based on the current value as of December 31 of the previous year and will be furnished to the Internal Revenue Service.

**Performance Summary:** Monitor your annual portfolio performance and the unrealized gains and losses for your future investment strategy.

**Account Positions:** View your investments at the current market value and compare the original cost to see unrealized gains and losses in your portfolio. Original cost is assigned using the first-in, first-out (FIFO) method, which assumes the first shares you sell are those you purchased first. The estimated investment income[2] and average cost per share are displayed for your reference (the oldest purchase date is shown for an indication of your holding period).

**Account Activity:** All account activity is clearly defined, listed in date order, and reflected in the closing cash balance.

**Trades Pending Settlement:** Confirm your executed trades with a settlement date after month end. These transactions will be reflected in the Account Activity section next month.

**Online Cash Services Transaction Detail:** Cash management transactions that cleared during this statement reporting period, including check, debit card and ATM activity, are listed in date order.

**Online Cash Services Summary:** Credit and debit transaction totals for the current statement reporting period are summarized. Individual transactions are not listed.

[1]Due to rounding adjustments, the statement details may not equal the statement totals.
[2]Estimated Annual Income and Estimated Annual Yield values are based upon the number of shares owned or current value balance as of the statement date and the most recent dividend rate or cash yield provided.

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**Tax Reporting:** The portfolio report is not a tax document. You will receive Form 1099 for annual tax reporting in compliance with IRS requirements (includes taxable interest, dividends, capital gains, taxes withheld, and sales proceeds). Some payments are subject to reclassification which will be reflected on subsequent tax reports.

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**Current Market Prices:** The market values of securities have been obtained, if available, from quotation services and other independent sources. Values are based on the closing price, the mean between the bid and asking prices, or other methods. If no market value is available from a quotation service or other independent source, the security is subject to being reflected as Non-Priced ("NP"). The valuations on your portfolio report are provided as general information and we do not guarantee the accuracy of any securities prices. Mortgage backed positions are valued using the remaining balance and the current market price. Portfolio report valuations may not represent sales proceeds. The secondary market for Certificates of Deposits (CDs) is generally illiquid and the actual value may be different from the purchase price. A significant loss of principal may result from the sale of a CD prior to maturity. Bonds and/or Fixed Income Securities trade differently than equity securities and do not trade on a liquid exchange. Rather, they trade in the OTC (over the counter) market and sufficient liquidity may not exist for you to sell your position prior to maturity. The sale of bonds prior to maturity may result in a loss of principal.

**Non Standard Assets (NSA)** are typically investments in direct participation program securities (partnerships, limited liability companies, or real estate investment trusts), commodity pools, private equity, private debt or hedge funds. NSAs are typically illiquid investments and do not trade on a national securities exchange or the Nasdaq Stock Market. The values shown for these investments are estimated values derived from various methods, including, but not limited to, independent appraisals, the program's net assets, and/or third party tender offers that have been provided by the management, administrator, and/or sponsor of each program, or by a third-party vendor without independent verification by TD Ameritrade. Values may not reflect the original purchase price, actual market value or be realized upon liquidation. If an estimated value cannot be established through these methods, the valuation may be reflected as Non-Priced ("NP"). For additional detail regarding valuation for Non-Standard Assets, please contact Client Services. These investments are not covered under the SIPC.

**Auction Rate Securities ("ARS") Pricing:** The market values for ARS securities have been obtained, if available, from quotation services or other independent sources. The accuracy of the pricing is not guaranteed. If a market value is not available, TD Ameritrade will price the ARS position, taking into consideration both the liquidity and underlying credit quality. The ARS market is currently experiencing a lack of liquidity and, as a result, there can be no assurance that such securities can be sold under current market conditions.

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All transactions are subject to (i) the constitution, rules, regulations, customs and usages of the exchange or market, and its clearinghouse, if any, on which such transactions are executed; (ii) federal laws, including the Securities Act of 1933 and the Securities Exchange Act of 1934, each as amended to date and in the future, and the rules and regulations promulgated thereunder; and (iii) the rules and regulations of FINRA and the Federal Reserve System.

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The interest rate shown for TD Ameritrade Cash is taken from the applicable interest rate tier for the Market Value balance in the TD Ameritrade Cash, as of the statement closing date. Simple interest is accrued daily based on the interest rate tier applicable to each day's balance.

**Financial Statement Notification:** The statement of financial condition for TD Ameritrade is available twice a year and may be obtained at no cost, via the internet at http://www.tdameritrade.com/financialstatement.html

**Allocation Method:** In the event any of your securities are called or assigned, the securities will be selected on an impartial, random basis.

**Free Credit Balances (Rule 15c3-2 & 3):** Under the client protection rules, we may use free credit balances in your account in the ordinary course of our business which are payable to you on demand.

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**Payment for Order Flow** (SEC Rules 606 and 607): In some circumstances, TD Ameritrade receives compensation for directing certain over-the-counter and listed equity order flow to selected markets, brokers or dealers ("Market Centers"). Compensation is in the form of a per share cash payment. In addition, TD Ameritrade also may receive compensation related to the foreign currency exchange component of transactions in foreign securities from Market Centers executing such trades. We post quarterly reports disclosing the venues for order routing execution at www.tdameritrade.com. A written copy is available upon request.

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(1) Tell us your name and account number.
(2) Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information.
(3) Tell us the dollar amount of the suspected error.
We will investigate your complaint and will correct any error promptly. If we take more than 10 business days to do this, we will credit your account for the amount you think is in error, so that you will have the use of the money during the time it takes us to complete our investigation.

TD Ameritrade

Statement Reporting Period:
10/01/12 - 10/31/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

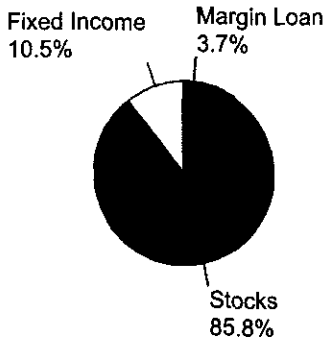
**Statement for Account** [redacted]
KENNY EWELL MARCHANT SR
2125 N JOSEY LN
STE 200
CARROLLTON, TX 750063016

**Announcements:**
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## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($31,781.18) | ($28,245.55) | ($3,535.63) | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 733,262.40 | 760,788.35 | (27,525.95) | (3.6)% | 54,732.30 | 7.5% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 89,751.50 | 87,494.95 | 2,256.55 | 2.6% | 7,512.50 | 8.4% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$791,232.72** | **$820,037.75** | **($28,805.03)** | **(3.5)%** | **$62,244.80** | **7.9%** |
| **Margin Equity** | **96.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | ($28,245.55) | $350.00 |
| Securities Purchased | (39,515.12) | (386,652.68) |
| Securities Sold | 29,409.35 | 190,397.61 |
| Funds Deposited | - | 7,435.54 |
| Funds Disbursed | - | - |
| Income | 6,731.12 | 46,209.46 |
| Expense | (160.98) | (1,239.83) |
| Other | - | 111,718.72 |
| **Closing Balance** | ($31,781.18) | ($31,781.18) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $6,731.12 | $ - | $39,202.47 |
| Interest | - | - | 2,814.84 |
| Other | - | - | 4,192.15 |
| **Expense** | | | |
| Interest | (160.98) | - | (1,239.83) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $6,570.14 | $0.00 | $44,969.63 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 10/31/12** | **$744,084.71** |
| Unrealized Gains | 62,934.98 |
| *Unrealized Losses* | (32,719.14) |
| Funds Deposited/(Disbursed)$^{YTD}$ | 7,435.54 |
| Income/(Expense)$^{YTD}$ | 44,969.63 |
| Securities Received/(Delivered)$^{YTD}$ | 61,038.00 |

**Statement for Account** [redacted]

10/01/12 - 10/31/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 0.00 | $ 1,933.59 |
| Non Taxable Interest | 0.00 | 881.25 |
| Ordinary Dividends | 6,731.12 | 25,896.55 |
| Margin Interest Charged | (160.98) | (1,239.83) |
| Limited Ptrs Return of Capital | 0.00 | 3,065.00 |
| Qualified Dividends | 0.00 | 9,436.00 |
| Substitute Payment | 0.00 | 1,127.15 |
| IDA Interest | 0.00 | 1.83 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 5,000 | $ 16.14 | $ 80,700.00 | 11/02/10 | $ 87,469.25 | $ 17.49 | $ (6,769.25) | $ 10,000.00 | 12.4% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 25.90 | 25,900.00 | 01/17/12 | 26,810.02 | 26.81 | (910.02) | 1,969.00 | 7.6% |
| ANWORTH MORTGAGE ASSET COM | ANH | 7,000 | 6.14 | 42,980.00 | 07/06/11 | 47,509.23 | 6.79 | (4,529.23) | 4,200.00 | 9.8% |
| AT&T INC COM | T | 5,500 | 34.59 | 190,245.00 | 08/13/10 | 158,476.73 | 28.81 | 31,768.27 | 9,680.00 | 5.1% |
| BAC CAP TRUST XII PFD CALLABLE | BAC PRCCL | 1,500 | 25.00 | 37,500.00 | 08/16/11 | 34,399.98 | 22.93 | 3,100.02 | 2,578.50 | 6.9% |
| CAPSTEAD MORTGAGE CORP PFD $1.6 SER A CONV/CALL | CMO PRA | 793 | 22.25 | 17,644.25 | 10/02/12 | 19,240.24 | 24.26 | (1,595.99) | 1,268.80 | 7.2% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 3,500 | 14.97 | 52,395.00 | 01/17/12 | 51,889.96 | 14.83 | 505.04 | 4,410.00 | 8.4% |

## Account Positions

| *Investment Description* | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| CAPSTEAD MORTGAGE CORP COM | CMO | 3,000 | 12.32 | 36,960.00 | 08/16/11 | 39,914.86 | 13.31 | (2,954.86) | 4,320.00 | 11.7% |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 3,000 | 14.77 | 44,310.00 | 07/07/11 | 42,467.62 | 14.16 | 1,842.38 | 5,115.00 | 11.5% |
| LEGACY RESERVES LP | LGCY | 1,000 | 27.19 | 27,190.00 | 09/13/12 | 28,905.89 | 28.91 | (1,715.89) | 2,260.00 | 8.3% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 9.37 | 23,425.00 | 08/24/11 | 22,524.97 | 9.01 | 900.03 | 2,100.00 | 9.0% |
| SPDR BARCLAYS HIGH YIELD BOND ETF | JNK | 1,000 | 40.3398 | 40,339.80 | 01/17/12 | 38,659.99 | 38.66 | 1,679.81 | 2,791.00 | 6.9% |
| T BANCSHARES, INC COM | TBNC | 16,513 | 2.95 | 48,713.35 | - | - | - | - | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 44.64 | 44,640.00 | 07/21/10 | 27,596.89 | 27.60 | 17,043.11 | 2,060.00 | 4.6% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 10.16 | 20,320.00 | 08/24/11 | 19,039.98 | 9.52 | 1,280.02 | 1,980.00 | 9.7% |
| **Total Stocks** | | | | **$733,262.40** | | **$644,905.61** | | **$39,643.44** | **$54,732.30** | **7.5%** |
| **Fixed Income - Margin** | | | | | | | | | | |
| AMR CORP SR UNSECURED IN DEFAULT 10% 04/15/2021 | 001765AK2 | 25 | $ 61.00 | $ 15,250.00 | 01/21/11 | $ 23,760.95 | $ - | $ (8,510.95) | $ 2,500.00 | 10.7% |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT REV CALL/SINK *5.875% 06/01/2047* | 118217AU2 | 30 | 85.64 | 25,692.00 | 11/07/07 | 28,976.50 | - | (3,284.50) | 1,762.50 | 6.9% |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Income - Margin** | | | | | | | | | | |
| MBIA INC SR UNSECURED 7% 12/15/2025 | 55262CAE0 | 25 | 77.25 | 19,312.50 | 01/21/11 | 21,760.95 | - | (2,448.45) | 1,750.00 | 7.9% |
| NORTH TEX TWY AUTH REV HWY REV TOLLS CALL/SINK 6% 01/01/2038 | 66285WFX9 | 25 | 117.988 | 29,497.00 | 01/27/11 | 24,680.70 | - | 4,816.30 | 1,500.00 | 5.1% |
| **Total Fixed Income** | | | | **$89,751.50** | | **$99,179.10** | | **$(9,427.60)** | **$7,512.50** | **8.4%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Total Margin Account** | | | | **$823,013.90** | | **$744,084.71** | | **$30,215.84** | **$62,244.80** | **7.6%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($28,245.55)** |
| 09/26/12 | 10/01/12 | Margin | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP COM<br>Commission 9.99 | CMO | 1,000 | $ 13.5799 | $ (13,589.89) | (41,835.44) |
| 10/01/12 | 10/01/12 | Margin | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC<br>PFD 7.875% SERIES A PERP/CALL<br>Payable: 10/01/2012<br>Ordinary Dividends 492.19 | NLY PRA | - | 0.00 | 492.19 | (41,343.25) |
| 10/01/12 | 10/01/12 | Margin | Div/Int - Income | ISHARES FTSE NAREIT MORTGAGE PLUS CAP<br>Payable: 10/01/2012<br>Ordinary Dividends 1219.57 | REM | - | 0.00 | 1,219.57 | (40,123.68) |
| 10/02/12 | 10/05/12 | Margin | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP COM<br>Commission 9.99 | CMO | 500 | 13.35 | (6,684.99) | (46,808.67) |

**Statement for Account** [redacted]

10/01/12 - 10/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 10/02/12 | 10/05/12 | Margin | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP PFD $1.6 SER A CONV/CALL<br>Commission 9.99 | CMO PRA | 793 | 24.25 | (19,240.24) | (66,048.91) |
| 10/09/12 | 10/09/12 | Margin | Div/Int - Income | SPDR BARCLAYS HIGH YIELD BOND ETF<br>Payable: 10/09/2012<br>Ordinary Dividends 221.86 | JNK | - | 0.00 | 221.86 | (65,827.05) |
| 10/11/12 | 10/16/12 | Margin | Sell - Securities Sold | LEGACY RESERVES LP<br>Commission 9.99<br>Regulatory Fee 0.66 | LGCY | 1,000- | 29.42 | 29,409.35 | (36,417.70) |
| 10/19/12 | 10/19/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP COM<br>Payable: 10/19/2012<br>Ordinary Dividends 540.00 | CMO | - | 0.00 | 540.00 | (35,877.70) |
| 10/26/12 | 10/26/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM<br>Payable: 10/26/2012<br>Ordinary Dividends 165.00 | HIX | - | 0.00 | 165.00 | (35,712.70) |
| 10/29/12 | 10/29/12 | Margin | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC COM<br>Payable: 10/29/2012<br>Ordinary Dividends 2500.00 | NLY | - | 0.00 | 2,500.00 | (33,212.70) |
| 10/29/12 | 10/29/12 | Margin | Div/Int - Income | ANWORTH MORTGAGE ASSET COM<br>Payable: 10/29/2012<br>Ordinary Dividends 1050.00 | ANH | - | 0.00 | 1,050.00 | (32,162.70) |
| 10/31/12 | 10/31/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM<br>Payable: 10/31/2012<br>Ordinary Dividends 175.00 | PHF | - | 0.00 | 175.00 | (31,987.70) |

**Statement for Account** [redacted]

10/01/12 - 10/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 10/31/12 | 10/31/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL Payable: 10/31/2012 Ordinary Dividends 367.50 | CMO PRB | - | 0.00 | 367.50 | (31,620.20) |
| 10/31/12 | 10/31/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE Payable: 10/31/2012 | - | - | 0.00 | (160.98) | (31,781.18) |
| **Closing Balance** | | | | | | | | | **($31,781.18)** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 10/01/12 | $ (40,123.68) | $ - | 4 | 4.50 | $ 20.06 | $ - |
| 10/05/12 | (66,048.91) | - | 4 | 3.50 | 25.69 | - |
| 10/09/12 | (65,827.05) | - | 7 | 3.50 | 44.80 | - |
| 10/16/12 | (36,417.70) | - | 3 | 4.50 | 13.66 | - |
| 10/19/12 | (35,877.70) | - | 7 | 4.50 | 31.39 | - |
| 10/26/12 | (35,712.70) | - | 3 | 4.50 | 13.39 | - |
| 10/29/12 | (32,162.70) | - | 2 | 4.50 | 8.04 | - |
| 10/31/12 | (31,620.20) | - | 1 | 4.50 | 3.95 | - |
| **Total Interest Income/(Expense)** | | | | | **$160.98** | **$ 0.00** |

# Terms and Conditions

## STATEMENT GUIDE

TD Ameritrade provides monthly Portfolio Reports for accounts with activity and quarterly reports for inactive accounts with assets.[1]

**Portfolio Summary:** Tracks the current value of your portfolio as of the report date and compares it to the prior month.[2] The asset allocation indicates your portfolio diversification by investment type.

Multiple allocations under 5% will be grouped into the category of "Other" in the pie chart. Margin Equity = Total Account Equity/(Total Long Marginable Value + Total Short Value)

**Activity Summary:** The opening and closing cash balances are reconciled here for your quick reference. All account activity is summarized for the current period and year-to-date.

**Income & Expense Summary (non-IRAs only):** This section details the income and expense totals from the Activity Summary and classifies the tax treatment.

**Retirement Account Summary (IRAs only):** Review the IRS regulated transactions for the current and prior years. IRS Form 5498 fair market value is based on the current value as of December 31 of the previous year and will be furnished to the Internal Revenue Service.

**Performance Summary:** Monitor your annual portfolio performance and the unrealized gains and losses for your future investment strategy.

**Account Positions:** View your investments at the current market value and compare the original cost to see unrealized gains and losses in your portfolio. Original cost is assigned using the first-in, first-out (FIFO) method, which assumes the first shares you sell are those you purchased first. The estimated investment income[2] and average cost per share are displayed for your reference (the oldest purchase date is shown for an indication of your holding period).

**Account Activity:** All account activity is clearly defined, listed in date order, and reflected in the closing cash balance.

**Trades Pending Settlement:** Confirm your executed trades with a settlement date after month end. These transactions will be reflected in the Account Activity section next month

**Online Cash Services Transaction Detail:** Cash management transactions that cleared during this statement reporting period, including check, debit card and ATM activity, are listed in date order.

**Online Cash Services Summary:** Credit and debit transaction totals for the current statement reporting period are summarized. Individual transactions are not listed.

[1]Due to rounding adjustments, the statement details may not equal the statement totals.
[2]Estimated Annual Income and Estimated Annual Yield values are based upon the number of shares owned or current value balance as of the statement date and the most recent dividend rate or cash yield provided.

## GENERAL INFORMATION

TD Ameritrade does not provide legal or tax advice. Please consult your legal advisor or tax accountant when necessary. As a standard industry practice, phone conversations may be recorded for quality control and transaction verification purposes.

For TD Ameritrade Institutional clients, your advisor firm is separate from and not affiliated with TD Ameritrade, Inc. or TD Ameritrade Clearing, Inc., and each firm is not responsible for the products and services of the other.

**Accuracy of Reports: If you find any errors or omissions in your account statement you should immediately call us at the number listed on page one of your statement. You should also contact our Clearing firm, TD Ameritrade Clearing, Inc. at 402-970-7724.**

Please review this statement carefully. If you disagree with any transaction, or if there are any errors or omissions, please notify a Client Services representative or your local branch office, as well as TD Ameritrade Clearing, Inc. in writing within ten (10) days of your receipt of this statement. Any oral statements that you have made to us should be confirmed in writing. The statement will otherwise be considered conclusive.

Please notify us promptly of any changes in your contact information. Transactions reflected on your report will be conclusively deemed accurate unless you notify TD Ameritrade immediately.

**Account Protection:** Deposits held by TD Bank, N.A. and TD Bank USA, N.A., are insured by the FDIC (not covered by SIPC) up to $250,000. Limits are per account ownership per institution. To learn more about FDIC coverage go to www.fdic.gov. Securities, including mutual funds, held in your Brokerage Account are not deposits or obligations of, or guaranteed by, any bank, are not FDIC-insured, and involve investment risks, including possible loss of principal. TD Ameritrade, Inc. is a member of the Securities Investor Protection Corporation (SIPC), which protects securities customers of its members up to $500,000 (including $250,000 for claims for cash) Explanatory brochure available on request at www.sipc.org. TD Ameritrade also provides $149.5 million worth of protection for each client through supplemental coverage provided by London insurers. The $149.5 million of coverage includes an additional $900,000 limit on cash in the account. Each client is limited to a combined return of $150 million from a Trustee, SIPC or London. The TD Ameritrade Insurance Policy does have an aggregate total coverage of $250 million over all customers. This policy provides you coverage against theft following brokerage insolvency and does not protect against loss in market value of the securities.

An investment in a money market fund is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. Although the funds seek to preserve the value of your investment at $1.00 per share, it is possible to lose money by investing in a money market fund. Dividends are declared daily and paid/reinvested monthly. The prospectus contains this and other important information. Read the prospectus carefully before investing. Non-deposit investments held by your broker-dealer are NOT FDIC INSURED / NOT BANK GUARANTEED / MAY LOSE VALUE.

**Tax Reporting:** The portfolio report is not a tax document. You will receive Form 1099 for annual tax reporting in compliance with IRS requirements (includes taxable interest, dividends, capital gains, taxes withheld, and sales proceeds). Some payments are subject to reclassification which will be reflected on subsequent tax reports.

**Cost Basis:** Cost-Basis, tax lot and performance reporting and Gainskeeper are offered and conducted by CCH INCORPORATED. TD Ameritrade is not responsible for the reliability or suitability of the information. TD Ameritrade and its Information providers ("Providers") do not guarantee the accuracy of the information and data provided. CCH INCORPORATED is a separate company and is not affiliated with TD Ameritrade.

**Margin and Options Account Agreements:** Promptly advise TD Ameritrade in writing of any change in your investment objectives or financial situation as they pertain to your margin or options account agreements. A summary of commissions and charges incurred with the execution of options transactions is available.

**Current Market Prices:** The market values of securities have been obtained, if available, from quotation services and other independent sources. Values are based on the closing price, the mean between the bid and asking prices, or other methods. If no market value is available from a quotation service or other independent source, the security is subject to being reflected as Non-Priced ("NP"). The valuations on your portfolio report are provided as general information and we do not guarantee the accuracy of any securities prices. Mortgage backed positions are valued using the remaining balance and the current market price. Portfolio report valuations may not represent sales proceeds. The secondary market for Certificates of Deposits (CDs) is generally illiquid and the actual value may be different from the purchase price. A significant loss of principal may result from the sale of a CD prior to maturity. Bonds and/or Fixed Income Securities trade differently than equity securities and do not trade on a liquid exchange. Rather, they trade in the OTC (over the counter) market and sufficient liquidity may not exist for you to sell your position prior to maturity. The sale of bonds prior to maturity may result in a loss of principal.

**Non Standard Assets (NSA)** are typically investments in direct participation program securities (partnerships, limited liability companies, or real estate investment trusts), commodity pools, private equity, private debt or hedge funds. NSAs are typically illiquid investments and do not trade on a national securities exchange or the Nasdaq Stock Market. The values shown for these investments are estimated values derived from various methods, including, but not limited to, independent appraisals, the program's net assets, and/or third party tender offers that have been provided by the management, administrator, and/or sponsor of each program, or by a third-party vendor without independent verification by TD Ameritrade. Values may not reflect the original purchase price, actual market value or be realized upon liquidation. If an estimated value cannot be established through these methods, the valuation may be reflected as Non-Priced ("NP"). For additional detail regarding valuation for Non-Standard Assets, please contact Client Services. These investments are not covered under the SIPC.

**Auction Rate Securities ("ARS") Pricing:** The market values for ARS securities have been obtained, if available, from quotation services or other independent sources. The accuracy of the pricing is not guaranteed. If a market value is not available, TD Ameritrade will price the ARS position, taking into consideration both the liquidity and underlying credit quality. The ARS market is currently experiencing a lack of liquidity and, as a result, there can be no assurance that such securities can be sold under current market conditions.

## REGULATORY DISCLOSURES

All transactions are subject to (i) the constitution, rules, regulations, customs and usages of the exchange or market, and its clearinghouse, if any, on which such transactions are executed; (ii) federal laws, including the Securities Act of 1933 and the Securities Exchange Act of 1934, each as amended to date and in the future, and the rules and regulations promulgated thereunder; and (iii) the rules and regulations of FINRA and the Federal Reserve System.

For an investor brochure that includes information describing FINRA's Public Disclosure Program, please contact FINRA at 800-289-9999 or www.finra.org.

The interest rate shown for TD Ameritrade Cash is taken from the applicable interest rate tier for the Market Value balance in the TD Ameritrade Cash, as of the statement closing date. Simple interest is accrued daily based on the interest rate tier applicable to each day's balance.

**Financial Statement Notification:** The statement of financial condition for TD Ameritrade is available twice a year and may be obtained at no cost, via the internet at http://www.tdameritrade.com/financialstatement.html

**Allocation Method:** In the event any of your securities are called or assigned, the securities will be selected on an impartial, random basis.

**Free Credit Balances (Rule 15c3-2 & 3):** Under the client protection rules, we may use free credit balances in your account in the ordinary course of our business which are payable to you on demand.

**Margin Accounts (Regulation T):** If you have a margin account, this report is a combination of your margin account and a special memorandum account. Trading on margin poses additional risks and is not suitable for all investors. A complete list of the risks associated with margin trading is available in the margin risk disclosure document. You may obtain a copy of this document by contacting us at the number listed on page one of your statement.

**Payment for Order Flow (SEC Rules 606 and 607):** In some circumstances, TD Ameritrade receives compensation for directing certain over-the-counter and listed equity order flow to selected markets, brokers or dealers ("Market Centers"). Compensation is in the form of a per share cash payment. In addition, TD Ameritrade also may receive compensation related to the foreign currency exchange component of transactions in foreign securities from Market Centers executing such trades. We post quarterly reports disclosing the venues for order routing execution at www.tdameritrade.com. A written copy is available upon request.

It is our policy, absent client orders to the contrary, to select brokers, dealers, and market makers based on the ability to provide best execution and the history of seeking price improvement on market orders. Price improvement is available under certain market conditions, and we regularly monitor executions to test for such improvement if available.

**Trade Confirmations (Rule 10b-10):** All confirmations are transmitted on the transaction date.

**Privacy Policy Notification:** A copy of the TD Ameritrade privacy policy is available at www.tdameritrade.com

In Case of Errors or Questions About Your Electronic Transfers Telephone us at 1-800-669-3900 or Write us at P.O. Box 2209, Omaha, NE 68103, as soon as you can, if you think your statement or receipt is wrong or if you need more information about a transfer on the statement or receipt. We must hear from you no later than 60 days after we sent you the FIRST statement on which the error or problem appeared.
(1) Tell us your name and account number.
(2) Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information.
(3) Tell us the dollar amount of the suspected error.
We will investigate your complaint and will correct any error promptly. If we take more than 10 business days to do this, we will credit your account for the amount you think is in error, so that you will have the use of the money during the time it takes us to complete our investigation.

TD Ameritrade

Statement Reporting Period:
11/01/12 - 11/30/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

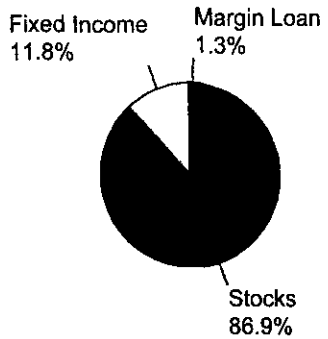
**Statement for Account** [redacted]
KENNY EWELL MARCHANT SR
[redacted] LN
CARROLLTON, TX 750063016

**Announcements:**
TD AMERITRADE IS ON FACEBOOK. JOIN THE CONVERSATION AND CHECK US OUT FOR THE LATEST NEWS AND INFORMATION ON UPCOMING EVENTS. "LIKE" OUR PAGE TODAY! FACEBOOK.COM/TDAMERITRADE.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($10,579.92) | ($31,781.18) | $21,201.26 | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 691,142.83 | 733,262.40 | (42,119.57) | (5.7)% | 54,898.80 | 7.9% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 94,186.35 | 89,751.50 | 4,434.85 | 4.9% | 7,512.50 | 8.0% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$774,749.26** | **$791,232.72** | **($16,483.46)** | **(2.1)%** | **$62,411.30** | **8.1%** |
| **Margin Equity** | **98.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | ($31,781.18) | $350.00 |
| Securities Purchased | (21,349.88) | (408,002.56) |
| Securities Sold | 37,521.48 | 227,919.09 |
| Funds Deposited | - | 7,435.54 |
| Funds Disbursed | - | - |
| Income | 5,076.75 | 51,286.21 |
| Expense | (47.10) | (1,286.93) |
| Other | 0.01 | 111,718.73 |
| **Closing Balance** | ($10,579.92) | ($10,579.92) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $3,867.22 | $ - | $43,069.69 |
| Interest | 644.53 | - | 3,459.37 |
| Other | - | 565.00 | 4,757.15 |
| **Expense** | | | |
| Interest | (47.10) | - | (1,286.93) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $4,464.65 | $565.00 | $49,999.28 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 11/30/12** | **$731,034.61** |
| Unrealized Gains | 54,599.87 |
| Unrealized Losses | (44,229.88) |
| Funds Deposited/(Disbursed)$^{YTD}$ | 7,435.54 |
| Income/(Expense)$^{YTD}$ | 49,999.28 |
| Securities Received/(Delivered)$^{YTD}$ | 61,038.00 |

**Statement for Account** [redacted]
11/01/12 - 11/30/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 644.53 | $ 2,599.60 |
| NonTaxable Interest | 0.00 | 881.25 |
| Ordinary Dividends | 932.22 | 26,828.77 |
| Margin Interest Charged | (47.10) | (1,286.93) |
| Limited Ptrs Return of Capital | 565.00 | 3,630.00 |
| Qualified Dividends | 2,935.00 | 12,371.00 |
| Substitute Payment | 0.00 | 1,127.15 |
| IDA Interest | 0.01 | 1.84 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 6,000 | $ 14.72 | $ 88,320.00 | 11/02/10 | $ 102,819.24 | $ 17.14 | $ (14,499.24) | $ 12,000.00 | 13.6% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 25.60 | 25,600.00 | 01/17/12 | 26,810.02 | 26.81 | (1,210.02) | 1,969.00 | 7.7% |
| ANWORTH MORTGAGE ASSET COM | ANH | 8,000 | 5.90 | 47,200.00 | 07/06/11 | 53,509.12 | 6.69 | (6,309.12) | 4,800.00 | 10.2% |
| AT&T INC COM | T | 5,500 | 34.13 | 187,715.00 | 08/13/10 | 158,476.73 | 28.81 | 29,238.27 | 9,900.00 | 5.3% |
| CAPSTEAD MORTGAGE CORP PFD $1.6 SER A CONV/CALL | CMO PRA | 793 | 20.25 | 16,058.25 | 10/02/12 | 19,240.24 | 24.26 | (3,181.99) | 1,268.80 | 7.9% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 3,500 | 14.61 | 51,135.00 | 01/17/12 | 51,889.96 | 14.83 | (754.96) | 4,410.00 | 8.6% |
| CAPSTEAD MORTGAGE CORP COM | CMO | 3,000 | 12.14 | 36,420.00 | 08/16/11 | 39,914.86 | 13.31 | (3,494.86) | 4,320.00 | 11.9% |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 3,000 | 14.32 | 42,960.00 | 07/07/11 | 42,467.62 | 14.16 | 492.38 | 5,115.00 | 11.9% |
| LEGACY RESERVES LP | LGCY | 1,000 | 24.60 | 24,600.00 | 09/13/12 | 28,905.89 | 28.91 | (4,305.89) | 2,260.00 | 9.2% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 9.06 | 22,650.00 | 08/24/11 | 22,524.97 | 9.01 | 125.03 | 2,100.00 | 9.3% |
| SPDR BARCLAYS HIGH YIELD BOND ETF | JNK | 1,000 | 40.56 | 40,560.00 | 01/17/12 | 38,659.99 | 38.66 | 1,900.01 | 2,776.00 | 6.8% |
| T BANCSHARES, INC COM | TBNC | 16,513 | 2.66 | 43,924.58 | - | - | - | - | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 44.12 | 44,120.00 | 07/21/10 | 27,596.89 | 27.60 | 16,523.11 | 2,060.00 | 4.7% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 9.94 | 19,880.00 | 08/24/11 | 19,039.98 | 9.52 | 840.02 | 1,920.00 | 9.7% |
| **Total Stocks** | | | | **$691,142.83** | | **$631,855.51** | | **$15,362.74** | **$54,898.80** | **7.9%** |
| ***Fixed Income - Margin*** | | | | | | | | | | |
| AMR CORP SR UNSECURED IN DEFAULT 10% 04/15/2021 | 001765AK2 | 25 | $ 69.50 | $ 17,375.00 | 01/21/11 | $ 23,760.95 | $ - | $ (6,385.95) | $ 2,500.00 | 10.7% |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REV 5.875% 06/01/2047 | 118217AU2 | 30 | 88.832 | 26,649.60 | 11/07/07 | 28,976.50 | - | (2,326.90) | 1,762.50 | 6.6% |
| MBIA INC SR UNSECURED 7% 12/15/2025 | 55262CAE0 | 25 | 80.00 | 20,000.00 | 01/21/11 | 21,760.95 | - | (1,760.95) | 1,750.00 | 7.9% |

**Statement for Account** [redacted]
11/01/12 - 11/30/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Income - Margin** | | | | | | | | | | |
| NORTH TEX TWY AUTH REV<br>HWY REV TOLLS<br>CALL/SINK<br>6% 01/01/2038 | 66285WFX9 | 25 | 120.647 | 30,161.75 | 01/27/11 | 24,680.70 | - | 5,481.05 | 1,500.00 | 5.0% |
| **Total Fixed Income** | | | | **$94,186.35** | | **$99,179.10** | | **$(4,992.75)** | **$7,512.50** | **8.0%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Total Margin Account** | | | | **$785,329.18** | | **$731,034.61** | | **$10,369.99** | **$62,411.30** | **7.9%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($31,781.18)** |
| 11/01/12 | 11/01/12 | Margin | Div/Int - Income | AT&T INC<br>COM<br>Payable: 11/01/2012<br>QUALIFIED DIVIDENDS 2420.00 | T | - | $ 0.00 | $ 2,420.00 | (29,361.18) |
| 11/01/12 | 11/01/12 | Margin | Div/Int - Income | VERIZON COMMUNICATIONS<br>COM<br>Payable: 11/01/2012<br>QUALIFIED DIVIDENDS 515.00 | VZ | - | 0.00 | 515.00 | (28,846.18) |
| 11/02/12 | 11/02/12 | Margin | Div/Int - Income | BAC CAP TRUST XII<br>PFD CALLABLE<br>Payable: 11/02/2012<br>Taxable Int Credited 644.53 | BAC PRCCL | - | 0.00 | 644.53 | (28,201.65) |
| 11/05/12 | 11/05/12 | Margin | Sell - Securities Sold | BAC CAP TRUST XII<br>PFD CALLABLE<br>REORG - CORPORATE FULL CALL<br>Auto Reorg#171129\|TR\|CASH PAYMENT | BAC PRCCL | 1,500- | 25.00 | 37,521.48 | 9,319.83 |
| 11/06/12 | 11/06/12 | Margin | Journal - Other | PURCHASE FDIC INSURED DEPOSITACCOUNT | - | - | 0.00 | (9,319.83) | 0.00 |

**Statement for Account** [redacted]

11/01/12 - 11/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 11/06/12 | 11/09/12 | Margin | Buy - Securities Purchased | ANWORTH MORTGAGE ASSET COM<br>Commission 9.99 | ANH | 1,000 | 5.9899 | (5,999.89) | (5,999.89) |
| 11/06/12 | 11/09/12 | Margin | Buy - Securities Purchased | ANNALY CAPITAL MANAGEMENT INC<br>COM<br>Commission 9.99 | NLY | 1,000 | 15.34 | (15,349.99) | (21,349.88) |
| 11/09/12 | 11/09/12 | Margin | Div/Int - Income | SPDR<br>BARCLAYS HIGH YIELD BOND ETF<br>Payable: 11/09/2012<br>Ordinary Dividends 224.72 | JNK | - | 0.00 | 224.72 | (21,125.16) |
| 11/09/12 | 11/09/12 | Margin | Journal - Other | REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | 9,319.83 | (11,805.33) |
| 11/09/12 | 11/09/12 | Margin | Div/Int - Other | FDIC INSURED DEPOSIT ACCOUNT<br>IDA11 NOT COVERED BY SIPC<br>Interest: Insured Deposit Account<br>Payable: 11/30/2012<br>Insured Deposit Accoun 0.01 | MMDA11 | - | 0.00 | 0.01 | (11,805.32) |
| 11/14/12 | 11/14/12 | Margin | Div/Int - Income | LEGACY RESERVES LP<br>Payable: 11/14/2012<br>MLP Return of Capital 565.00 | LGCY | - | 0.00 | 565.00 | (11,240.32) |
| 11/30/12 | 11/30/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM<br>Payable: 11/30/2012<br>Ordinary Dividends 175.00 | PHF | - | 0.00 | 175.00 | (11,065.32) |
| 11/30/12 | 11/30/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM<br>Payable: 11/30/2012<br>Ordinary Dividends 165.00 | HIX | - | 0.00 | 165.00 | (10,900.32) |

**Statement for Account** [redacted]

11/01/12 - 11/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 11/30/12 | 11/30/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 11/30/2012<br>Ordinary Dividends 367.50 | CMO PRB | - | 0.00 | 367.50 | (10,532.82) |
| 11/30/12 | 11/30/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE<br>Payable: 11/30/2012 | - | - | 0.00 | (47.10) | (10,579.92) |
| **Closing Balance** | | | | | | | | | **($10,579.92)** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 11/01/12 | $ (28,846.18) | $ - | 1 | 4.50 | $ 3.61 | $ - |
| 11/02/12 | (28,201.65) | - | 3 | 4.50 | 10.58 | - |
| 11/09/12 | (11,805.32) | - | 5 | 4.75 | 7.79 | - |
| 11/14/12 | (11,240.32) | - | 16 | 4.75 | 23.73 | - |
| 11/30/12 | (10,532.82) | - | 1 | 4.75 | 1.39 | - |
| **Total Interest Income/(Expense)** | | | | | **$47.10** | **$ 0.00** |

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MTD PAID |
|---|---|---|---|---|---|---|
| 11/06/12 | $ 9,319.83 | 3 | 0.0100 | $ 0.01 | $ 0.01 | $ 0.01 |
| **Total Interest Income** | | | | | | **$0.01** |

**Statement for Account** [redacted]

11/01/12 - 11/30/12

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balance |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$ 0.00** |
| 11/06/12 | - | 11/06/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA11 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | $ 9,319.83 | 9,319.83 |
| 11/09/12 | - | 11/09/12 | Delivered | FDIC INSURED DEPOSIT ACCOUNT IDA11 NOT COVERED BY SIPC REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | - | - | (9,319.83) | 0.00 |
| **Closing Balance** | | | | | | | | **$ 0.00** |

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

# Terms and Conditions

## STATEMENT GUIDE

TD Ameritrade provides monthly Portfolio Reports for accounts with activity and quarterly reports for inactive accounts with assets.[1]

**Portfolio Summary:** Tracks the current value of your portfolio as of the report date and compares it to the prior month.[2] The asset allocation indicates your portfolio diversification by investment type.

Multiple allocations under 5% will be grouped into the category of "Other" in the pie chart. Margin Equity = Total Account Equity/(Total Long Marginable Value + Total Short Value)

**Activity Summary:** The opening and closing cash balances are reconciled here for your quick reference. All account activity is summarized for the current period and year-to-date.

**Income & Expense Summary (non-IRAs only):** This section details the income and expense totals from the Activity Summary and classifies the tax treatment.

**Retirement Account Summary (IRAs only):** Review the IRS regulated transactions for the current and prior years. IRS Form 5498 fair market value is based on the current value as of December 31 of the previous year and will be furnished to the Internal Revenue Service.

**Performance Summary:** Monitor your annual portfolio performance and the unrealized gains and losses for your future investment strategy.

**Account Positions:** View your investments at the current market value and compare the original cost to see unrealized gains and losses in your portfolio. Original cost is assigned using the first-in, first-out (FIFO) method, which assumes the first shares you sell are those you purchased first. The estimated investment income[2] and average cost per share are displayed for your reference (the oldest purchase date is shown for an indication of your holding period).

**Account Activity:** All account activity is clearly defined, listed in date order, and reflected in the closing cash balance.

**Trades Pending Settlement:** Confirm your executed trades with a settlement date after month end. These transactions will be reflected in the Account Activity section next month.

**Online Cash Services Transaction Detail:** Cash management transactions that cleared during this statement reporting period, including check, debit card and ATM activity, are listed in date order.

**Online Cash Services Summary:** Credit and debit transaction totals for the current statement reporting period are summarized. Individual transactions are not listed.

[1]Due to rounding adjustments, the statement details may not equal the statement totals.
[2]Estimated Annual Income and Estimated Annual Yield values are based upon the number of shares owned or current value balance as of the statement date and the most recent dividend rate or cash yield provided.

## GENERAL INFORMATION

TD Ameritrade does not provide legal or tax advice. Please consult your legal advisor or tax accountant when necessary. As a standard industry practice, phone conversations may be recorded for quality control and transaction verification purposes.

For TD Ameritrade Institutional clients, your advisor firm is separate from and not affiliated with TD Ameritrade, Inc. or TD Ameritrade Clearing, Inc., and each firm is not responsible for the products and services of the other.

**Accuracy of Reports: If you find any errors or omissions in your account statement you should immediately call us at the number listed on page one of your statement. You should also contact our Clearing firm, TD Ameritrade Clearing, Inc. at 402-970-7724.**

Please review this statement carefully. If you disagree with any transaction, or if there are any errors or omissions, please notify a Client Services representative or your local branch office, as well as TD Ameritrade Clearing, Inc. in writing within ten (10) days of your receipt of this statement. Any oral statements that you have made to us should be confirmed in writing. The statement will otherwise be considered conclusive.

Please notify us promptly of any changes in your contact information. Transactions reflected on your report will be conclusively deemed accurate unless you notify TD Ameritrade immediately.

**Account Protection:** Deposits held by TD Bank, N.A. and TD Bank USA, N.A., are insured by the FDIC (not covered by SIPC) up to $250,000. Limits are per account ownership per institution. To learn more about FDIC coverage go to www.fdic.gov. Securities, including mutual funds, held in your Brokerage Account are not deposits or obligations of, or guaranteed by, any bank, are not FDIC-insured, and involve investment risks, including possible loss of principal. TD Ameritrade, Inc. is a member of the Securities Investor Protection Corporation (SIPC), which protects securities customers of its members up to $500,000 (including $250,000 for claims for cash). Explanatory brochure available on request at www.sipc.org. TD Ameritrade also provides $149.5 million worth of protection for each client through supplemental coverage provided by London insurers. The $149.5 million of coverage includes an additional $900,000 limit on cash in the account. Each client is limited to a combined return of $150 million from a Trustee, SIPC or London. The TD Ameritrade Insurance Policy does have an aggregate total coverage of $250 million over all customers. This policy provides you coverage against theft following brokerage insolvency and does not protect against loss in market value of the securities.

An investment in a money market fund is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. Although the funds seek to preserve the value of your investment at $1.00 per share, it is possible to lose money by investing in a money market fund. Dividends are declared daily and paid/reinvested monthly. The prospectus contains this and other important information. Read the prospectus carefully before investing. Non-deposit investments held by your broker-dealer are NOT FDIC INSURED / NOT BANK GUARANTEED / MAY LOSE VALUE.

**Tax Reporting:** The portfolio report is not a tax document. You will receive Form 1099 for annual tax reporting in compliance with IRS requirements (includes taxable interest, dividends, capital gains, taxes withheld, and sales proceeds). Some payments are subject to reclassification which will be reflected on subsequent tax reports.

**Cost Basis:** Cost-Basis, tax lot and performance reporting and Gainskeeper are offered and conducted by CCH INCORPORATED. TD Ameritrade is not responsible for the reliability or suitability of the information. TD Ameritrade and its Information providers ("Providers") do not guarantee the accuracy of the information and data provided. CCH INCORPORATED is a separate company and is not affiliated with TD Ameritrade.

**Margin and Options Account Agreements:** Promptly advise TD Ameritrade in writing of any change in your investment objectives or financial situation as they pertain to your margin or options account agreements. A summary of commissions and charges incurred with the execution of options transactions is available.

**Current Market Prices:** The market values of securities have been obtained, if available, from quotation services and other independent sources. Values are based on the closing price, the mean between the bid and asking prices, or other methods. If no market value is available from a quotation service or other independent source, the security is subject to being reflected as Non-Priced ("NP"). The valuations on your portfolio report are provided as general information and we do not guarantee the accuracy of any securities prices. Mortgage backed positions are valued using the remaining balance and the current market price. Portfolio report valuations may not represent sales proceeds. The secondary market for Certificates of Deposits (CDs) is generally illiquid and the actual value may be different from the purchase price. A significant loss of principal may result from the sale of a CD prior to maturity. Bonds and/or Fixed Income Securities trade differently than equity securities and do not trade on a liquid exchange. Rather, they trade in the OTC (over the counter) market and sufficient liquidity may not exist for you to sell your position prior to maturity. The sale of bonds prior to maturity may result in a loss of principal.

**Non Standard Assets (NSA)** are typically investments in direct participation program securities (partnerships, limited liability companies, or real estate investment trusts), commodity pools, private equity, private debt or hedge funds. NSAs are typically illiquid investments and do not trade on a national securities exchange or the Nasdaq Stock Market. The values shown for these investments are estimated values derived from various methods, including, but not limited to, independent appraisals, the program's net assets, and/or third party tender offers that have been provided by the management, administrator, and/or sponsor of each program, or by a third-party vendor without independent verification by TD Ameritrade. Values may not reflect the original purchase price, actual market value or be realized upon liquidation. If an estimated value cannot be established through these methods, the valuation may be reflected as Non-Priced ("NP"). For additional detail regarding valuation for Non-Standard Assets, please contact Client Services. These investments are not covered under the SIPC.

**Auction Rate Securities ("ARS") Pricing:** The market values for ARS securities have been obtained, if available, from quotation services or other independent sources. The accuracy of the pricing is not guaranteed. If a market value is not available, TD Ameritrade will price the ARS position, taking into consideration both the liquidity and underlying credit quality. The ARS market is currently experiencing a lack of liquidity and, as a result, there can be no assurance that such securities can be sold under current market conditions.

## REGULATORY DISCLOSURES

All transactions are subject to (i) the constitution, rules, regulations, customs and usages of the exchange or market, and its clearinghouse, if any, on which such transactions are executed; (ii) federal laws, including the Securities Act of 1933 and the Securities Exchange Act of 1934, each as amended to date and in the future, and the rules and regulations promulgated thereunder; and (iii) the rules and regulations of FINRA and the Federal Reserve System.

For an investor brochure that includes information describing FINRA's Public Disclosure Program, please contact FINRA at 800-289-9999 or www.finra.org.

The interest rate shown for TD Ameritrade Cash is taken from the applicable interest rate tier for the Market Value balance in the TD Ameritrade Cash, as of the statement closing date. Simple interest is accrued daily based on the interest rate tier applicable to each day's balance.

**Financial Statement Notification:** The statement of financial condition for TD Ameritrade is available twice a year and may be obtained at no cost, via the internet at http://www.tdameritrade.com/financialstatement.html

**Allocation Method:** In the event any of your securities are called or assigned, the securities will be selected on an impartial, random basis.

**Free Credit Balances (Rule 15c3-2 & 3):** Under the client protection rules, we may use free credit balances in your account in the ordinary course of our business which are payable to you on demand.

**Margin Accounts (Regulation T):** If you have a margin account, this report is a combination of your margin account and a special memorandum account. Trading on margin poses additional risks and is not suitable for all investors. A complete list of the risks associated with margin trading is available in the margin risk disclosure document. You may obtain a copy of this document by contacting us at the number listed on page one of your statement.

**Payment for Order Flow** (SEC Rules 606 and 607)**:** In some circumstances, TD Ameritrade receives compensation for directing certain over-the-counter and listed equity order flow to selected markets, brokers or dealers ("Market Centers"). Compensation is in the form of a per share cash payment. In addition, TD Ameritrade also may receive compensation related to the foreign currency exchange component of transactions in foreign securities from Market Centers executing such trades. We post quarterly reports disclosing the venues for order routing execution at www.tdameritrade.com. A written copy is available upon request.

It is our policy, absent client orders to the contrary, to select brokers, dealers, and market makers based on the ability to provide best execution and the history of seeking price improvement on market orders. Price improvement is available under certain market conditions, and we regularly monitor executions to test for such improvement if available.

**Trade Confirmations (Rule 10b-10):** All confirmations are transmitted on the transaction date.

**Privacy Policy Notification:** A copy of the TD Ameritrade privacy policy is available at www.tdameritrade.com

In Case of Errors or Questions About Your Electronic Transfers Telephone us at 1-800-669-3900 or Write us at P.O. Box 2209, Omaha, NE 68103, as soon as you can, if you think your statement or receipt is wrong or if you need more information about a transfer on the statement or receipt. We must hear from you no later than 60 days after we sent you the FIRST statement on which the error or problem appeared.
(1) Tell us your name and account number.
(2) Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information.
(3) Tell us the dollar amount of the suspected error.
We will investigate your complaint and will correct any error promptly. If we take more than 10 business days to do this, we will credit your account for the amount you think is in error, so that you will have the use of the money during the time it takes us to complete our investigation.

TD Ameritrade

Statement Reporting Period:
12/01/12 - 12/31/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

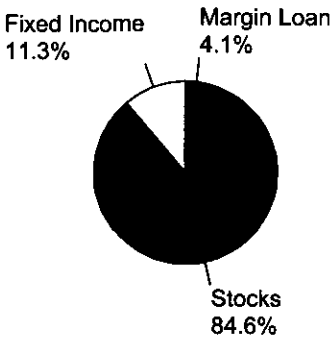
**Statement for Account** [redacted]
KENNY EWELL MARCHANT SR
2125 N JOSEY LN
STE 200
CARROLLTON, TX 750063016

**Announcements:**
TD AMERITRADE IS ON FACEBOOK. JOIN THE CONVERSATION AND CHECK US OUT FOR THE LATEST NEWS AND INFORMATION ON UPCOMING EVENTS. "LIKE" OUR PAGE TODAY! FACEBOOK.COM/TDAMERITRADE.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($34,071.88) | ($10,579.92) | ($23,491.96) | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 706,522.25 | 691,142.83 | 15,379.42 | 2.2% | 55,987.80 | 7.9% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 94,377.40 | 94,186.35 | 191.05 | 0.2% | 7,512.50 | 8.0% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$766,827.77** | **$774,749.26** | **($7,921.49)** | **(1.0)%** | **$63,500.30** | **8.3%** |
| **Margin Equity** | **90.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | ($10,579.92) | $350.00 |
| Securities Purchased | (28,309.98) | (436,312.54) |
| Securities Sold | - | 227,919.09 |
| Funds Deposited | - | 7,435.54 |
| Funds Disbursed | - | - |
| Income | 4,872.98 | 56,159.19 |
| Expense | (54.96) | (1,341.89) |
| Other | - | 111,718.73 |
| **Closing Balance** | ($34,071.88) | ($34,071.88) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $3,116.73 | $ - | $46,186.42 |
| Interest | 875.00 | 881.25 | 5,215.62 |
| Other | - | - | 4,757.15 |
| **Expense** | | | |
| Interest | (54.96) | - | (1,341.89) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $3,936.77 | $881.25 | $54,817.30 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 12/31/12** | **$759,344.59** |
| Unrealized Gains | 49,670.21 |
| Unrealized Losses | (52,700.25) |
| Funds Deposited/(Disbursed)$^{YTD}$ | 7,435.54 |
| Income/(Expense)$^{YTD}$ | 54,817.30 |
| Securities Received/(Delivered)$^{YTD}$ | 61,038.00 |

**Statement for Account** [redacted]
12/01/12 - 12/31/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 875.00 | $ 3,474.60 |
| Non Taxable Interest | 881.25 | 1,762.50 |
| Ordinary Dividends | 3,116.73 | 29,945.50 |
| Margin Interest Charged | (54.96) | (1,341.89) |
| Limited Ptrs Return of Capital | 0.00 | 3,630.00 |
| Qualified Dividends | 0.00 | 12,371.00 |
| Substitute Payment | 0.00 | 1,127.15 |
| IDA Interest | 0.00 | 1.84 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 6,000 | $ 14.04 | $ 84,240.00 | 11/02/10 | $ 102,819.24 | $ 17.14 | $ (18,579.24) | $ 10,800.00 | 12.8% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 25.41 | 25,410.00 | 01/17/12 | 26,810.02 | 26.81 | (1,400.02) | 1,969.00 | 7.7% |
| ANWORTH MORTGAGE ASSET COM | ANH | 8,000 | 5.78 | 46,240.00 | 07/06/11 | 53,509.12 | 6.69 | (7,269.12) | 4,800.00 | 10.4% |
| AT&T INC COM | T | 5,500 | 33.71 | 185,405.00 | 08/13/10 | 158,476.73 | 28.81 | 26,928.27 | 9,900.00 | 5.3% |
| CAPSTEAD MORTGAGE CORP PFD $1.6 SER A CONV/CALL | CMO PRA | 793 | 22.55 | 17,882.15 | 10/02/12 | 19,240.24 | 24.26 | (1,358.09) | 1,268.80 | 7.1% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 4,500 | 14.31 | 64,395.00 | 01/17/12 | 66,349.95 | 14.74 | (1,954.95) | 5,670.00 | 8.8% |
| CAPSTEAD MORTGAGE CORP COM | CMO | 3,000 | 11.47 | 34,410.00 | 08/16/11 | 39,914.86 | 13.31 | (5,504.86) | 3,600.00 | 10.5% |

**Statement for Account** [redacted]
12/01/12 - 12/31/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 4,000 | 13.67 | 54,680.00 | 07/07/11 | 56,317.61 | 14.08 | (1,637.61) | 6,892.00 | 12.6% |
| LEGACY RESERVES LP | LGCY | 1,000 | 23.80 | 23,800.00 | 09/13/12 | 28,905.89 | 28.91 | (5,105.89) | 2,260.00 | 9.5% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 8.87 | 22,175.00 | 08/24/11 | 22,524.97 | 9.01 | (349.97) | 2,100.00 | 9.5% |
| SPDR BARCLAYS HIGH YIELD BOND ETF | JNK | 1,000 | 40.71 | 40,710.00 | 01/17/12 | 38,659.99 | 38.66 | 2,050.01 | 2,748.00 | 6.8% |
| T BANCSHARES, INC COM | TBNC | 16,513 | 2.70 | 44,585.10 | - | - | - | - | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 43.27 | 43,270.00 | 07/21/10 | 27,596.89 | 27.60 | 15,673.11 | 2,060.00 | 4.8% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 9.66 | 19,320.00 | 08/24/11 | 19,039.98 | 9.52 | 280.02 | 1,920.00 | 9.9% |
| **Total Stocks** | | | | **$706,522.25** | | **$660,165.49** | | **$1,771.66** | **$55,987.80** | **7.9%** |
| **Fixed Income - Margin** | | | | | | | | | | |
| AMR CORP SR UNSECURED IN DEFAULT 10% 04/15/2021 | 001765AK2 | 25 | $ 79.00 | $ 19,750.00 | 01/21/11 | $ 23,760.95 | $ - | $ (4,010.95) | $ 2,500.00 | 10.7% |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REVENUE 5.875% 06/01/2047 | 118217AU2 | 30 | 89.443 | 26,832.90 | 11/07/07 | 28,976.50 | - | (2,143.60) | 1,762.50 | 6.6% |
| MBIA INC SR UNSECURED 7% 12/15/2025 | 55262CAE0 | 25 | 73.50 | 18,375.00 | 01/21/11 | 21,760.95 | - | (3,385.95) | 1,750.00 | 9.5% |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Income - Margin** | | | | | | | | | | |
| NORTH TEX TWY AUTH REV<br>HWY REV TOLLS<br>CALL/SINK<br>6% 01/01/2038 | 66285WFX9 | 25 | 117.678 | 29,419.50 | 01/27/11 | 24,680.70 | - | 4,738.80 | 1,500.00 | 5.1% |
| **Total Fixed Income** | | | | **$94,377.40** | | **$99,179.10** | | **$(4,801.70)** | **$7,512.50** | **8.0%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Total Margin Account** | | | | **$800,899.65** | | **$759,344.59** | | **$(3,030.04)** | **$63,500.30** | **7.9%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($10,579.92)** |
| 12/03/12 | 12/03/12 | Margin | Div/Int - Income | BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REVENUE<br>5.875% 06/01/2047<br>Payable: 12/01/2012<br>Non Taxable Int 881.25 | 118217AU2 | - | $ 0.00 | $ 881.25 | (9,698.67) |
| 12/11/12 | 12/11/12 | Margin | Div/Int - Income | SPDR BARCLAYS HIGH YIELD BOND ETF<br>Payable: 12/11/2012<br>Ordinary Dividends 222.58 | JNK | - | 0.00 | 222.58 | (9,476.09) |
| 12/17/12 | 12/17/12 | Margin | Div/Int - Income | MBIA INC<br>SR UNSECURED 7% 12/15/2025<br>Payable: 12/15/2012<br>Taxable Int Credited 875.00 | 55262CAE0 | - | 0.00 | 875.00 | (8,601.09) |
| 12/21/12 | 12/21/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM<br>Payable: 12/21/2012<br>Ordinary Dividends 160.00 | HIX | - | 0.00 | 160.00 | (8,441.09) |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 12/26/12 | 12/26/12 | Margin | Div/Int - Income | ISHARES FTSE NAREIT MORTGAGE PLUS CAP<br>Payable: 12/26/2012<br>Ordinary Dividends 1382.26 | REM | - | 0.00 | 1,382.26 | (7,058.83) |
| 12/21/12 | 12/27/12 | Margin | Buy - Securities Purchased | ISHARES FTSE NAREIT MORTGAGE PLUS CAP<br>Commission 9.99 | REM | 1,000 | 13.84 | (13,849.99) | (20,908.82) |
| 12/21/12 | 12/27/12 | Margin | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Commission 9.99 | CMO PRB | 1,000 | 14.45 | (14,459.99) | (35,368.81) |
| 12/28/12 | 12/28/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM<br>Payable: 12/28/2012<br>Ordinary Dividends 175.00 | PHF | - | 0.00 | 175.00 | (35,193.81) |
| 12/31/12 | 12/31/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.6 SER A CONV/CALL<br>Payable: 12/31/2012<br>Ordinary Dividends 317.20 | CMO PRA | - | 0.00 | 317.20 | (34,876.61) |
| 12/31/12 | 12/31/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 12/31/2012<br>Ordinary Dividends 367.50 | CMO PRB | - | 0.00 | 367.50 | (34,509.11) |
| 12/31/12 | 12/31/12 | Margin | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL<br>Payable: 12/31/2012<br>Ordinary Dividends 492.19 | NLY PRA | - | 0.00 | 492.19 | (34,016.92) |
| 12/31/12 | 12/31/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE<br>Payable: 12/31/2012 | - | - | 0.00 | (54.96) | (34,071.88) |

**Closing Balance** **($34,071.88)**

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

**Statement for Account** [redacted]

12/01/12 - 12/31/12

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 12/01/12 | $ (10,579.92) | $ - | *2 | 4.75 | $ 2.79 | $ - |
| 12/03/12 | (9,698.67) | - | 8 | 5.00 | 10.78 | - |
| 12/11/12 | (9,476.09) | - | 6 | 5.00 | 7.90 | - |
| 12/17/12 | (8,601.09) | - | 4 | 5.00 | 4.78 | - |
| 12/21/12 | (8,441.09) | - | 5 | 5.00 | 5.86 | - |
| 12/26/12 | (7,058.83) | - | 1 | 5.00 | 0.98 | - |
| 12/27/12 | (35,368.81) | - | 1 | 4.50 | 4.42 | - |
| 12/28/12 | (35,193.81) | - | 3 | 4.50 | 13.20 | - |
| 12/31/12 | (34,016.92) | - | 1 | 4.50 | 4.25 | - |
| **Total Interest Income/(Expense)** | | | | | **$54.96** | **$ 0.00** |

## Trades Pending Settlement

| Investment Description | | Account Type | Symbol/ CUSIP | Quantity | Price | Trade Date | Settle Date | Amount |
|---|---|---|---|---|---|---|---|---|
| BUY | ALPS ETF TR ALERIAN MLP | Margin | AMLP | 1,000 | $ 15.8199 | 12/31/12 | 01/04/13 | $ (15,829.89) |
| BUY | ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | Margin | NLY PRA | 1,000 | 25.44 | 12/31/12 | 01/04/13 | (25,449.99) |

## Important Information

**French Financial Transaction Tax (FTT) Ordinary & ADR** – Effective immediately, all opening transactions in designated French companies will be subject to the French FTT at a rate of 0.20% of the total transaction cost.

The most recent statement of financial condition for TD Ameritrade Clearing, Inc. may be obtained at no cost, via the Internet at https://www.tdameritrade.com/financial-statement#financial-statement on or before 12/29/2012, or by contacting TD Ameritrade Clearing, Inc. at 1-800-237-8692. As of 9/30/2012, TD Ameritrade Clearing, Inc. had net capital and a net capital requirement of $1.3 billion and $202.5 million, respectively. A copy of the report and comments is currently available for customers' inspection at the principal office of the commission in Washington DC and the Denver, CO office of the Commission.

**Annual Margin Disclosure**

Securities purchased on margin are the firm's collateral for the loan to you. If the securities in your account decline in value, so does the value of the collateral supporting your loan. As a result, the firm can take action, such as issuing a margin call and/or selling securities or other assets in any of your accounts held with TD Ameritrade, in order to maintain the required equity in the account.

**It is important that you fully understand the risks involved in trading securities on margin. These risks include the following: You can lose more funds than you deposit in the margin account. The firm can force the sale of securities or other assets in your account(s). The firm can sell your securities or other assets without contacting you. You are not entitled to choose which securities or other assets in your account(s) are liquidated or sold to meet a margin call. The firm can increase its "house" maintenance requirements at any time and is not required to provide you advance written notice. You are not entitled to an extension of time on a margin call.**

## Important Information

### Anti-Money Laundering Requirements

The USA PATRIOT Act is designed to detect, deter, and punish terrorists and/or terrorist groups in the United States and abroad. The Act requires U.S. financial institutions and brokerage firms to implement comprehensive anti-money laundering programs.

What is money laundering?
Money laundering is the process of disguising illegally obtained funds so that they appear to come from legitimate sources or activities. Money laundering occurs in connection with a wide variety of crimes, including (but not limited to) illegal arms sales, drug trafficking, fraud, terrorism, embezzlement, and political corruption.

How big is the problem and why is it important?
According to the U.S. Department of State, one recent estimate puts the amount of worldwide money laundering activity at roughly $1 trillion per year. The use of the U.S. financial system by criminals to facilitate terrorism or other crimes could taint our financial markets.

What is TD Ameritrade required to do?
As required by the USA PATRIOT Act, our anti-money laundering program designates a special Compliance Officer to ensure compliance with applicable laws, maintains policies and procedures to detect and report suspicious transactions, performs employee training, and conducts independent audits. Federal law also requires all financial institutions to obtain, verify, and record information that identifies each person who opens an account. As part of this requirement, we may ask you to provide various identification documents or other information. Until you provide the information or documents required, we may not be able to open an account or process transactions for you.

We thank you for your patience and look forward to your support in our efforts to deny terrorist groups access to America's financial system.

# Terms and Conditions

## STATEMENT GUIDE

TD Ameritrade provides monthly Portfolio Reports for accounts with activity and quarterly reports for inactive accounts with assets.[1]

**Portfolio Summary:** Tracks the current value of your portfolio as of the report date and compares it to the prior month.[2] The asset allocation indicates your portfolio diversification by investment type.

Multiple allocations under 5% will be grouped into the category of "Other" in the pie chart. Margin Equity = Total Account Equity/(Total Long Marginable Value + Total Short Value)

**Activity Summary:** The opening and closing cash balances are reconciled here for your quick reference. All account activity is summarized for the current period and year-to-date.

**Income & Expense Summary (non-IRAs only):** This section details the income and expense totals from the Activity Summary and classifies the tax treatment.

**Retirement Account Summary (IRAs only):** Review the IRS regulated transactions for the current and prior years. IRS Form 5498 fair market value is based on the current value as of December 31 of the previous year and will be furnished to the Internal Revenue Service.

**Performance Summary:** Monitor your annual portfolio performance and the unrealized gains and losses for your future investment strategy.

**Account Positions:** View your investments at the current market value and compare the original cost to see unrealized gains and losses in your portfolio. Original cost is assigned using the first-in, first-out (FIFO) method, which assumes the first shares you sell are those you purchased first. The estimated investment income[2] and average cost per share are displayed for your reference (the oldest purchase date is shown for an indication of your holding period).

**Account Activity:** All account activity is clearly defined, listed in date order, and reflected in the closing cash balance.

**Trades Pending Settlement:** Confirm your executed trades with a settlement date after month end. These transactions will be reflected in the Account Activity section next month.

**Online Cash Services Transaction Detail:** Cash management transactions that cleared during this statement reporting period, including check, debit card and ATM activity, are listed in date order.

**Online Cash Services Summary:** Credit and debit transaction totals for the current statement reporting period are summarized. Individual transactions are not listed.

[1]Due to rounding adjustments, the statement details may not equal the statement totals.
[2]Estimated Annual Income and Estimated Annual Yield values are based upon the number of shares owned or current value balance as of the statement date and the most recent dividend rate or cash yield provided.

## GENERAL INFORMATION

TD Ameritrade does not provide legal or tax advice. Please consult your legal advisor or tax accountant when necessary. As a standard industry practice, phone conversations may be recorded for quality control and transaction verification purposes.

For TD Ameritrade Institutional clients, your advisor firm is separate from and not affiliated with TD Ameritrade, Inc. or TD Ameritrade Clearing, Inc., and each firm is not responsible for the products and services of the other.

**Accuracy of Reports: If you find any errors or omissions in your account statement you should immediately call us at the number listed on page one of your statement. You should also contact our Clearing firm, TD Ameritrade Clearing, Inc. at 402-970-7724.**

Please review this statement carefully. If you disagree with any transaction, or if there are any errors or omissions, please notify a Client Services representative or your local branch office, as well as TD Ameritrade Clearing, Inc. in writing within ten (10) days of your receipt of this statement. Any oral statements that you have made to us should be confirmed in writing. The statement will otherwise be considered conclusive

Please notify us promptly of any changes in your contact information. Transactions reflected on your report will be conclusively deemed accurate unless you notify TD Ameritrade immediately.

**Account Protection:** Deposits held by TD Bank, N.A. and TD Bank USA, N.A., are insured by the FDIC (not covered by SIPC) up to $250,000. Limits are per account ownership per institution. To learn more about FDIC coverage go to www.fdic.gov. Securities, including mutual funds, held in your Brokerage Account are not deposits or obligations of, or guaranteed by, any bank, are not FDIC-insured, and involve investment risks, including possible loss of principal. TD Ameritrade, Inc. is a member of the Securities Investor Protection Corporation (SIPC), which protects securities customers of its members up to $500,000 (including $250,000 for claims for cash). Explanatory brochure available on request at www.sipc.org. TD Ameritrade also provides $149.5 million worth of protection for each client through supplemental coverage provided by London insurers. The $149.5 million of coverage includes an additional $900,000 limit on cash in the account. Each client is limited to a combined return of $150 million from a Trustee, SIPC or London. The TD Ameritrade Insurance Policy does have an aggregate total coverage of $250 million over all customers. This policy provides you coverage against theft following brokerage insolvency and does not protect against loss in market value of the securities.

An investment in a money market fund is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. Although the funds seek to preserve the value of your investment at $1.00 per share, it is possible to lose money by investing in a money market fund. Dividends are declared daily and paid/reinvested monthly. The prospectus contains this and other important information. Read the prospectus carefully before investing. Non-deposit investments held by your broker-dealer are NOT FDIC INSURED / NOT BANK GUARANTEED / MAY LOSE VALUE.

**Tax Reporting:** The portfolio report is not a tax document. You will receive Form 1099 for annual tax reporting in compliance with IRS requirements (includes taxable interest, dividends, capital gains, taxes withheld, and sales proceeds). Some payments are subject to reclassification which will be reflected on subsequent tax reports.

**Cost Basis:** Cost-Basis, tax lot and performance reporting and Gainskeeper are offered and conducted by CCH INCORPORATED. TD Ameritrade is not responsible for the reliability or suitability of the information. TD Ameritrade and its Information providers ("Providers") do not guarantee the accuracy of the information and data provided. CCH INCORPORATED is a separate company and is not affiliated with TD Ameritrade.

**Margin and Options Account Agreements:** Promptly advise TD Ameritrade in writing of any change in your investment objectives or financial situation as they pertain to your margin or options account agreements. A summary of commissions and charges incurred with the execution of options transactions is available.

**Current Market Prices:** The market values of securities have been obtained, if available, from quotation services and other independent sources. Values are based on the closing price, the mean between the bid and asking prices, or other methods. If no market value is available from a quotation service or other independent source, the security is subject to being reflected as Non-Priced ("NP"). The valuations on your portfolio report are provided as general information and we do not guarantee the accuracy of any securities prices. Mortgage backed positions are valued using the remaining balance and the current market price. Portfolio report valuations may not represent sales proceeds. The secondary market for Certificates of Deposits (CDs) is generally illiquid and the actual value may be different from the purchase price. A significant loss of principal may result from the sale of a CD prior to maturity. Bonds and/or Fixed Income Securities trade differently than equity securities and do not trade on a liquid exchange. Rather, they trade in the OTC (over the counter) market and sufficient liquidity may not exist for you to sell your position prior to maturity. The sale of bonds prior to maturity may result in a loss of principal.

**Non Standard Assets (NSA)** are typically investments in direct participation program securities (partnerships, limited liability companies, or real estate investment trusts), commodity pools, private equity, private debt or hedge funds. NSAs are typically illiquid investments and do not trade on a national securities exchange or the Nasdaq Stock Market. The values shown for these investments are estimated values derived from various methods, including, but not limited to, independent appraisals, the program's net assets, and/or third party tender offers that have been provided by the management, administrator, and/or sponsor of each program, or by a third-party vendor without independent verification by TD Ameritrade. Values may not reflect the original purchase price, actual market value or be realized upon liquidation. If an estimated value cannot be established through these methods, the valuation may be reflected as Non-Priced ("NP"). For additional detail regarding valuation for Non-Standard Assets, please contact Client Services. These investments are not covered under the SIPC.

**Auction Rate Securities ("ARS") Pricing:** The market values for ARS securities have been obtained, if available, from quotation services or other independent sources. The accuracy of the pricing is not guaranteed. If a market value is not available, TD Ameritrade will price the ARS position, taking into consideration both the liquidity and underlying credit quality. The ARS market is currently experiencing a lack of liquidity and, as a result, there can be no assurance that such securities can be sold under current market conditions.

## REGULATORY DISCLOSURES

All transactions are subject to (i) the constitution, rules, regulations, customs and usages of the exchange or market, and its clearinghouse, if any, on which such transactions are executed; (ii) federal laws, including the Securities Act of 1933 and the Securities Exchange Act of 1934, each as amended to date and in the future, and the rules and regulations promulgated thereunder, and (iii) the rules and regulations of FINRA and the Federal Reserve System.

For an investor brochure that includes information describing FINRA's Public Disclosure Program, please contact FINRA at 800-289-9999 or www.finra.org.

The interest rate shown for TD Ameritrade Cash is taken from the applicable interest rate tier for the Market Value balance in the TD Ameritrade Cash, as of the statement closing date. Simple interest is accrued daily based on the interest rate tier applicable to each day's balance.

**Financial Statement Notification:** The statement of financial condition for TD Ameritrade is available twice a year and may be obtained at no cost, via the internet at http //www.tdameritrade.com/financialstatement.html

**Allocation Method:** In the event any of your securities are called or assigned, the securities will be selected on an impartial, random basis.

**Free Credit Balances (Rule 15c3-2 & 3):** Under the client protection rules, we may use free credit balances in your account in the ordinary course of our business which are payable to you on demand.

**Margin Accounts (Regulation T):** If you have a margin account, this report is a combination of your margin account and a special memorandum account. Trading on margin poses additional risks and is not suitable for all investors. A complete list of the risks associated with margin trading is available in the margin risk disclosure document. You may obtain a copy of this document by contacting us at the number listed on page one of your statement.

**Payment for Order Flow** (SEC Rules 606 and 607)**:** In some circumstances, TD Ameritrade receives compensation for directing certain over-the-counter and listed equity order flow to selected markets, brokers or dealers ("Market Centers"). Compensation is in the form of a per share cash payment. In addition, TD Ameritrade also may receive compensation related to the foreign currency exchange component of transactions in foreign securities from Market Centers executing such trades. We post quarterly reports disclosing the venues for order routing execution at www.tdameritrade.com. A written copy is available upon request.

It is our policy, absent client orders to the contrary, to select brokers, dealers, and market makers based on the ability to provide best execution and the history of seeking price improvement on market orders. Price improvement is available under certain market conditions, and we regularly monitor executions to test for such improvement if available.

**Trade Confirmations (Rule 10b-10):** All confirmations are transmitted on the transaction date.

**Taxes**: Transactions in foreign securities (including foreign company ADRs that trade in the U.S.) may include taxes and fees charged by the foreign markets or governments, which may be reflected in the price of the security or charged as an independent line item.

**Privacy Policy Notification:** A copy of the TD Ameritrade privacy policy is available at www.tdameritrade.com

In Case of Errors or Questions About Your Electronic Transfers Telephone us at 1-800-669-3900 or Write us at P.O. Box 2209, Omaha, NE 68103, as soon as you can, if you think your statement or receipt is wrong or if you need more information about a transfer on the statement or receipt. We must hear from you no later than 60 days after we sent you the FIRST statement on which the error or problem appeared.
(1) Tell us your name and account number.
(2) Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information.
(3) Tell us the dollar amount of the suspected error.
We will investigate your complaint and will correct any error promptly. If we take more than 10 business days to do this, we will credit your account for the amount you think is in error, so that you will have the use of the money during the time it takes us to complete our investigation.

TD Ameritrade

Statement Reporting Period:
12/01/12 - 12/31/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

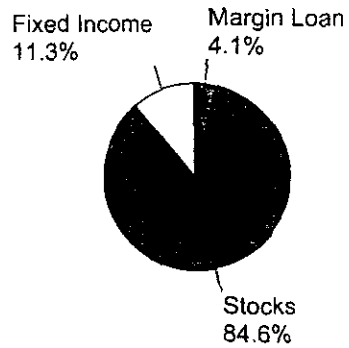
**Statement for Account** [redacted]
KENNY EWELL MARCHANT SR
2125 N JOSEY LN
STE 200
CARROLLTON, TX 750063016

**Announcements:**
TD AMERITRADE IS ON FACEBOOK. JOIN THE CONVERSATION AND CHECK US OUT FOR THE LATEST NEWS AND INFORMATION ON UPCOMING EVENTS. "LIKE" OUR PAGE TODAY! FACEBOOK.COM/TDAMERITRADE.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($34,071.88) | ($10,579.92) | ($23,491.96) | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 706,522.25 | 691,142.83 | 15,379.42 | 2.2% | 55,987.80 | 7.9% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 94,377.40 | 94,186.35 | 191.05 | 0.2% | 7,512.50 | 8.0% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$766,827.77** | **$774,749.26** | **($7,921.49)** | **(1.0)%** | **$63,500.30** | **8.3%** |
| **Margin Equity** | **90.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | ($10,579.92) | $350.00 |
| Securities Purchased | (28,309.98) | (436,312.54) |
| Securities Sold | - | 227,919.09 |
| Funds Deposited | - | 7,435.54 |
| Funds Disbursed | - | - |
| Income | 4,872.98 | 56,159.19 |
| Expense | (54.96) | (1,341.89) |
| Other | - | 111,718.73 |
| **Closing Balance** | ($34,071.88) | ($34,071.88) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $3,116.73 | $ - | $46,186.42 |
| Interest | 875.00 | 881.25 | 5,215.62 |
| Other | - | - | 4,757.15 |
| **Expense** | | | |
| Interest | (54.96) | - | (1,341.89) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $3,936.77 | $881.25 | $54,817.30 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 12/31/12** | **$759,344.59** |
| Unrealized Gains | 49,670.21 |
| Unrealized Losses | (52,700.25) |
| Funds Deposited/(Disbursed)$^{YTD}$ | 7,435.54 |
| Income/(Expense)$^{YTD}$ | 54,817.30 |
| Securities Received/(Delivered)$^{YTD}$ | 61,038.00 |

**Statement for Account** [redacted]

12/01/12 - 12/31/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 875.00 | $ 3,474.60 |
| Non Taxable Interest | 881.25 | 1,762.50 |
| Ordinary Dividends | 3,116.73 | 29,945.50 |
| Margin Interest Charged | (54.96) | (1,341.89) |
| Limited Ptrs Return of Capital | 0.00 | 3,630.00 |
| Qualified Dividends | 0.00 | 12,371.00 |
| Substitute Payment | 0.00 | 1,127.15 |
| IDA Interest | 0.00 | 1.84 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 6,000 | $ 14.04 | $ 84,240.00 | 11/02/10 | $ 102,819.24 | $ 17.14 | $ (18,579.24) | $ 10,800.00 | 12.8% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 25.41 | 25,410.00 | 01/17/12 | 26,810.02 | 26.81 | (1,400.02) | 1,969.00 | 7.7% |
| ANWORTH MORTGAGE ASSET COM | ANH | 8,000 | 5.78 | 46,240.00 | 07/06/11 | 53,509.12 | 6.69 | (7,269.12) | 4,800.00 | 10.4% |
| AT&T INC COM | T | 5,500 | 33.71 | 185,405.00 | 08/13/10 | 158,476.73 | 28.81 | 26,928.27 | 9,900.00 | 5.3% |
| CAPSTEAD MORTGAGE CORP PFD $1.6 SER A CONV/CALL | CMO PRA | 793 | 22.55 | 17,882.15 | 10/02/12 | 19,240.24 | 24.26 | (1,358.09) | 1,268.80 | 7.1% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 4,500 | 14.31 | 64,395.00 | 01/17/12 | 66,349.95 | 14.74 | (1,954.95) | 5,670.00 | 8.8% |
| CAPSTEAD MORTGAGE CORP COM | CMO | 3,000 | 11.47 | 34,410.00 | 08/16/11 | 39,914.86 | 13.31 | (5,504.86) | 3,600.00 | 10.5% |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 4,000 | 13.67 | 54,680.00 | 07/07/11 | 56,317.61 | 14.08 | (1,637.61) | 6,892.00 | 12.6% |
| LEGACY RESERVES LP | LGCY | 1,000 | 23.80 | 23,800.00 | 09/13/12 | 28,905.89 | 28.91 | (5,105.89) | 2,260.00 | 9.5% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 8.87 | 22,175.00 | 08/24/11 | 22,524.97 | 9.01 | (349.97) | 2,100.00 | 9.5% |
| SPDR BARCLAYS HIGH YIELD BOND ETF | JNK | 1,000 | 40.71 | 40,710.00 | 01/17/12 | 38,659.99 | 38.66 | 2,050.01 | 2,748.00 | 6.8% |
| T BANCSHARES, INC COM | TBNC | 16,513 | 2.70 | 44,585.10 | - | - | - | - | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 43.27 | 43,270.00 | 07/21/10 | 27,596.89 | 27.60 | 15,673.11 | 2,060.00 | 4.8% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 9.66 | 19,320.00 | 08/24/11 | 19,039.98 | 9.52 | 280.02 | 1,920.00 | 9.9% |
| **Total Stocks** | | | | **$706,522.25** | | **$660,165.49** | | **$1,771.66** | **$55,987.80** | **7.9%** |
| **Fixed Income - Margin** | | | | | | | | | | |
| AMR CORP SR UNSECURED IN DEFAULT 10% 04/15/2021 | 001765AK2 | 25 | $ 79.00 | $ 19,750.00 | 01/21/11 | $ 23,760.95 | $ - | $ (4,010.95) | $ 2,500.00 | 10.7% |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REVENUE 5.875% 06/01/2047 | 118217AU2 | 30 | 89.443 | 26,832.90 | 11/07/07 | 28,976.50 | - | (2,143.60) | 1,762.50 | 6.6% |
| MBIA INC SR UNSECURED 7% 12/15/2025 | 55262CAE0 | 25 | 73.50 | 18,375.00 | 01/21/11 | 21,760.95 | - | (3,385.95) | 1,750.00 | 9.5% |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Income - Margin** | | | | | | | | | | |
| NORTH TEX TWY AUTH REV HWY REV TOLLS CALL/SINK 6% 01/01/2038 | 66285WFX9 | 25 | 117.678 | 29,419.50 | 01/27/11 | 24,680.70 | - | 4,738.80 | 1,500.00 | 5.1% |
| **Total Fixed Income** | | | | **$94,377.40** | | **$99,179.10** | | **$(4,801.70)** | **$7,512.50** | **8.0%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Total Margin Account** | | | | **$800,899.65** | | **$759,344.59** | | **$(3,030.04)** | **$63,500.30** | **7.9%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($10,579.92)** |
| 12/03/12 | 12/03/12 | Margin | Div/Int - Income | BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REVENUE 5.875% 06/01/2047 Payable: 12/01/2012 Non Taxable Int 881.25 | 118217AU2 | - | $ 0.00 | $ 881.25 | (9,698.67) |
| 12/11/12 | 12/11/12 | Margin | Div/Int - Income | SPDR BARCLAYS HIGH YIELD BOND ETF Payable: 12/11/2012 Ordinary Dividends 222.58 | JNK | - | 0.00 | 222.58 | (9,476.09) |
| 12/17/12 | 12/17/12 | Margin | Div/Int - Income | MBIA INC SR UNSECURED 7% 12/15/2025 Payable: 12/15/2012 Taxable Int Credited 875.00 | 55262CAE0 | - | 0.00 | 875.00 | (8,601.09) |
| 12/21/12 | 12/21/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM Payable: 12/21/2012 Ordinary Dividends 160.00 | HIX | - | 0.00 | 160.00 | (8,441.09) |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 12/26/12 | 12/26/12 | Margin | Div/Int - Income | ISHARES FTSE NAREIT MORTGAGE PLUS CAP<br>Payable: 12/26/2012<br>Ordinary Dividends 1382.26 | REM | - | 0.00 | 1,382.26 | (7,058.83) |
| 12/21/12 | 12/27/12 | Margin | Buy - Securities Purchased | ISHARES FTSE NAREIT MORTGAGE PLUS CAP<br>Commission 9.99 | REM | 1,000 | 13.84 | (13,849.99) | (20,908.82) |
| 12/21/12 | 12/27/12 | Margin | Buy - Securities Purchased | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Commission 9.99 | CMO PRB | 1,000 | 14.45 | (14,459.99) | (35,368.81) |
| 12/28/12 | 12/28/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM<br>Payable: 12/28/2012<br>Ordinary Dividends 175.00 | PHF | - | 0.00 | 175.00 | (35,193.81) |
| 12/31/12 | 12/31/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.6 SER A CONV/CALL<br>Payable: 12/31/2012<br>Ordinary Dividends 317.20 | CMO PRA | - | 0.00 | 317.20 | (34,876.61) |
| 12/31/12 | 12/31/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL<br>Payable: 12/31/2012<br>Ordinary Dividends 367.50 | CMO PRB | - | 0.00 | 367.50 | (34,509.11) |
| 12/31/12 | 12/31/12 | Margin | Div/Int - Income | ANNALY CAPITAL MANAGEMENT INC<br>PFD 7.875% SERIES A PERP/CALL<br>Payable: 12/31/2012<br>Ordinary Dividends 492.19 | NLY PRA | - | 0.00 | 492.19 | (34,016.92) |
| 12/31/12 | 12/31/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE<br>Payable: 12/31/2012 | - | - | 0.00 | (54.96) | (34,071.88) |

**Closing Balance** **($34,071.88)**

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

Statement for Account [redacted]
12/01/12 - 12/31/12

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 12/01/12 | $ (10,579.92) | $ - | 2 | 4.75 | $ 2.79 | $ - |
| 12/03/12 | (9,698.67) | - | 8 | 5.00 | 10.78 | - |
| 12/11/12 | (9,476.09) | - | 6 | 5.00 | 7.90 | - |
| 12/17/12 | (8,601.09) | - | 4 | 5.00 | 4.78 | - |
| 12/21/12 | (8,441.09) | - | 5 | 5.00 | 5.86 | - |
| 12/26/12 | (7,058.83) | - | 1 | 5.00 | 0.98 | - |
| 12/27/12 | (35,368.81) | - | 1 | 4.50 | 4.42 | - |
| 12/28/12 | (35,193.81) | - | 3 | 4.50 | 13.20 | - |
| 12/31/12 | (34,016.92) | - | 1 | 4.50 | 4.25 | - |
| **Total Interest Income/(Expense)** | | | | | **$54.96** | **$ 0.00** |

## Trades Pending Settlement

| | Investment Description | Account Type | Symbol/ CUSIP | Quantity | Price | Trade Date | Settle Date | Amount |
|---|---|---|---|---|---|---|---|---|
| BUY | ALPS ETF TR ALERIAN MLP | Margin | AMLP | 1,000 | $ 15.8199 | 12/31/12 | 01/04/13 | $ (15,829.89) |
| BUY | ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | Margin | NLY PRA | 1,000 | 25.44 | 12/31/12 | 01/04/13 | (25,449.99) |

## Important Information

**French Financial Transaction Tax (FTT) Ordinary & ADR** – Effective immediately, all opening transactions in designated French companies will be subject to the French FTT at a rate of 0.20% of the total transaction cost.

The most recent statement of financial condition for TD Ameritrade Clearing, Inc. may be obtained at no cost, via the Internet at https://www.tdameritrade.com/financial-statement#financial-statement on or before 12/29/2012, or by contacting TD Ameritrade Clearing, Inc. at 1-800-237-8692. As of 9/30/2012, TD Ameritrade Clearing, Inc. had net capital and a net capital requirement of $1.3 billion and $202.5 million, respectively. A copy of the report and comments is currently available for customers' inspection at the principal office of the commission in Washington DC and the Denver, CO office of the Commission.

**Annual Margin Disclosure**
Securities purchased on margin are the firm's collateral for the loan to you. If the securities in your account decline in value, so does the value of the collateral supporting your loan. As a result, the firm can take action, such as issuing a margin call and/or selling securities or other assets in any of your accounts held with TD Ameritrade, in order to maintain the required equity in the account.

**It is important that you fully understand the risks involved in trading securities on margin. These risks include the following: You can lose more funds than you deposit in the margin account. The firm can force the sale of securities or other assets in your account(s). The firm can sell your securities or other assets without contacting you. You are not entitled to choose which securities or other assets in your account(s) are liquidated or sold to meet a margin call. The firm can increase its "house" maintenance requirements at any time and is not required to provide you advance written notice. You are not entitled to an extension of time on a margin call.**

## Important Information

Anti-Money Laundering Requirements

The USA PATRIOT Act is designed to detect, deter, and punish terrorists and/or terrorist groups in the United States and abroad. The Act requires U.S. financial institutions and brokerage firms to implement comprehensive anti-money laundering programs.

What is money laundering?
Money laundering is the process of disguising illegally obtained funds so that they appear to come from legitimate sources or activities. Money laundering occurs in connection with a wide variety of crimes, including (but not limited to) illegal arms sales, drug trafficking, fraud, terrorism, embezzlement, and political corruption.

How big is the problem and why is it important?
According to the U.S. Department of State, one recent estimate puts the amount of worldwide money laundering activity at roughly $1 trillion per year. The use of the U.S. financial system by criminals to facilitate terrorism or other crimes could taint our financial markets.

What is TD Ameritrade required to do?
As required by the USA PATRIOT Act, our anti-money laundering program designates a special Compliance Officer to ensure compliance with applicable laws, maintains policies and procedures to detect and report suspicious transactions, performs employee training, and conducts independent audits. Federal law also requires all financial institutions to obtain, verify, and record information that identifies each person who opens an account. As part of this requirement, we may ask you to provide various identification documents or other information. Until you provide the information or documents required, we may not be able to open an account or process transactions for you.

We thank you for your patience and look forward to your support in our efforts to deny terrorist groups access to America's financial system.

# Terms and Conditions

## STATEMENT GUIDE

TD Ameritrade provides monthly Portfolio Reports for accounts with activity and quarterly reports for inactive accounts with assets.

**Portfolio Summary:** Tracks the current value of your portfolio as of the report date and compares it to the prior month.[2] The asset allocation indicates your portfolio diversification by investment type.

Multiple allocations under 5% will be grouped into the category of "Other" in the pie chart. Margin Equity = Total Account Equity/(Total Long Marginable Value + Total Short Value)

**Activity Summary:** The opening and closing cash balances are reconciled here for your quick reference. All account activity is summarized for the current period and year-to-date.

**Income & Expense Summary (non-IRAs only):** This section details the income and expense totals from the Activity Summary and classifies the tax treatment.

**Retirement Account Summary (IRAs only):** Review the IRS regulated transactions for the current and prior years. IRS Form 5498 fair market value is based on the current value as of December 31 of the previous year and will be furnished to the Internal Revenue Service.

**Performance Summary:** Monitor your annual portfolio performance and the unrealized gains and losses for your future investment strategy.

**Account Positions:** View your investments at the current market value and compare the original cost to see unrealized gains and losses in your portfolio. Original cost is assigned using the first-in, first-out (FIFO) method, which assumes the first shares you sell are those you purchased first. The estimated investment income[2] and average cost per share are displayed for your reference (the oldest purchase date is shown for an indication of your holding period).

**Account Activity:** All account activity is clearly defined, listed in date order, and reflected in the closing cash balance.

**Trades Pending Settlement:** Confirm your executed trades with a settlement date after month end. These transactions will be reflected in the Account Activity section next month.

**Online Cash Services Transaction Detail:** Cash management transactions that cleared during this statement reporting period, including check, debit card and ATM activity, are listed in date order.

**Online Cash Services Summary:** Credit and debit transaction totals for the current statement reporting period are summarized. Individual transactions are not listed.

[1]Due to rounding adjustments, the statement details may not equal the statement totals.
[2]Estimated Annual Income and Estimated Annual Yield values are based upon the number of shares owned or current value balance as of the statement date and the most recent dividend rate or cash yield provided.

## GENERAL INFORMATION

TD Ameritrade does not provide legal or tax advice. Please consult your legal advisor or tax accountant when necessary. As a standard industry practice, phone conversations may be recorded for quality control and transaction verification purposes.

For TD Ameritrade Institutional clients, your advisor firm is separate from and not affiliated with TD Ameritrade, Inc. or TD Ameritrade Clearing, Inc., and each firm is not responsible for the products and services of the other.

**Accuracy of Reports: If you find any errors or omissions in your account statement you should immediately call us at the number listed on page one of your statement. You should also contact our Clearing firm, TD Ameritrade Clearing, Inc. at 402-970-7724.**

Please review this statement carefully. If you disagree with any transaction, or if there are any errors or omissions, please notify a Client Services representative or your local branch office, as well as TD Ameritrade Clearing, Inc. in writing within ten (10) days of your receipt of this statement. Any oral statements that you have made to us should be confirmed in writing. The statement will otherwise be considered conclusive.

Please notify us promptly of any changes in your contact information. Transactions reflected on your report will be conclusively deemed accurate unless you notify TD Ameritrade immediately.

**Account Protection:** Deposits held by TD Bank, N.A. and TD Bank USA, N.A., are insured by the FDIC (not covered by SIPC) up to $250,000. Limits are per account ownership per institution. To learn more about FDIC coverage go to www.fdic.gov. Securities, including mutual funds, held in your Brokerage Account are not deposits or obligations of, or guaranteed by, any bank, are not FDIC-insured, and involve investment risks, including possible loss of principal. TD Ameritrade, Inc. is a member of the Securities Investor Protection Corporation (SIPC), which protects securities customers of its members up to $500,000 (including $250,000 for claims for cash). Explanatory brochure available on request at www.sipc.org. TD Ameritrade also provides $149.5 million worth of protection for each client through supplemental coverage provided by London insurers. The $149.5 million of coverage includes an additional $900,000 limit on cash in the account. Each client is limited to a combined return of $150 million from a Trustee, SIPC or London. The TD Ameritrade Insurance Policy does have an aggregate total coverage of $250 million over all customers. This policy provides you coverage against theft following brokerage insolvency and does not protect against loss in market value of the securities.

An investment in a money market fund is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. Although the funds seek to preserve the value of your investment at $1.00 per share, it is possible to lose money by investing in a money market fund. Dividends are declared daily and paid/reinvested monthly. The prospectus contains this and other important information. Read the prospectus carefully before investing. Non-deposit investments held by your broker-dealer are NOT FDIC INSURED / NOT BANK GUARANTEED / MAY LOSE VALUE.

**Tax Reporting:** The portfolio report is not a tax document. You will receive Form 1099 for annual tax reporting in compliance with IRS requirements (includes taxable interest, dividends, capital gains, taxes withheld, and sales proceeds). Some payments are subject to reclassification which will be reflected on subsequent tax reports.

**Cost Basis:** Cost-Basis, tax lot and performance reporting and Gainskeeper are offered and conducted by CCH INCORPORATED. TD Ameritrade is not responsible for the reliability or suitability of the information. TD Ameritrade and its Information providers ("Providers") do not guarantee the accuracy of the information and data provided. CCH INCORPORATED is a seperate company and is not affiliated with TD Ameritrade.

**Margin and Options Account Agreements:** Promptly advise TD Ameritrade in writing of any change in your investment objectives or financial situation as they pertain to your margin or options account agreements. A summary of commissions and charges incurred with the execution of options transactions is available.

**Current Market Prices:** The market values of securities have been obtained, if available, from quotation services and other independent sources. Values are based on the closing price, the mean between the bid and asking prices, or other methods. If no market value is available from a quotation service or other independent source, the security is subject to being reflected as Non-Priced ("NP"). The valuations on your portfolio report are provided as general information and we do not guarantee the accuracy of any securities prices. Mortgage backed positions are valued using the remaining balance and the current market price. Portfolio report valuations may not represent sales proceeds. The secondary market for Certificates of Deposits (CDs) is generally illiquid and the actual value may be different from the purchase price. A significant loss of principal may result from the sale of a CD prior to maturity. Bonds and/or Fixed Income Securities trade differently than equity securities and do not trade on a liquid exchange. Rather, they trade in the OTC (over the counter) market and sufficient liquidity may not exist for you to sell your position prior to maturity. The sale of bonds prior to maturity may result in a loss of principal.

**Non Standard Assets (NSA)** are typically investments in direct participation program securities (partnerships, limited liability companies, or real estate investment trusts), commodity pools, private equity, private debt or hedge funds. NSAs are typically illiquid investments and do not trade on a national securities exchange or the Nasdaq Stock Market. The values shown for these investments are estimated values derived from various methods, including, but not limited to, independent appraisals, the program's net assets, and/or third party tender offers that have been provided by the management, administrator, and/or sponsor of each program, or by a third-party vendor without independent verification by TD Ameritrade. Values may not reflect the original purchase price, actual market value or be realized upon liquidation. If an estimated value cannot be established through these methods, the valuation may be reflected as Non-Priced ("NP"). For additional detail regarding valuation for Non-Standard Assets please contact Client Services. These investments are not covered under the SIPC.

**Auction Rate Securities ("ARS") Pricing:** The market values for ARS securities have been obtained, if available, from quotation services or other independent sources. The accuracy of the pricing is not guaranteed. If a market value is not available, TD Ameritrade will price the ARS position, taking into consideration both the liquidity and underlying credit quality. The ARS market is currently experiencing a lack of liquidity and, as a result, there can be no assurance that such securities can be sold under current market conditions.

## REGULATORY DISCLOSURES

All transactions are subject to (i) the constitution, rules, regulations, customs and usages of the exchange or market, and its clearinghouse, if any, on which such transactions are executed; (ii) federal laws, including the Securities Act of 1933 and the Securities Exchange Act of 1934, each as amended to date and in the future, and the rules and regulations promulgated thereunder; and (iii) the rules and regulations of FINRA and the Federal Reserve System.

For an investor brochure that includes information describing FINRA's Public Disclosure Program, please contact FINRA at 800-289-9999 or www.finra.org.

The interest rate shown for TD Ameritrade Cash is taken from the applicable interest rate tier for the Market Value balance in the TD Ameritrade Cash, as of the statement closing date. Simple interest is accrued daily based on the interest rate tier applicable to each day's balance.

**Financial Statement Notification:** The statement of financial condition for TD Ameritrade is available twice a year and may be obtained at no cost, via the internet at http://www.tdameritrade.com/financialstatement.html.

**Allocation Method:** In the event any of your securities are called or assigned, the securities will be selected on an impartial, random basis.

**Free Credit Balances (Rule 15c3-2 & 3):** Under the client protection rules, we may use free credit balances in your account in the ordinary course of our business which are payable to you on demand.

**Margin Accounts (Regulation T):** If you have a margin account, this report is a combination of your margin account and a special memorandum account. Trading on margin poses additional risks and is not suitable for all investors. A complete list of the risks associated with margin trading is available in the margin risk disclosure document. You may obtain a copy of this document by contacting us at the number listed on page one of your statement.

**Payment for Order Flow (SEC Rules 606 and 607):** In some circumstances, TD Ameritrade receives compensation for directing certain over-the-counter and listed equity order flow to selected markets, brokers or dealers ("Market Centers"). Compensation is in the form of a per share cash payment. In addition, TD Ameritrade also may receive compensation related to the foreign currency exchange component of transactions in foreign securities from Market Centers executing such trades. We post quarterly reports disclosing the venues for order routing execution at www.tdameritrade.com. A written copy is available upon request.

It is our policy, absent client orders to the contrary, to select brokers, dealers, and market makers based on the ability to provide best execution and the history of seeking price improvement on market orders. Price improvement is available under certain market conditions, and we regularly monitor executions to test for such improvement if available.

**Trade Confirmations (Rule 10b-10):** All confirmations are transmitted on the transaction date.

**Taxes:** Transactions in foreign securities (including foreign company ADRs that trade in the U.S.) may include taxes and fees charged by the foreign markets or governments, which may be reflected in the price of the security or charged as an independent line item.

**Privacy Policy Notification:** A copy of the TD Ameritrade privacy policy is available at www.tdameritrade.com.

In Case of Errors or Questions About Your Electronic Transfers Telephone us at 1-800-669-3900 or Write us at P.O. Box 2209, Omaha NE 68103, as soon as you can, if you think your statement or receipt is wrong or if you need more information about a transfer on the statement or receipt. We must hear from you no later than 60 days after we sent you the FIRST statement on which the error or problem appeared.
(1) Tell us your name and account number.
(2) Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information.
(3) Tell us the dollar amount of the suspected error.
We will investigate your complaint and will correct any error promptly. If we take more than 10 business days to do this, we will credit your account for the amount you think is in error so that you will have the use of the money during the time it takes us to complete our investigation.

TD Ameritrade

Statement Reporting Period:
11/01/12 - 11/30/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

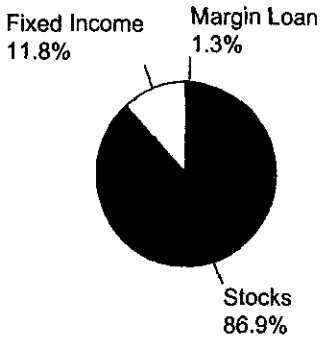
**Statement for Account** [redacted]
KENNY EWELL MARCHANT SR
2125 N JOSEY LN
STE 200
CARROLLTON, TX 750063016

**Announcements:**
TD AMERITRADE IS ON FACEBOOK. JOIN THE CONVERSATION AND CHECK US OUT FOR THE LATEST NEWS AND INFORMATION ON UPCOMING EVENTS. "LIKE" OUR PAGE TODAY! FACEBOOK.COM/TDAMERITRADE.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Margin Loan | ($10,579.92) | ($31,781.18) | $21,201.26 | - | $ - | - |
| Insrd Dep Acct | - | - | - | - | - | - |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 691,142.83 | 733,262.40 | (42,119.57) | (5.7)% | 54,898.80 | 7.9% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | 94,186.35 | 89,751.50 | 4,434.85 | 4.9% | 7,512.50 | 8.0% |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$774,749.26** | **$791,232.72** | **($16,483.46)** | **(2.1)%** | **$62,411.30** | **8.1%** |
| **Margin Equity** | **98.0%** | | | | | |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | ($31,781.18) | $350.00 |
| Securities Purchased | (21,349.88) | (408,002.56) |
| Securities Sold | 37,521.48 | 227,919.09 |
| Funds Deposited | - | 7,435.54 |
| Funds Disbursed | - | - |
| Income | 5,076.75 | 51,286.21 |
| Expense | (47.10) | (1,286.93) |
| Other | 0.01 | 111,718.73 |
| **Closing Balance** | ($10,579.92) | ($10,579.92) |

## Income & Expense Summary

| | Reportable | Non Reportable | YTD |
|---|---|---|---|
| **Income** | | | |
| Dividends | $3,867.22 | $ - | $43,069.69 |
| Interest | 644.53 | - | 3,459.37 |
| Other | - | 565.00 | 4,757.15 |
| **Expense** | | | |
| Interest | (47.10) | - | (1,286.93) |
| Fees | - | - | - |
| Other | - | - | - |
| **Net** | $4,464.65 | $565.00 | $49,999.28 |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 11/30/12** | **$731,034.61** |
| Unrealized Gains | 54,599.87 |
| Unrealized Losses | (44,229.88) |
| Funds Deposited/(Disbursed)$^{YTD}$ | 7,435.54 |
| Income/(Expense)$^{YTD}$ | 49,999.28 |
| Securities Received/(Delivered)$^{YTD}$ | 61,038.00 |

**Statement for Account** [redacted]

11/01/12 - 11/30/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Interest Income - Securities | $ 644.53 | $ 2,599.60 |
| NonTaxable Interest | 0.00 | 881.25 |
| Ordinary Dividends | 932.22 | 26,828.77 |
| Margin Interest Charged | (47.10) | (1,286.93) |
| Limited Ptrs Return of Capital | 565.00 | 3,630.00 |
| Qualified Dividends | 2,935.00 | 12,371.00 |
| Substitute Payment | 0.00 | 1,127.15 |
| IDA Interest | 0.01 | 1.84 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ANNALY CAPITAL MANAGEMENT INC COM | NLY | 6,000 | $ 14.72 | $ 88,320.00 | 11/02/10 | $ 102,819.24 | $ 17.14 | $ (14,499.24) | $ 12,000.00 | 13.6% |
| ANNALY CAPITAL MANAGEMENT INC PFD 7.875% SERIES A PERP/CALL | NLY PRA | 1,000 | 25.60 | 25,600.00 | 01/17/12 | 26,810.02 | 26.81 | (1,210.02) | 1,969.00 | 7.7% |
| ANWORTH MORTGAGE ASSET COM | ANH | 8,000 | 5.90 | 47,200.00 | 07/06/11 | 53,509.12 | 6.69 | (6,309.12) | 4,800.00 | 10.2% |
| AT&T INC COM | T | 5,500 | 34.13 | 187,715.00 | 08/13/10 | 158,476.73 | 28.81 | 29,238.27 | 9,900.00 | 5.3% |
| CAPSTEAD MORTGAGE CORP PFD $1.6 SER A CONV/CALL | CMO PRA | 793 | 20.25 | 16,058.25 | 10/02/12 | 19,240.24 | 24.26 | (3,181.99) | 1,268.80 | 7.9% |
| CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL | CMO PRB | 3,500 | 14.61 | 51,135.00 | 01/17/12 | 51,889.96 | 14.83 | (754.96) | 4,410.00 | 8.6% |
| CAPSTEAD MORTGAGE CORP COM | CMO | 3,000 | 12.14 | 36,420.00 | 08/16/11 | 39,914.86 | 13.31 | (3,494.86) | 4,320.00 | 11.9% |

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Margin** | | | | | | | | | | |
| ISHARES FTSE NAREIT MORTGAGE PLUS CAP | REM | 3,000 | 14.32 | 42,960.00 | 07/07/11 | 42,467.62 | 14.16 | 492.38 | 5,115.00 | 11.9% |
| LEGACY RESERVES LP | LGCY | 1,000 | 24.60 | 24,600.00 | 09/13/12 | 28,905.89 | 28.91 | (4,305.89) | 2,260.00 | 9.2% |
| PACHOLDER FUND INC COM | PHF | 2,500 | 9.06 | 22,650.00 | 08/24/11 | 22,524.97 | 9.01 | 125.03 | 2,100.00 | 9.3% |
| SPDR BARCLAYS HIGH YIELD BOND ETF | JNK | 1,000 | 40.56 | 40,560.00 | 01/17/12 | 38,659.99 | 38.66 | 1,900.01 | 2,776.00 | 6.8% |
| T BANCSHARES, INC COM | TBNC | 16,513 | 2.66 | 43,924.58 | - | - | - | - | - | - |
| VERIZON COMMUNICATIONS COM | VZ | 1,000 | 44.12 | 44,120.00 | 07/21/10 | 27,596.89 | 27.60 | 16,523.11 | 2,060.00 | 4.7% |
| WESTERN ASSET HIGH INCOME FUND II INC COM | HIX | 2,000 | 9.94 | 19,880.00 | 08/24/11 | 19,039.98 | 9.52 | 840.02 | 1,920.00 | 9.7% |
| **Total Stocks** | | | | **$691,142.83** | | **$631,855.51** | | **$15,362.74** | **$54,898.80** | **7.9%** |
| **Fixed Income - Margin** | | | | | | | | | | |
| AMR CORP SR UNSECURED IN DEFAULT 10% 04/15/2021 | 001765AK2 | 25 | $ 69.50 | $ 17,375.00 | 01/21/11 | $ 23,760.95 | $ - | $ (6,385.95) | $ 2,500.00 | 10.7% |
| BUCKEYE TOBACCO ST FIN AUTH TOBACCO STTLMNT FUNDED REV 5.875% 06/01/2047 | 118217AU2 | 30 | 88.832 | 26,649.60 | 11/07/07 | 28,976.50 | - | (2,326.90) | 1,762.50 | 6.6% |
| MBIA INC SR UNSECURED 7% 12/15/2025 | 55262CAE0 | 25 | 80.00 | 20,000.00 | 01/21/11 | 21,760.95 | - | (1,760.95) | 1,750.00 | 7.9% |

**Statement for Account** [redacted]
11/01/12 - 11/30/12

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Fixed Income - Margin** | | | | | | | | | | |
| NORTH TEX TWY AUTH REV HWY REV TOLLS CALL/SINK 6% 01/01/2038 | 66285WFX9 | 25 | 120.647 | 30,161.75 | 01/27/11 | 24,680.70 | - | 5,481.05 | 1,500.00 | 5.0% |
| **Total Fixed Income** | | | | **$94,186.35** | | **$99,179.10** | | **$(4,992.75)** | **$7,512.50** | **8.0%** |

Yields displayed for fixed income products are the estimated current yield. Income displayed for fixed income products is the estimated yearly income and may not take into account certain features of bonds such as variable rate bonds, maturing bonds or called bonds.

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Total Margin Account** | | | | **$785,329.18** | | **$731,034.61** | | **$10,369.99** | **$62,411.30** | **7.9%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **($31,781.18)** |
| 11/01/12 | 11/01/12 | Margin | Div/Int - Income | AT&T INC COM Payable: 11/01/2012 QUALIFIED DIVIDENDS 2420.00 | T | - | $ 0.00 | $ 2,420.00 | (29,361.18) |
| 11/01/12 | 11/01/12 | Margin | Div/Int - Income | VERIZON COMMUNICATIONS COM Payable: 11/01/2012 QUALIFIED DIVIDENDS 515.00 | VZ | - | 0.00 | 515.00 | (28,846.18) |
| 11/02/12 | 11/02/12 | Margin | Div/Int - Income | BAC CAP TRUST XII PFD CALLABLE Payable: 11/02/2012 Taxable Int Credited 644.53 | BAC PRCCL | - | 0.00 | 644.53 | (28,201.65) |
| 11/05/12 | 11/05/12 | Margin | Sell - Securities Sold | BAC CAP TRUST XII PFD CALLABLE REORG - CORPORATE FULL CALL Auto Reorg#171129\|TR\|CASH PAYMENT | BAC PRCCL | 1,500- | 25.00 | 37,521.48 | 9,319.83 |
| 11/06/12 | 11/06/12 | Margin | Journal - Other | PURCHASE FDIC INSURED DEPOSITACCOUNT | - | - | 0.00 | (9,319.83) | 0.00 |

**Statement for Account** [redacted]

11/01/12 - 11/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 11/06/12 | 11/09/12 | Margin | Buy - Securities Purchased | ANWORTH MORTGAGE ASSET COM<br>Commission 9.99 | ANH | 1,000 | 5.9899 | (5,999.89) | (5,999.89) |
| 11/06/12 | 11/09/12 | Margin | Buy - Securities Purchased | ANNALY CAPITAL MANAGEMENT INC<br>COM<br>Commission 9.99 | NLY | 1,000 | 15.34 | (15,349.99) | (21,349.88) |
| 11/09/12 | 11/09/12 | Margin | Div/Int - Income | SPDR<br>BARCLAYS HIGH YIELD BOND ETF<br>Payable: 11/09/2012<br>Ordinary Dividends 224.72 | JNK | - | 0.00 | 224.72 | (21,125.16) |
| 11/09/12 | 11/09/12 | Margin | Journal - Other | REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | 9,319.83 | (11,805.33) |
| 11/09/12 | 11/09/12 | Margin | Div/Int - Other | FDIC INSURED DEPOSIT ACCOUNT<br>IDA11 NOT COVERED BY SIPC<br>Interest: Insured Deposit Account<br>Payable: 11/30/2012<br>Insured Deposit Accoun 0.01 | MMDA11 | - | 0.00 | 0.01 | (11,805.32) |
| 11/14/12 | 11/14/12 | Margin | Div/Int - Income | LEGACY RESERVES LP<br>Payable: 11/14/2012<br>MLP Return of Capital 565.00 | LGCY | - | 0.00 | 565.00 | (11,240.32) |
| 11/30/12 | 11/30/12 | Margin | Div/Int - Income | PACHOLDER FUND INC COM<br>Payable: 11/30/2012<br>Ordinary Dividends 175.00 | PHF | - | 0.00 | 175.00 | (11,065.32) |
| 11/30/12 | 11/30/12 | Margin | Div/Int - Income | WESTERN ASSET HIGH INCOME FUND II INC COM<br>Payable: 11/30/2012<br>Ordinary Dividends 165.00 | HIX | - | 0.00 | 165.00 | (10,900.32) |

**Statement for Account** [redacted]

11/01/12 - 11/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 11/30/12 | 11/30/12 | Margin | Div/Int - Income | CAPSTEAD MORTGAGE CORP PFD $1.26 SER B CONV/CALL Payable: 11/30/2012 Ordinary Dividends 367.50 | CMO PRB | - | 0.00 | 367.50 | (10,532.82) |
| 11/30/12 | 11/30/12 | Margin | Div/Int - Expense | MARGIN INTEREST CHARGE Payable: 11/30/2012 | - | - | 0.00 | (47.10) | (10,579.92) |
| **Closing Balance** | | | | | | | | | **($10,579.92)** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## TD Ameritrade Cash Interest Credit/Expense

| Begin Date | Margin Balance | Credit Balance | Number of Days | Interest Rate | Interest Debited | Interest Credited |
|---|---|---|---|---|---|---|
| 11/01/12 | $ (28,846.18) | $ - | 1 | 4.50 | $ 3.61 | $ - |
| 11/02/12 | (28,201.65) | - | 3 | 4.50 | 10.58 | - |
| 11/09/12 | (11,805.32) | - | 5 | 4.75 | 7.79 | - |
| 11/14/12 | (11,240.32) | - | 16 | 4.75 | 23.73 | - |
| 11/30/12 | (10,532.82) | - | 1 | 4.75 | 1.39 | - |
| **Total Interest Income/(Expense)** | | | | | **$47.10** | **$ 0.00** |

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MTD PAID |
|---|---|---|---|---|---|---|
| 11/06/12 | $ 9,319.83 | 3 | 0.0100 | $ 0.01 | $ 0.01 | $ 0.01 |
| **Total Interest Income** | | | | | | **$0.01** |

**Statement for Account** [redacted]

11/01/12 - 11/30/12

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balance |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$ 0.00** |
| 11/06/12 | - | 11/06/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA11 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | $ 9,319.83 | 9,319.83 |
| 11/09/12 | - | 11/09/12 | Delivered | FDIC INSURED DEPOSIT ACCOUNT IDA11 NOT COVERED BY SIPC REDEMPTION FDIC INSURED DEPOSIT ACCOUNT | - | - | (9,319.83) | 0.00 |
| **Closing Balance** | | | | | | | | **$ 0.00** |

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

# Terms and Conditions

## STATEMENT GUIDE

TD Ameritrade provides monthly Portfolio Reports for accounts with activity and quarterly reports for inactive accounts with assets.[1]

**Portfolio Summary:** Tracks the current value of your portfolio as of the report date and compares it to the prior month.[2] The asset allocation indicates your portfolio diversification by investment type.

Multiple allocations under 5% will be grouped into the category of "Other" in the pie chart. Margin Equity = Total Account Equity/(Total Long Marginable Value + Total Short Value)

**Activity Summary:** The opening and closing cash balances are reconciled here for your quick reference. All account activity is summarized for the current period and year-to-date.

**Income & Expense Summary (non-IRAs only):** This section details the income and expense totals from the Activity Summary and classifies the tax treatment.

**Retirement Account Summary (IRAs only):** Review the IRS regulated transactions for the current and prior years. IRS Form 5498 fair market value is based on the current value as of December 31 of the previous year and will be furnished to the Internal Revenue Service.

**Performance Summary:** Monitor your annual portfolio performance and the unrealized gains and losses for your future investment strategy.

**Account Positions:** View your investments at the current market value and compare the original cost to see unrealized gains and losses in your portfolio. Original cost is assigned using the first-in, first-out (FIFO) method, which assumes the first shares you sell are those you purchased first. The estimated investment income[2] and average cost per share are displayed for your reference (the oldest purchase date is shown for an indication of your holding period).

**Account Activity:** All account activity is clearly defined, listed in date order, and reflected in the closing cash balance.

**Trades Pending Settlement:** Confirm your executed trades with a settlement date after month end. These transactions will be reflected in the Account Activity section next month.

**Online Cash Services Transaction Detail:** Cash management transactions that cleared during this statement reporting period, including check, debit card and ATM activity, are listed in date order.

**Online Cash Services Summary:** Credit and debit transaction totals for the current statement reporting period are summarized. Individual transactions are not listed.

[1]Due to rounding adjustments, the statement details may not equal the statement totals.
[2]Estimated Annual Income and Estimated Annual Yield values are based upon the number of shares owned or current value balance as of the statement date and the most recent dividend rate or cash yield provided.

## GENERAL INFORMATION

TD Ameritrade does not provide legal or tax advice. Please consult your legal advisor or tax accountant when necessary. As a standard industry practice, phone conversations may be recorded for quality control and transaction verification purposes.

For TD Ameritrade Institutional clients, your advisor firm is separate from and not affiliated with TD Ameritrade, Inc. or TD Ameritrade Clearing, Inc., and each firm is not responsible for the products and services of the other.

**Accuracy of Reports: If you find any errors or omissions in your account statement you should immediately call us at the number listed on page one of your statement. You should also contact our Clearing firm, TD Ameritrade Clearing, Inc. at 402-970-7724.**

Please review this statement carefully. If you disagree with any transaction, or if there are any errors or omissions, please notify a Client Services representative or your local branch office, as well as TD Ameritrade Clearing, Inc in writing within ten (10) days of your receipt of this statement. Any oral statements that you have made to us should be confirmed in writing. The statement will otherwise be considered conclusive.

Please notify us promptly of any changes in your contact information. Transactions reflected on your report will be conclusively deemed accurate unless you notify TD Ameritrade immediately.

**Account Protection:** Deposits held by TD Bank, N.A. and TD Bank USA, N.A., are insured by the FDIC (not covered by SIPC) up to $250,000. Limits are per account ownership per institution. To learn more about FDIC coverage go to www.fdic.gov. Securities, including mutual funds, held in your Brokerage Account are not deposits or obligations of, or guaranteed by, any bank, are not FDIC-insured, and involve investment risks, including possible loss of principal. TD Ameritrade, Inc. is a member of the Securities Investor Protection Corporation (SIPC), which protects securities customers of its members up to $500,000 (including $250,000 for claims for cash). Explanatory brochure available on request at www.sipc.org. TD Ameritrade also provides $149.5 million worth of protection for each client through supplemental coverage provided by London insurers. The $149.5 million of coverage includes an additional $900,000 limit on cash in the account. Each client is limited to a combined return of $150 million from a Trustee, SIPC or London. The TD Ameritrade Insurance Policy does have an aggregate total coverage of $250 million over all customers. This policy provides you coverage against theft following brokerage insolvency and does not protect against loss in market value of the securities.

An investment in a money market fund is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. Although the funds seek to preserve the value of your investment at $1.00 per share, it is possible to lose money by investing in a money market fund. Dividends are declared daily and paid/reinvested monthly. The prospectus contains this and other important information. Read the prospectus carefully before investing. Non-deposit investments held by your broker-dealer are NOT FDIC INSURED / NOT BANK GUARANTEED / MAY LOSE VALUE.

**Tax Reporting:** The portfolio report is not a tax document. You will receive Form 1099 for annual tax reporting in compliance with IRS requirements (includes taxable interest, dividends, capital gains, taxes withheld, and sales proceeds). Some payments are subject to reclassification which will be reflected on subsequent tax reports.

**Cost Basis:** Cost-Basis, tax lot and performance reporting and Gainskeeper are offered and conducted by CCH INCORPORATED. TD Ameritrade is not responsible for the reliability or suitability of the information. TD Ameritrade and its Information providers ("Providers") do not guarantee the accuracy of the information and data provided. CCH INCORPORATED is a separate company and is not affiliated with TD Ameritrade.

**Margin and Options Account Agreements:** Promptly advise TD Ameritrade in writing of any change in your investment objectives or financial situation as they pertain to your margin or options account agreements. A summary of commissions and charges incurred with the execution of options transactions is available.

**Current Market Prices:** The market values of securities have been obtained, if available, from quotation services and other independent sources. Values are based on the closing price, the mean between the bid and asking prices, or other methods. If no market value is available from a quotation service or other independent source, the security is subject to being reflected as Non-Priced ("NP"). The valuations on your portfolio report are provided as general information and we do not guarantee the accuracy of any securities prices. Mortgage backed positions are valued using the remaining balance and the current market price. Portfolio report valuations may not represent sales proceeds. The secondary market for Certificates of Deposits (CDs) is generally illiquid and the actual value may be different from the purchase price. A significant loss of principal may result from the sale of a CD prior to maturity. Bonds and/or Fixed Income Securities trade differently than equity securities and do not trade on a liquid exchange. Rather, they trade in the OTC (over the counter) market and sufficient liquidity may not exist for you to sell your position prior to maturity. The sale of bonds prior to maturity may result in a loss of principal.

**Non Standard Assets (NSA)** are typically investments in direct participation program securities (partnerships, limited liability companies, or real estate investment trusts), commodity pools, private equity, private debt or hedge funds. NSAs are typically illiquid investments and do not trade on a national securities exchange or the Nasdaq Stock Market. The values shown for these investments are estimated values derived from various methods, including, but not limited to, independent appraisals, the program's net assets, and/or third party tender offers that have been provided by the management, administrator, and/or sponsor of each program, or by a third-party vendor without independent verification by TD Ameritrade. Values may not reflect the original purchase price, actual market value or be realized upon liquidation. If an estimated value cannot be established through these methods, the valuation may be reflected as Non-Priced ("NP"). For additional detail regarding valuation for Non-Standard Assets, please contact Client Services. These investments are not covered under the SIPC.

**Auction Rate Securities ("ARS") Pricing:** The market values for ARS securities have been obtained, if available, from quotation services or other independent sources. The accuracy of the pricing is not guaranteed. If a market value is not available, TD Ameritrade will price the ARS position, taking into consideration both the liquidity and underlying credit quality. The ARS market is currently experiencing a lack of liquidity and, as a result, there can be no assurance that such securities can be sold under current market conditions.

## REGULATORY DISCLOSURES

All transactions are subject to (i) the constitution, rules, regulations, customs and usages of the exchange or market, and its clearinghouse, if any, on which such transactions are executed; (ii) federal laws, including the Securities Act of 1933 and the Securities Exchange Act of 1934, each as amended to date and in the future, and the rules and regulations promulgated thereunder; and (iii) the rules and regulations of FINRA and the Federal Reserve System.

For an investor brochure that includes information describing FINRA's Public Disclosure Program, please contact FINRA at 800-289-9999 or www.finra.org.

The interest rate shown for TD Ameritrade Cash is taken from the applicable interest rate tier for the Market Value balance in the TD Ameritrade Cash, as of the statement closing date. Simple interest is accrued daily based on the interest rate tier applicable to each day's balance.

**Financial Statement Notification:** The statement of financial condition for TD Ameritrade is available twice a year and may be obtained at no cost, via the internet at http://www.tdameritrade.com/financialstatement.html

**Allocation Method:** In the event any of your securities are called or assigned, the securities will be selected on an impartial, random basis.

**Free Credit Balances (Rule 15c3-2 & 3):** Under the client protection rules, we may use free credit balances in your account in the ordinary course of our business which are payable to you on demand.

**Margin Accounts (Regulation T):** If you have a margin account, this report is a combination of your margin account and a special memorandum account. Trading on margin poses additional risks and is not suitable for all investors. A complete list of the risks associated with margin trading is available in the margin risk disclosure document. You may obtain a copy of this document by contacting us at the number listed on page one of your statement.

**Payment for Order Flow** (SEC Rules 606 and 607)**:** In some circumstances, TD Ameritrade receives compensation for directing certain over-the-counter and listed equity order flow to selected markets, brokers or dealers ("Market Centers"). Compensation is in the form of a per share cash payment. In addition, TD Ameritrade also may receive compensation related to the foreign currency exchange component of transactions in foreign securities from Market Centers executing such trades. We post quarterly reports disclosing the venues for order routing execution at www.tdameritrade.com. A written copy is available upon request.

It is our policy, absent client orders to the contrary, to select brokers, dealers, and market makers based on the ability to provide best execution and the history of seeking price improvement on market orders. Price improvement is available under certain market conditions, and we regularly monitor executions to test for such improvement if available.

**Trade Confirmations (Rule 10b-10):** All confirmations are transmitted on the transaction date.

**Privacy Policy Notification:** A copy of the TD Ameritrade privacy policy is available at www.tdameritrade.com

In Case of Errors or Questions About Your Electronic Transfers Telephone us at 1-800-669-3900 or Write us at P.O. Box 2209, Omaha, NE 68103, as soon as you can, if you think your statement or receipt is wrong or if you need more information about a transfer on the statement or receipt. We must hear from you no later than 60 days after we sent you the FIRST statement on which the error or problem appeared.
(1) Tell us your name and account number.
(2) Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information.
(3) Tell us the dollar amount of the suspected error.
We will investigate your complaint and will correct any error promptly. If we take more than 10 business days to do this, we will credit your account for the amount you think is in error, so that you will have the use of the money during the time it takes us to complete our investigation.

SWS GROUP | SOUTHWEST SECURITIES
*Building what you value.*
Member: NYSE, FINRA, SIPC
5601 Granite Parkway, Suite 300
Plano, TX 75024
Main Phone: 972-624-6300
Fax: 972-624-6280

**Statement Period**
September 28, 2012 to December 31, 2012

Clearing agent for your acccount is:
Southwest Securities, Inc. Member NYSE/SIPC

Marken Interests, Ltd.
Northcrest Financial Inc. GP
Kenny Marchant, President
2125 N Josey Ln Ste 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 02O / 1976 AE#: 112690

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 114.92 | 27,000.00 | 27,114.92 |
| Total Assets Held in Account | | 114.92 | 27,000.00 | 27,114.92 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial Inc. GP**
**Kenny Marchant, President**

**Statement Period**
September 28, 2012 to December 31, 2012



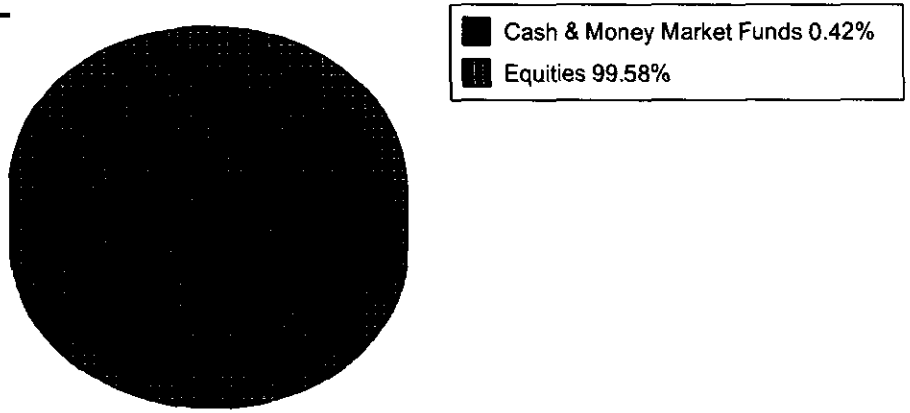
## Account Summary

| | 09/28/12 Value | 12/31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 114.92 | 114.92 |
| Equities | 27,000.00 | 27,000.00 |
| **Total Account Value** | **27,114.92** | **27,114.92** |
| **Net Account Value** | **27,114.92** | **27,114.92** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 114.92 | 27,000.00 | 27,114.92 |
| Funds Deposited | | | |
| Income Activity | | | |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | | |
| **Ending Balance** | **114.92** | **27,000.00** | **27,114.92** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on December 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.01% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on December 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | |
| Credit Interest | Credit | | | | 114.92 | 0.42% | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **114.92** | **0.42%** | | |
| **Equities** | | | | | | | | |
| T BANCSHARES INC | Cash | TBNC | 10,000.000 | 2.700 | 27,000.00 | 99.58% | 100,000.00 | (73,000.00) |
| **Total Equities** | | | | | **27,000.00** | **99.58%** | **100,000.00** | **-73,000.00** |

## End of Account Positions

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
June 29, 2012 to September 28, 2012

Clearing agent for your acccount is:
Southwest Securities, Inc. Member NYSE/SIPC

Marken Interests, Ltd.
Northcrest Financial Inc. GP
Kenny Marchant, President
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 02O / 1976 AE#: 112690

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 114.92 | 27,000.00 | 27,114.92 |
| Total Assets Held in Account | | 114.92 | 27,000.00 | 27,114.92 |

***Please see the last page of this statement to review Southwest Securities' Privacy Policy***

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial Inc. GP**
**Kenny Marchant, President**

**Statement Period**
June 29, 2012 to September 28, 2012



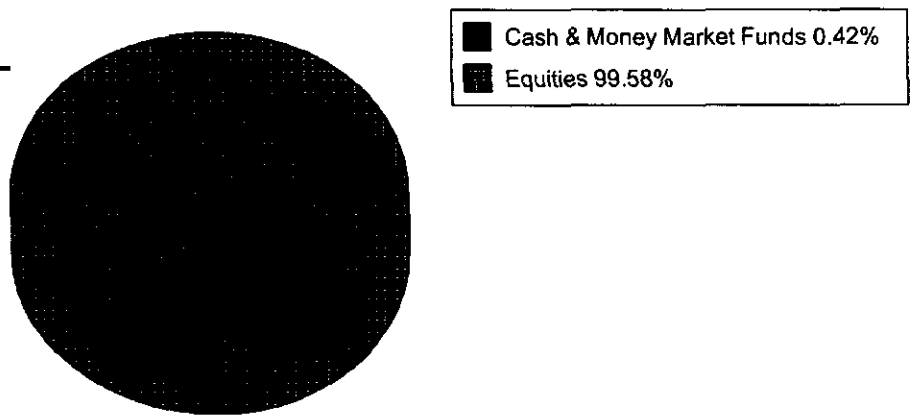
## Account Summary

| | 06/29/12 Value | 09 /28/12 Value |
|---|---|---|
| Cash & Money Market Funds | 114.92 | 114.92 |
| Equities | 18,000.00 | 27,000.00 |
| **Total Account Value** | **18,114.92** | **27,114.92** |
| **Net Account Value** | **18,114.92** | **27,114.92** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 114.92 | 18,000.00 | 18,114.92 |
| Funds Deposited | | | |
| Income Activity | | | |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 9,000.00 | 9,000.00 |
| **Ending Balance** | **114.92** | **27,000.00** | **27,114.92** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on September 28, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on September 28, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | |
| Credit Interest | Credit | | | | 114.92 | 0.42% | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **114.92** | **0.42%** | | |
| **Equities** | | | | | | | | |
| T BANCSHARES INC | Cash | TBNC | 10,000.000 | 2.700 | 27,000.00 | 99.58% | 100,000.00 | (73,000.00) |
| **Total Equities** | | | | | **27,000.00** | **99.58%** | **100,000.00** | **-73,000.00** |

## End of Account Positions

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
March 30, 2012 to June 29, 2012

Clearing agent for your acccount is:
Southwest Securities, Inc. Member NYSE/SIPC

Marken Interests, Ltd.
Northcrest Financial Inc. GP
Kenny Marchant, President
2125 N Josey Ln Ste 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 020 / 1976 AE#: 112690

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 114.92 | 18,000.00 | 18,114.92 |
| Total Assets Held in Account | | 114.92 | 18,000.00 | 18,114.92 |

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial Inc. GP**
**Kenny Marchant, President**

**Statement Period**
March 30, 2012 to June 29, 2012

**Page**

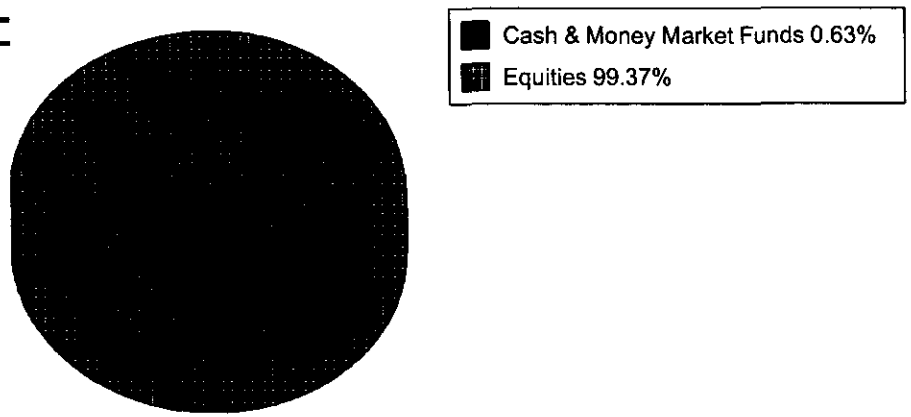

## Account Summary

| | 03/30/12 Value | 06 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 114.92 | 114.92 |
| Equities | 18,000.00 | 18,000.00 |
| **Total Account Value** | **18,114.92** | **18,114.92** |
| **Net Account Value** | **18,114.92** | **18,114.92** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 114.92 | 18,000.00 | 18,114.92 |
| Funds Deposited | | | |
| Income Activity | | | |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | | |
| **Ending Balance** | **114.92** | **18,000.00** | **18,114.92** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on June 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on June 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | |
| Credit Interest | Credit | | | | 114.92 | 0.63% | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **114.92** | **0.63%** | | |
| **Equities** | | | | | | | | |
| T BANCSHARES INC | Cash | TBNC | 10,000.000 | 1.800 | 18,000.00 | 99.37% | 100,000.00 | (82,000.00) |
| **Total Equities** | | | | | **18,000.00** | **99.37%** | **100,000.00** | **-82,000.00** |

## End of Account Positions

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
January 31, 2012 to March 30, 2012

Clearing agent for your acccount is:
Southwest Securities, Inc. Member NYSE/SIPC

Marken Interests, Ltd.
Northcrest Financial Inc. GP
Kenny Marchant, President
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 020 / 1976 AE#: 112690

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 114.92 | 18,000.00 | 18,114.92 |
| Total Assets Held in Account | | 114.92 | 18,000.00 | 18,114.92 |

URGENT INFORMATION ABOUT YOUR ACCOUNT. ON THE LAST PAGE OF YOUR MARCH STATEMENT IS A TIME SENSITIVE NOTICE, TITLED VERIFICATION OF CUSTOMER INFORMATION. PLEASE REVIEW THIS NOTICE AND CONTACT YOUR FINANCIAL ADVISOR AS SOON AS POSSIBLE, IF ANY INFORMATION HAS CHANGED.

Paperless Statements and Confirms: We are excited to announce that you can now stop the delivery of your paper statements and confirms. Please visit the ClientEXP website,https://clientexp.swst.com/SWS/LogIn, to enroll for eDelivery of all of your Southwest Securities account documents. You may register for access to ClientEXP as well as sign up for eDelivery at this site. If you need any assistance or have any questions please contact your Financial Advisor.

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial Inc. GP**
**Kenny Marchant, President**

**Statement Period**
January 31, 2012 to March 30, 2012



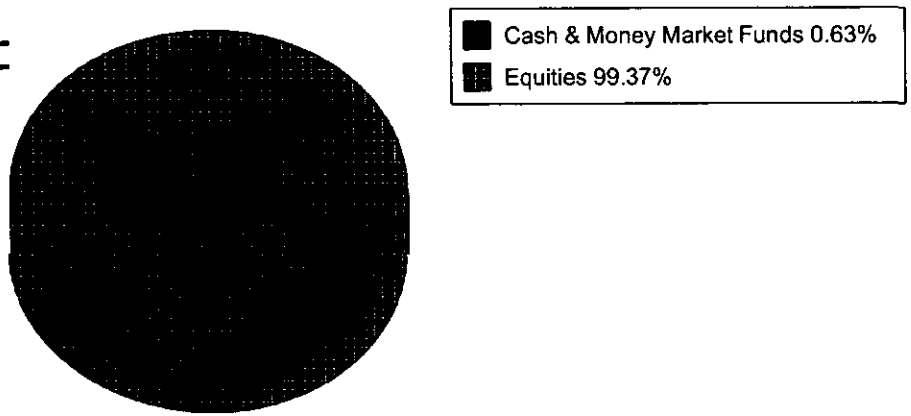
## Account Summary

| | 01/31/12 Value | 03 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 114.92 | 114.92 |
| Equities | 17,200.00 | 18,000.00 |
| **Total Account Value** | **17,314.92** | **18,114.92** |
| **Net Account Value** | **17,314.92** | **18,114.92** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 114.92 | 17,200.00 | 17,314.92 |
| Funds Deposited | | | |
| Income Activity | | | |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 800.00 | 800.00 |
| **Ending Balance** | **114.92** | **18,000.00** | **18,114.92** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on March 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

*Annual Percentage Yield for Bank Insured Funds on March 30, 2012*

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | |
| Credit Interest | Credit | | | | 114.92 | 0.63% | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **114.92** | **0.63%** | | |
| **Equities** | | | | | | | | |
| T BANCSHARES INC | Cash | TBNC | 10,000.000 | 1.800 | 18,000.00 | 99.37% | 100,000.00 | (82,000.00) |
| **Total Equities** | | | | | **18,000.00** | **99.37%** | **100,000.00** | **-82,000.00** |

## End of Account Positions

## Account Activity

**Securities Delivered**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 03/12 | Corporate Action | T BANCSHARES INC SUBSCRIPTION RIGHTS EXPIRING 2/24/12 872229133 EXPIRED RIGHTS WORTHLESS/VPA | Cash | .TBANR | (10,000.000) | |

**Total Securities Delivered**

## End of Account Activity

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
December 30, 2011 to January 31, 2012

Clearing agent for your acccount is:
Southwest Securities, Inc. Member NYSE/SIPC

Marken Interests, Ltd.
Northcrest Financial Inc. GP
Kenny Marchant, President
2125 N Josey Ln Ste 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 02O / 1976 AE#: 112690

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 114.92 | 17,200.00 | 17,314.92 |
| Total Assets Held in Account | | 114.92 | 17,200.00 | 17,314.92 |

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial Inc. GP**
**Kenny Marchant, President**

| Statement Period | Page |
|---|---|
| December 30, 2011 to January 31, 2012 | 1 of 3 |

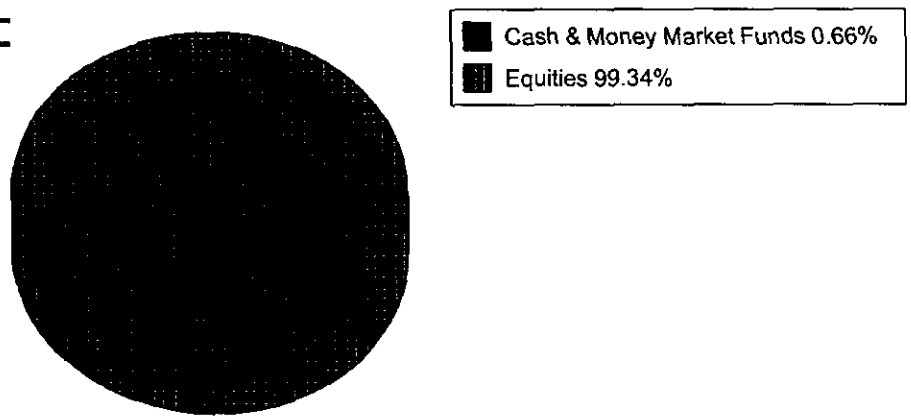
## Account Summary

| | 12/30/11 Value | 01 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 114.92 | 114.92 |
| Equities | 15,000.00 | 17,200.00 |
| **Total Account Value** | **15,114.92** | **17,314.92** |
| **Net Account Value** | **15,114.92** | **17,314.92** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 114.92 | 15,000.00 | 15,114.92 |
| Funds Deposited | | | |
| Income Activity | | | |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,200.00 | 2,200.00 |
| **Ending Balance** | **114.92** | **17,200.00** | **17,314.92** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on January 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on January 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | |
| Credit Interest | Credit | | | | 114.92 | 0.66% | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **114.92** | **0.66%** | | |
| **Equities** | | | | | | | | |
| T BANCSHARES INC | Cash | TBNC | 10,000.000 | 1.720 | 17,200.00 | 99.34% | 100,000.00 | (82,800.00) |
| T BANCSHARES INC SUBSCRIPTION RIGHTS EXPIRING 2/24/12 | Cash | .TBANR | 10,000.000 | | | | 0.00 *** | *** |
| **Total Equities** | | | | | **17,200.00** | **99.34%** | | |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 01/26 | Stock Spinoff | T BANCSHARES INC SUBSCRIPTION RIGHTS EXPIRING 2/24/12 TBNC on 10000.000000 PD:2011-12-13 | Cash | .TBANR | 10,000.000 | |

**Total Securities Received**

## End of Account Activity

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
November 30, 2012 to December 31, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 3,902.75 | 140,548.27 | 144,451.02 |
| Total Assets Held in Account | | 3,902.75 | 140,548.27 | 144,451.02 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Lazard Asset Management**

| Statement Period | Page |
|---|---|
| November 30, 2012 to December 31, 2012 | 1 of 12 |

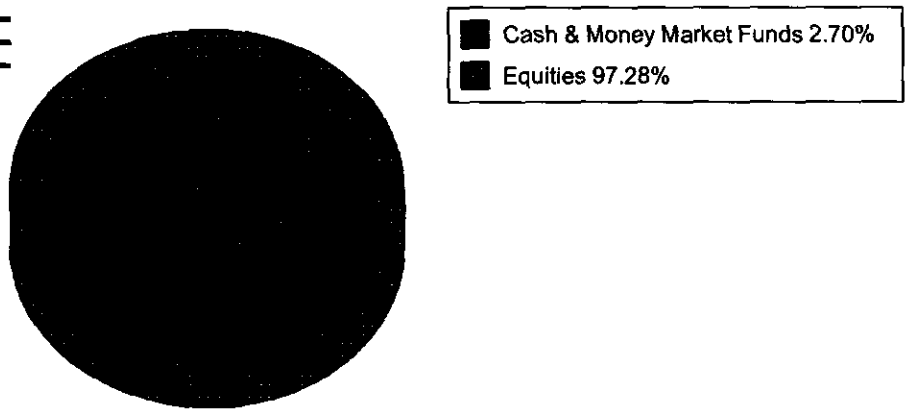
## Account Summary

| | 11/30/12 Value | 12 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 3,372.00 | 3,902.75 |
| Equities | 136,891.38 | 140,548.27 |
| **Total Account Value** | **140,263.38** | **144,451.02** |
| **Net Account Value** | **140,263.38** | **144,451.02** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 3,372.00 | 136,891.38 | 140,263.38 |
| Funds Deposited | | | |
| Income Activity | 564.27 | | 564.27 |
| Securities Sold/Matured | 7,816.04 | (7,816.04) | |
| Securities Received | | | |
| Funds Withdrawn | (35.55) | | (35.55) |
| Margin Interest | | | |
| Securities Purchased | (7,814.01) | 7,814.01 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,658.92 | 3,658.92 |
| **Ending Balance** | **3,902.75** | **140,548.27** | **144,451.02** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on December 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.01% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on December 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | 34.17 | 0.02% | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 3,868.58 | 2.68% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **3,902.75** | **2.70%** | | | |
| **Equities** | | | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 42.000 | 101.250 | 4,252.50 | 2.94% | 176.90 | 2,554.15 | 1,698.35 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 90.000 | 87.410 | 7,866.90 | 5.45% | 116.37 | 6,281.26 | 1,585.64 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 245.000 | 18.669 | 4,573.90 | 3.17% | 63.20 | 2,378.86 | 2,195.05 |
| ASSOCIATED BRITISH FOODS PLC UNSPON ADR | Cash | ASBFY | 80.000 | 25.423 | 2,033.84 | 1.41% | 31.28 | 1,915.20 | 118.64 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 336.000 | 9.011 | 3,027.70 | 2.10% | 111.88 | 3,115.04 | (87.34) |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 32.000 | 94.779 | 3,032.93 | 2.10% | 49.92 | 2,048.14 | 984.79 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 135.000 | 16.458 | 2,221.83 | 1.54% | 33.48 | 2,451.96 | (230.13) |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 61.000 | 78.420 | 4,783.62 | 3.31% | 136.64 | 4,329.77 | 453.85 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | 73.000 | 32.050 | 2,339.65 | 1.62% | 48.69 | 2,237.77 | 101.88 |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 79.000 | 28.072 | 2,217.69 | 1.54% | 41.32 | 2,416.81 | (199.12) |
| BRITISH SKY BROADCASTING GROUP<br>PLC-SPONS ADR | Cash | BSYBY | 26.000 | 49.870 | 1,296.62 | 0.90% | 42.14 | 1,112.22 | 184.40 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 64.000 | 39.210 | 2,509.44 | 1.74% | 90.24 | 2,627.36 | (117.92) |
| DAIHATSU MOTOR CO LTD-UNSPON ADR | Cash | DHTMY | 56.000 | 39.577 | 2,216.31 | 1.53% | 63.39 | 2,138.64 | 77.67 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 81.000 | 23.564 | 1,908.68 | 1.32% | 64.31 | 1,640.25 | 268.43 |
| EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 108.000 | 15.930 | 1,720.44 | 1.19% | 31.11 | 1,704.40 | 16.04 |
| FANUC CORPORATION<br>formerly FANUC LTD - UNSP ADR | Cash | FANUY | 82.000 | 30.687 | 2,516.33 | 1.74% | 28.04 | 1,789.46 | 726.87 |
| GETINGE AB-UNSPONSORED ADR | Cash | GNGBY | 88.000 | 33.818 | 2,975.98 | 2.06% | 66.45 | 2,816.55 | 159.43 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 230.000 | 14.597 | 3,357.31 | 2.32% | 116.16 | 3,047.21 | 310.10 |
| ING GROEP N V | Cash | ING | 264.000 | 9.490 | 2,505.36 | 1.73% | 525.10 | 2,921.37 | (416.01) |
| KOMATSU LTD-ADR | Cash | KMTUY | 90.000 | 25.259 | 2,273.31 | 1.57% | 41.85 | 2,615.32 | (342.01) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| LIXIL GROUP CORP-UNSPONS ADR | Cash | JSGRY | 64.000 | 44.342 | 2,837.89 | 1.96% | 52.54 | 2,911.00 | (73.11) |
| LLOYDS BANKING GROUP PLC-ADR FORMERLY LLOYDS TSB GROUP PLC | Cash | LYG | 639.000 | 3.200 | 2,044.80 | 1.42% | | 1,967.48 | 77.32 |
| LVMH MOET HENNESSY LOUIS VUITTON-ADR | Cash | LVMUY | 39.000 | 36.599 | 1,427.36 | 0.99% | 21.84 | 675.87 | 751.49 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 73.000 | 43.872 | 3,202.66 | 2.22% | 31.68 | 2,589.36 | 613.30 |
| NOVARTIS AG ADR'S | Cash | NVS | 61.000 | 63.300 | 3,861.30 | 2.67% | 128.47 | 3,349.64 | 511.66 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 72.000 | 26.028 | 1,874.02 | 1.30% | 62.56 | 2,059.33 | (185.31) |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 158.000 | 13.191 | 2,084.18 | 1.44% | 41.40 | 2,016.65 | 67.53 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 54.000 | 17.133 | 925.18 | 0.64% | 7.34 | 814.32 | 110.86 |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 54.000 | 40.690 | 2,197.26 | 1.52% | 45.36 | 2,552.88 | (355.62) |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 155.000 | 28.550 | 4,425.25 | 3.06% | 124.46 | 2,445.87 | 1,979.38 |
| RED ELECTRICA CORPORACION S.A. UNSPONS ADR | Cash | RDEIY | 121.000 | 9.835 | 1,190.04 | 0.82% | 48.88 | 1,137.40 | 52.63 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 95.000 | 35.436 | 3,366.42 | 2.33% | 108.68 | 2,766.01 | 600.41 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| ROGERS COMMUNICATIONS INC CLASS B ISIN CA7751092007 | Cash | RCI | 68.000 | 45.520 | 3,095.36 | 2.14% | 108.61 | 2,381.80 | 713.56 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 41.000 | 68.950 | 2,826.95 | 1.96% | 119.88 | 2,545.57 | 281.38 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 72.000 | 34.280 | 2,468.16 | 1.71% | 130.47 | 1,908.60 | 559.56 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 152.000 | 16.045 | 2,438.84 | 1.69% | 95.01 | 1,865.60 | 573.24 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 103.000 | 15.910 | 1,638.73 | 1.13% | 39.45 | 1,460.54 | 178.19 |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 107.000 | 47.380 | 5,069.66 | 3.51% | 153.13 | 3,713.69 | 1,355.97 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 91.000 | 80.380 | 7,314.58 | 5.06% | 61.44 | 4,498.28 | 2,816.30 |
| SEVEN & I HOLDINGS-UNSPN ADR | Cash | SVNDY | 36.000 | 56.370 | 2,029.32 | 1.40% | 51.26 | 2,417.40 | (388.08) |
| SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 61.000 | 18.158 | 1,107.64 | 0.77% | 18.79 | 1,171.28 | (63.64) |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 610.000 | 7.340 | 4,477.40 | 3.10% | 140.90 | 4,227.07 | 250.33 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SWEDBANK AB-ADR | Cash | SWDBY | 82.000 | 19.522 | 1,600.80 | 1.11% | 54.53 | 1,541.60 | 59.20 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 65.000 | 28.622 | 1,860.43 | 1.29% | 28.14 | 1,495.70 | 364.73 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 74.000 | 22.685 | 1,678.69 | 1.16% | 104.86 | 1,213.60 | 465.09 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 150.000 | 10.249 | 1,537.35 | 1.06% | 12.00 | 1,364.92 | 172.43 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 157.000 | 38.720 | 6,079.04 | 4.21% | 191.06 | 4,954.25 | 1,124.79 |
| VALEO SPONSORED ADR | Cash | VLEEY | 77.000 | 24.809 | 1,910.29 | 1.32% | 55.60 | 1,845.97 | 64.32 |
| WOLSELEY PLC-SPONSORED ADR NEW | Cash | WOSYD | 526.000 | 4.714 | 2,479.56 | 1.72% | 44.71 | 1,788.24 | 691.32 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 174.000 | 10.740 | 1,868.76 | 1.29% | 20.53 | 2,173.54 | (304.78) |
| **Total Equities** | | | | | **140,548.27** | **97.28%** | **3,982.05** | **119,995.20** | **20,553.06** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/18 | Taxable Dividend | BNP PARIBAS-SPONS ADR BNPQY on 53.000000 PD:2012-07-18 | Cash | BNPQY | 0.22 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/04 | Taxable Dividend | HONDA MOTOR COMPANY LIMITED<br>ADR<br>HMC on 62.000000 PD:2012-12-04 | Cash | HMC | 14.08 |
| 12/04 | Taxable Dividend | DAITO TRUST CONS-UNSPONS ADR<br>DITFY on 81.000000 PD:2012-12-04 | Cash | DITFY | 35.47 |
| 12/07 | Taxable Dividend | WOLSELEY LTD - ADR<br>WOSYY on 550.000000 PD:2012-12-07 | Cash | WOSYYOLD | 29.70 |
| 12/10 | Taxable Dividend | RYANAIR HOLDINGS PLC-SPONS ADR<br>RYAAY on 72.000000 PD:2012-12-10 | Cash | RYAAY | 157.28 |
| 12/10 | Taxable Dividend | KOMATSU LTD-ADR<br>KMTUY on 90.000000 PD:2012-12-10 | Cash | KMTUY | 23.81 |
| 12/11 | Taxable Dividend | SUMITOMO MITSUI FINCL GRP INC SPONS ADR<br>SMFG on 511.000000 PD:2012-12-11 | Cash | SMFG | 61.37 |
| 12/12 | Taxable Dividend | UNILEVER PLC SPONSORED ADR NEW<br>UL on 157.000000 PD:2012-12-12 | Cash | UL | 49.61 |
| 12/12 | Taxable Dividend | ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD<br>ATASY on 336.000000 PD:2012-12-12 | Cash | ATASY | 69.86 |
| 12/17 | Taxable Dividend | LIXIL GROUP CORP-UNSPONS ADR<br>JSGRY on 64.000000 PD:2012-12-17 | Cash | JSGRY | 27.79 |
| 12/18 | Taxable Dividend | FANUC CORPORATION<br>formerly FANUC LTD - UNSP ADR<br>FANUY on 82.000000 PD:2012-12-18 | Cash | FANUY | 15.09 |
| 12/20 | Taxable Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS<br>780259206-OPT DIV/CASH OPT/CF | Cash | RDS A | 35.26 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/26 | Taxable Dividend | LVMH MOET HENNESSY LOUIS VUITTON-ADR<br>LVMUY on 39.000000 PD:2012-12-26 | Cash | LVMUY | 9.64 |
| 12/31 | Taxable Dividend | SOFTBANK CORP-UNSPONS ADR<br>SFTBY on 119.000000 PD:2012-12-31 | Cash | SFTBY | 12.59 |
| 12/31 | Taxable Dividend | ORICA LTD-UNSPONS ADR<br>OCLDY on 89.000000 PD:2012-12-31 | Cash | OCLDY | 22.46 |
| 12/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.04 |
| **Total Income Activity** | | | | | **564.27** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/06 | Sell | TOTAL S A-SPONSORED ADR<br>formerly TOTAL FINA ELF SA | Cash | TOT | (55.000) | 50.120 | 2,756.54 |
| 12/06 | Sell | ORICA LTD-UNSPONS ADR | Cash | OCLDY | (17.000) | 24.880 | 422.95 |
| 12/07 | Sell | VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | (59.000) | 25.871 | 1,526.36 |
| 12/10 | Sell | WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | (48.000) | 21.400 | 1,027.18 |
| 12/11 | Cash in Lieu | WOLSELEY PLC-SPONSORED ADR NEW<br>WOSYYOLD on -0.086950 PD:2012-12-11 | Cash | WOSYD | (0.087) | 4.370 | 0.38 |
| 12/12 | Sell | HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | (62.000) | 33.592 | 2,082.63 |
| **Total Securities Sold/Matured** | | | | | | | **7,816.04** |

## Account Activity

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 12/11 | Merger | WOLSELEY PLC-SPONSORED ADR NEW 0.95652173/1 S/M FRM 977868108...SA | Cash | WOSYD | 526.087 | |

**Total Securities Received**

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 07/18 | Foreign Withholding-DIV | WH for BNPQY on 53.000000 P: 2012-07-18 | Cash | | (0.07) |
| 12/04 | Foreign Withholding-DIV | WH for DITFY on 81.000000 P: 2012-12-04 | Cash | | (2.48) |
| 12/04 | Foreign Withholding-DIV | WH for HMC on 62.000000 P: 2012-12-04 | Cash | | (0.99) |
| 12/10 | Foreign Withholding-DIV | WH for KMTUY on 90.000000 P: 2012-12-10 | Cash | | (1.67) |
| 12/11 | Foreign Withholding-DIV | WH for SMFG on 511.000000 P: 2012-12-11 | Cash | | (4.30) |
| 12/12 | Foreign Withholding-DIV | WH for ATASY on 336.000000 P: 2012-12-12 | Cash | | (13.97) |
| 12/17 | Foreign Withholding-DIV | WH for JSGRY on 64.000000 P: 2012-12-17 | Cash | | (1.95) |
| 12/18 | Foreign Withholding-DIV | WH for FANUY on 82.000000 P: 2012-12-18 | Cash | | (1.06) |
| 12/20 | Foreign Withholding-DIV | WH for RDS A on 41.000000 P: 2012-12-20 | Cash | | (5.29) |
| 12/26 | Foreign Withholding-DIV | WH for LVMUY on 39.000000 P: 2012-12-26 | Cash | | (2.89) |
| 12/31 | Foreign Withholding-DIV | WH for SFTBY on 119.000000 P: 2012-12-31 | Cash | | (0.88) |
| **Total Funds Withdrawn** | | | | | **(35.55)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/07 | Buy | LLOYDS BANKING GROUP PLC-ADR FORMERLY LLOYDS TSB GROUP PLC | Cash | LYG | 639.000 | 3.079 | (1,967.48) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/07 | Buy | ASSOCIATED BRITISH FOODS PLC UNSPON ADR | Cash | ASBFY | 80.000 | 23.940 | (1,915.20) |
| 12/12 | Buy | DAIHATSU MOTOR CO LTD-UNSPON ADR Reported Price: 38.19 | Cash | DHTMY | 56.000 | 38.190 | (2,138.64) |
| 12/13 | Buy | GETINGE AB-UNSPONSORED ADR | Cash | GNGBY | 33.000 | 32.850 | (1,084.05) |
| 12/19 | Buy | SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 99.000 | 7.158 | (708.64) |
| **Total Securities Purchased** | | | | | | | **(7,814.01)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 564.23 | | 4,313.15 | |
| Money Market | 0.04 | | 0.53 | |
| **Total Income** | **564.27** | | **4,313.68** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(35.55)** | **(473.53)** |
| **Sales Proceeds** | **7,815.66** | **42,345.47** |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 11/30/12 | Beginning Balance | | 3,372.00 |
| 12/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 0.15 | 3,372.15 |
| 12/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 46.08 | 3,418.23 |
| 12/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 29.70 | 3,447.93 |
| 12/11/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3,358.91 | 6,806.84 |
| 12/12/12 | Sweep from Dreyfus 696 General MMKT Cl B | (2,298.87) | 4,507.97 |
| 12/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,132.68 | 5,640.65 |
| 12/17/12 | Sweep from Dreyfus 696 General MMKT Cl B | (56.01) | 5,584.64 |
| 12/18/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,084.05) | 4,500.59 |
| 12/19/12 | Sweep to Dreyfus 696 General MMKT Cl B | 39.87 | 4,540.46 |
| 12/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 29.97 | 4,570.43 |
| 12/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (708.64) | 3,861.79 |
| 12/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 6.75 | 3,868.54 |
| 12/31/12 | Accumulated Earnings Posted | 0.04 | 3,868.58 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 01/02/13 | Dividend | ROGERS COMMUNICATIONS INC CLASS B | RCI | 26.86 |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
October 31, 2012 to November 30, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 3,372.00 | 136,891.38 | 140,263.38 |
| Total Assets Held in Account | | 3,372.00 | 136,891.38 | 140,263.38 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
October 31, 2012 to November 30, 2012

**Page**

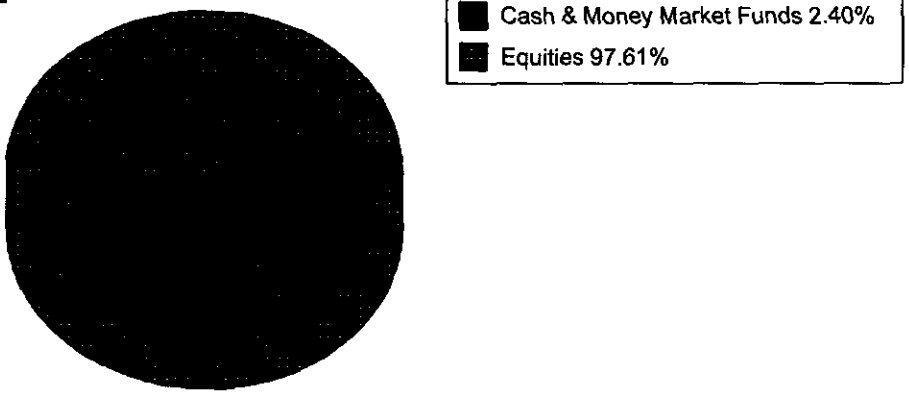

## Account Summary

| | 10/31/12 Value | 11 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 3,514.17 | 3,372.00 |
| Equities | 132,692.50 | 136,891.38 |
| **Total Account Value** | **136,206.67** | **140,263.38** |
| **Net Account Value** | **136,206.67** | **140,263.38** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 3,514.17 | 132,692.50 | 136,206.67 |
| Funds Deposited | | | |
| Income Activity | 103.22 | | 103.22 |
| Securities Sold/Matured | 1,933.16 | (1,933.16) | |
| Securities Received | | | |
| Funds Withdrawn | (3.56) | | (3.56) |
| Margin Interest | | | |
| Securities Purchased | (2,174.99) | 2,174.99 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,957.05 | 3,957.05 |
| **Ending Balance** | **3,372.00** | **136,891.38** | **140,263.38** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on November 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on November 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 3,372.00 | 2.40% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **3,372.00** | **2.40%** | | | |
| **Equities** | | | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 42.000 | 105.430 | 4,428.06 | 3.16% | 176.90 | 2,554.15 | 1,873.91 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 90.000 | 87.970 | 7,917.30 | 5.64% | 116.37 | 6,281.26 | 1,636.04 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 245.000 | 18.074 | 4,428.13 | 3.16% | 63.20 | 2,378.86 | 2,049.27 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 336.000 | 8.538 | 2,868.77 | 2.05% | 111.88 | 3,115.04 | (246.27) |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 32.000 | 90.456 | 2,894.59 | 2.06% | 49.92 | 2,048.14 | 846.45 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 135.000 | 17.148 | 2,314.98 | 1.65% | 33.48 | 2,451.96 | (136.98) |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 61.000 | 72.040 | 4,394.44 | 3.13% | 136.64 | 4,329.77 | 64.67 |
| BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | 73.000 | 29.563 | 2,158.10 | 1.54% | 48.69 | 2,237.77 | (79.67) |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 79.000 | 27.927 | 2,206.23 | 1.57% | 41.32 | 2,416.81 | (210.58) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 26.000 | 48.656 | 1,265.06 | 0.90% | 42.14 | 1,112.22 | 152.84 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 64.000 | 35.180 | 2,251.52 | 1.61% | 88.14 | 2,627.36 | (375.84) |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 81.000 | 24.221 | 1,961.90 | 1.40% | 64.31 | 1,640.25 | 321.65 |
| EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 108.000 | 16.619 | 1,794.85 | 1.28% | 31.11 | 1,704.40 | 90.45 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 82.000 | 28.091 | 2,303.46 | 1.64% | 30.50 | 1,789.46 | 514.00 |
| GETINGE AB-UNSPONSORED ADR | Cash | GNGBY | 55.000 | 32.214 | 1,771.77 | 1.26% | 41.53 | 1,732.50 | 39.27 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 62.000 | 33.300 | 2,064.60 | 1.47% | 47.80 | 2,179.34 | (114.74) |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 230.000 | 13.475 | 3,099.25 | 2.21% | 116.16 | 3,047.21 | 52.04 |
| ING GROEP N V | Cash | ING | 264.000 | 8.990 | 2,373.36 | 1.69% | 525.10 | 2,921.37 | (548.01) |
| KOMATSU LTD-ADR | Cash | KMTUY | 90.000 | 22.396 | 2,015.64 | 1.44% | 43.02 | 2,615.32 | (599.68) |
| LIXIL GROUP CORP-UNSPONS ADR | Cash | JSGRY | 64.000 | 42.343 | 2,709.95 | 1.93% | 54.14 | 2,911.00 | (201.05) |
| LVMH MOET HENNESSY LOUIS VUITTON-ADR | Cash | LVMUY | 39.000 | 35.090 | 1,368.51 | 0.98% | 21.84 | 675.87 | 692.64 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 73.000 | 44.589 | 3,255.00 | 2.32% | 31.68 | 2,589.36 | 665.64 |
| NOVARTIS AG ADR'S | Cash | NVS | 61.000 | 62.050 | 3,785.05 | 2.70% | 128.47 | 3,349.64 | 435.41 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 89.000 | 25.122 | 2,235.86 | 1.59% | 73.34 | 2,556.58 | (320.72) |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 158.000 | 13.046 | 2,061.27 | 1.47% | 41.40 | 2,016.65 | 44.62 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 54.000 | 16.765 | 905.31 | 0.65% | 7.34 | 814.32 | 90.99 |
| POTASH CORP SASK INC<br>ISIN #CA73755L1076 | Cash | POT | 54.000 | 38.520 | 2,080.08 | 1.48% | 45.36 | 2,552.88 | (472.80) |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 155.000 | 29.180 | 4,522.90 | 3.22% | 124.46 | 2,445.87 | 2,077.03 |
| RED ELECTRICA CORPORACION S.A.<br>UNSPONS ADR | Cash | RDEIY | 121.000 | 9.268 | 1,121.43 | 0.80% | 47.55 | 1,137.40 | (15.97) |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 95.000 | 35.074 | 3,332.03 | 2.38% | 108.68 | 2,766.01 | 566.02 |
| ROGERS COMMUNICATIONS INC<br>CLASS B<br>ISIN CA7751092007 | Cash | RCI | 68.000 | 44.170 | 3,003.56 | 2.14% | 108.61 | 2,381.80 | 621.76 |
| ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS | Cash | RDS A | 41.000 | 66.970 | 2,745.77 | 1.96% | 119.88 | 2,545.57 | 200.20 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 72.000 | 34.430 | 2,478.96 | 1.77% | 130.47 | 1,908.60 | 570.36 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 152.000 | 15.965 | 2,426.68 | 1.73% | 95.01 | 1,865.60 | 561.08 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 103.000 | 14.935 | 1,538.31 | 1.10% | 39.45 | 1,460.54 | 77.77 |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 107.000 | 44.620 | 4,774.34 | 3.40% | 153.13 | 3,713.69 | 1,060.65 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 91.000 | 77.990 | 7,097.09 | 5.06% | 61.44 | 4,498.28 | 2,598.81 |
| SEVEN & I HOLDINGS-UNSPN ADR | Cash | SVNDY | 36.000 | 58.252 | 2,097.07 | 1.50% | 51.26 | 2,417.40 | (320.33) |
| SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 61.000 | 18.734 | 1,142.77 | 0.81% | 12.75 | 1,171.28 | (28.51) |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 511.000 | 6.490 | 3,316.39 | 2.36% | 118.03 | 3,518.43 | (202.04) |
| SWEDBANK AB-ADR | Cash | SWDBY | 82.000 | 18.457 | 1,513.47 | 1.08% | 54.53 | 1,541.60 | (28.13) |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 65.000 | 29.042 | 1,887.73 | 1.35% | 28.14 | 1,495.70 | 392.03 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 74.000 | 22.482 | 1,663.67 | 1.19% | 104.86 | 1,213.60 | 450.07 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TOTAL S A-SPONSORED ADR formerly TOTAL FINA ELF SA | Cash | TOT | 55.000 | 50.160 | 2,758.80 | 1.97% | 137.89 | 2,602.32 | 156.47 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 150.000 | 11.034 | 1,655.10 | 1.18% | 12.00 | 1,364.92 | 290.18 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 157.000 | 38.350 | 6,020.95 | 4.29% | 191.06 | 4,954.25 | 1,066.70 |
| VALEO SPONSORED ADR | Cash | VLEEY | 77.000 | 23.703 | 1,825.13 | 1.30% | 55.60 | 1,845.97 | (20.84) |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 59.000 | 25.795 | 1,521.91 | 1.09% | 88.50 | 1,297.50 | 224.41 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 48.000 | 21.540 | 1,033.92 | 0.74% | 38.16 | 1,103.50 | (69.58) |
| WOLSELEY LTD - ADR | Cash | WOSYY | 550.000 | 4.643 | 2,553.65 | 1.82% | 45.10 | 1,788.50 | 765.15 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 174.000 | 11.188 | 1,946.71 | 1.39% | 20.53 | 2,173.54 | (226.83) |
| **Total Equities** | | | | | **136,891.38** | **97.61%** | **4,158.87** | **119,861.37** | **17,030.01** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/05 | Taxable Dividend | POTASH CORP SASK INC<br>ISIN #CA73755L1076<br>POT on 54.000000 PD:2012-11-05 | Cash | POT | 11.34 |
| 11/05 | Taxable Dividend | PETROFAC LTD-UNSPONS ADR<br>POFCY on 158.000000 PD:2012-11-05 | Cash | POFCY | 15.14 |
| 11/20 | Taxable Dividend | WM MORRISON SUPERMARKETS PLC<br>UNSPON ADR<br>MRWSY on 93.000000 PD:2012-11-20 | Cash | MRWSY | 23.49 |
| 11/26 | Taxable Dividend | BRITISH SKY BROADCASTING GROUP<br>PLC-SPONS ADR<br>BSYBY on 26.000000 PD:2012-11-26 | Cash | BSYBY | 26.72 |
| 11/29 | Taxable Dividend | SEVEN & I HOLDINGS-UNSPN ADR<br>SVNDY on 36.000000 PD:2012-11-29 | Cash | SVNDY | 26.50 |
| 11/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.03 |
| **Total Income Activity** | | | | | **103.22** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/13 | Sell | GLAXOSMITHKLINE PLC ADS | Cash | GSK | (45.000) | 42.960 | 1,933.16 |
| **Total Securities Sold/Matured** | | | | | | | **1,933.16** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 11/05 | Foreign Withholding-DIV | WH for POT on 54.000000 P: 2012-11-05 | Cash | | (1.70) |
| 11/29 | Foreign Withholding-DIV | WH for SVNDY on 36.000000 P: 2012-11-29 | Cash | | (1.86) |
| **Total Funds Withdrawn** | | | | | **(3.56)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/05 | Buy - Cancel | SANDS CHINA LTD-UNSPONS ADR | Cash | SCHYY | (38.000) | 37.850 | 1,438.30 |
| 11/13 | Buy | ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 43.000 | 84.030 | (3,613.29) |
| **Total Securities Purchased** | | | | | | | **(2,174.99)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 103.19 | | 3,748.92 | |
| Money Market | 0.03 | | 0.49 | |
| **Total Income** | **103.22** | | **3,749.41** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(3.56)** | **(437.98)** |
| **Sales Proceeds** | **1,933.16** | **34,529.81** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/31/12 | Beginning Balance | | 4,952.47 |
| 11/05/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,438.30) | 3,514.17 |
| 11/06/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,463.08 | 4,977.25 |
| 11/16/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,680.13) | 3,297.12 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 11/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 23.49 | 3,320.61 |
| 11/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 26.72 | 3,347.33 |
| 11/30/12 | Accumulated Earnings Posted | 0.03 | 3,347.36 |
| 11/30/12 | Sweep to Dreyfus 696 General MMKT Cl B | 24.64 | 3,372.00 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 12/04/12 | Dividend | HONDA MOTOR COMPANY LIMITED ADR | HMC | 13.10 |
| 12/04/12 | Dividend | DAITO TRUST CONS-UNSPONS ADR | DITFY | 38.80 |
| 12/07/12 | Dividend | WOLSELEY LTD - ADR | WOSYY | 29.98 |
| 12/10/12 | Dividend | RYANAIR HOLDINGS PLC-SPONS ADR | RYAAY | 156.77 |
| 12/12/12 | Dividend | UNILEVER PLC SPONSORED ADR NEW | UL | 49.61 |
| 12/20/12 | Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | RDS A | 35.26 |
| **Total** | | | | **323.52** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
September 28, 2012 to October 31, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 3,514.17 | 132,692.50 | 136,206.67 |
| Total Assets Held in Account | | 3,514.17 | 132,692.50 | 136,206.67 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest.á If you invest in Canadian Securities please go to http://cdntax.swst.comá on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Lazard Asset Management**

| Statement Period | Page |
|---|---|
| September 28, 2012 to October 31, 2012 | 1 of 10 |

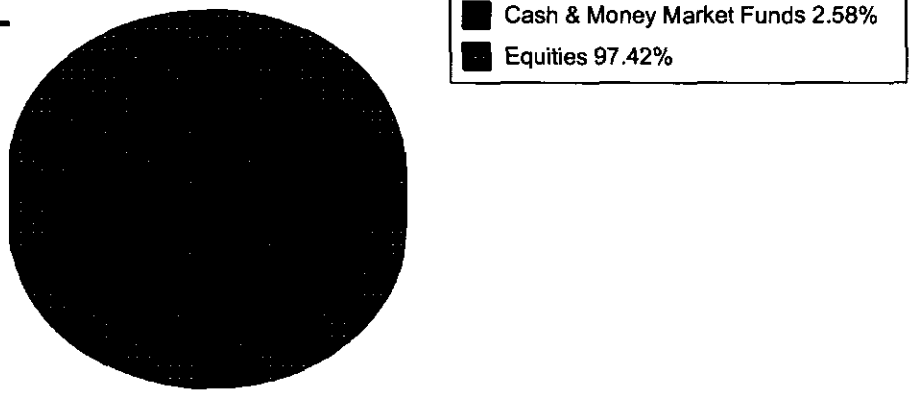
## Account Summary

| | 09/28/12 Value | 10 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 5,111.15 | 3,514.17 |
| Equities | 131,287.45 | 132,692.50 |
| **Total Account Value** | **136,398.60** | **136,206.67** |
| **Net Account Value** | **136,398.60** | **136,206.67** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 5,111.15 | 131,287.45 | 136,398.60 |
| Funds Deposited | | | |
| Income Activity | 246.87 | | 246.87 |
| Securities Sold/Matured | 2,571.91 | (2,571.91) | |
| Securities Received | | | |
| Funds Withdrawn | (531.18) | | (531.18) |
| Margin Interest | | | |
| Securities Purchased | (3,884.58) | 3,884.58 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 92.37 | 92.37 |
| **Ending Balance** | **3,514.17** | **132,692.50** | **136,206.67** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on October 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on October 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | (1,438.30) | (1.06%) | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 4,952.47 | 3.64% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **3,514.17** | **2.58%** | | | |
| **Equities** | | | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 42.000 | 99.360 | 4,173.12 | 3.06% | 176.90 | 2,554.15 | 1,618.97 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 47.000 | 83.800 | 3,938.60 | 2.89% | 60.77 | 2,667.97 | 1,270.63 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 245.000 | 16.661 | 4,081.95 | 3.00% | 63.20 | 2,378.86 | 1,703.09 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 336.000 | 8.248 | 2,771.33 | 2.03% | 111.88 | 3,115.04 | (343.71) |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 32.000 | 87.065 | 2,786.08 | 2.05% | 49.92 | 2,048.14 | 737.94 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 135.000 | 18.487 | 2,495.74 | 1.83% | 33.48 | 2,451.96 | 43.78 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 61.000 | 70.740 | 4,315.14 | 3.17% | 136.64 | 4,329.77 | (14.63) |
| BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | 73.000 | 26.542 | 1,937.57 | 1.42% | 48.69 | 2,237.77 | (300.20) |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 79.000 | 25.145 | 1,986.45 | 1.46% | 41.32 | 2,416.81 | (430.36) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 26.000 | 45.690 | 1,187.94 | 0.87% | 65.99 | 1,112.22 | 75.72 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 64.000 | 32.150 | 2,057.60 | 1.51% | 88.14 | 2,627.36 | (569.76) |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 81.000 | 25.210 | 2,042.01 | 1.50% | 64.31 | 1,640.25 | 401.76 |
| EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 108.000 | 17.238 | 1,861.70 | 1.37% | 31.11 | 1,704.40 | 157.30 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 82.000 | 26.502 | 2,173.16 | 1.60% | 30.50 | 1,789.46 | 383.70 |
| GETINGE AB-UNSPONSORED ADR | Cash | GNGBY | 55.000 | 30.744 | 1,690.92 | 1.24% | 41.53 | 1,732.50 | (41.58) |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 45.000 | 44.900 | 2,020.50 | 1.48% | 104.36 | 1,809.41 | 211.09 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 62.000 | 30.160 | 1,869.92 | 1.37% | 45.64 | 2,179.34 | (309.42) |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 230.000 | 12.895 | 2,965.85 | 2.18% | 116.16 | 3,047.21 | (81.36) |
| ING GROEP N V | Cash | ING | 264.000 | 8.860 | 2,339.04 | 1.72% | 525.10 | 2,921.37 | (582.33) |
| KOMATSU LTD-ADR | Cash | KMTUY | 90.000 | 20.918 | 1,882.62 | 1.38% | 40.59 | 2,615.32 | (732.70) |
| LIXIL GROUP CORP-UNSPONS ADR | Cash | JSGRY | 64.000 | 44.164 | 2,826.50 | 2.08% | 54.14 | 2,911.00 | (84.50) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| LVMH MOET HENNESSY LOUIS VUITTON-ADR | Cash | LVMUY | 39.000 | 32.499 | 1,267.46 | 0.93% | 31.51 | 675.87 | 591.59 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 73.000 | 42.589 | 3,109.00 | 2.28% | 31.68 | 2,589.36 | 519.64 |
| NOVARTIS AG ADR'S | Cash | NVS | 61.000 | 60.460 | 3,688.06 | 2.71% | 128.47 | 3,349.64 | 338.42 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 89.000 | 26.048 | 2,318.27 | 1.70% | 31.25 | 2,556.58 | (238.31) |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 158.000 | 12.921 | 2,041.52 | 1.50% | 41.40 | 2,016.65 | 24.87 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 54.000 | 17.217 | 929.72 | 0.68% | 7.34 | 814.32 | 115.40 |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 54.000 | 40.370 | 2,179.98 | 1.60% | 45.36 | 2,552.88 | (372.90) |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 155.000 | 27.480 | 4,259.40 | 3.13% | 124.46 | 2,445.87 | 1,813.53 |
| RED ELECTRICA CORPORACION S.A. UNSPONS ADR | Cash | RDEIY | 121.000 | 9.375 | 1,134.38 | 0.83% | 47.55 | 1,137.40 | (3.02) |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 95.000 | 35.983 | 3,418.39 | 2.51% | 108.68 | 2,766.01 | 652.38 |
| ROGERS COMMUNICATIONS INC CLASS B ISIN CA7751092007 | Cash | RCI | 68.000 | 43.920 | 2,986.56 | 2.19% | 108.61 | 2,381.80 | 604.76 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 41.000 | 68.480 | 2,807.68 | 2.06% | 119.88 | 2,545.57 | 262.11 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 72.000 | 32.250 | 2,322.00 | 1.70% | 130.47 | 1,908.60 | 413.40 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 152.000 | 15.666 | 2,381.23 | 1.75% | 95.01 | 1,865.60 | 515.63 |
| SANDS CHINA LTD-UNSPONS ADR | Cash | SCHYY | 38.000 | 37.613 | 1,429.29 | 1.05% | 53.01 | 1,438.30 | (9.01) |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 103.000 | 13.865 | 1,428.10 | 1.05% | 39.45 | 1,460.54 | (32.45) |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 107.000 | 43.850 | 4,691.95 | 3.44% | 153.13 | 3,713.69 | 978.26 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 91.000 | 72.900 | 6,633.90 | 4.87% | 61.44 | 4,498.28 | 2,135.62 |
| SEVEN & I HOLDINGS-UNSPN ADR | Cash | SVNDY | 36.000 | 61.604 | 2,217.74 | 1.63% | 51.26 | 2,417.40 | (199.66) |
| SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 61.000 | 15.808 | 964.29 | 0.71% | 12.75 | 1,171.28 | (206.99) |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 511.000 | 6.050 | 3,091.55 | 2.27% | 118.03 | 3,518.43 | (426.88) |
| SWEDBANK AB-ADR | Cash | SWDBY | 82.000 | 18.537 | 1,520.03 | 1.12% | 54.53 | 1,541.60 | (21.57) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 65.000 | 28.151 | 1,829.82 | 1.34% | 28.14 | 1,495.70 | 334.12 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 74.000 | 21.465 | 1,588.41 | 1.17% | 104.86 | 1,213.60 | 374.81 |
| TOTAL S A-SPONSORED ADR formerly TOTAL FINA ELF SA | Cash | TOT | 55.000 | 50.400 | 2,772.00 | 2.04% | 137.89 | 2,602.32 | 169.68 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 150.000 | 11.310 | 1,696.50 | 1.25% | 12.00 | 1,364.92 | 331.58 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 157.000 | 37.290 | 5,854.53 | 4.30% | 191.06 | 4,954.25 | 900.28 |
| VALEO SPONSORED ADR | Cash | VLEEY | 77.000 | 21.964 | 1,691.23 | 1.24% | 55.60 | 1,845.97 | (154.74) |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 59.000 | 27.227 | 1,606.39 | 1.18% | 86.02 | 1,297.50 | 308.89 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 48.000 | 21.580 | 1,035.84 | 0.76% | 37.06 | 1,103.50 | (67.66) |
| WOLSELEY LTD - ADR | Cash | WOSYY | 550.000 | 4.364 | 2,400.20 | 1.76% | 45.10 | 1,788.50 | 611.70 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 174.000 | 11.456 | 1,993.34 | 1.46% | 20.53 | 2,173.54 | (180.20) |
| **Total Equities** | | | | | **132,692.50** | **97.42%** | **4,243.90** | **119,495.79** | **13,196.71** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/01 | Taxable Dividend | TELSTRA CORP LTD-SPONS ADR<br>FINAL INSTALMENT<br>TLSYY on 74.000000 PD:2012-10-01 | Cash | TLSYY | 52.34 |
| 10/01 | Taxable Dividend | ADR BRITTISH AMERICAN<br>TOBACCO P.L.C.<br>BTI on 42.000000 PD:2012-10-01 | Cash | BTI | 56.98 |
| 10/03 | Taxable Dividend | ROGERS COMMUNICATIONS INC<br>CLASS B<br>RCI on 68.000000 PD:2012-10-03 | Cash | RCI | 27.17 |
| 10/04 | Taxable Dividend | PRUDENTIAL PLC SPONS ADR<br>PUK on 155.000000 PD:2012-10-04 | Cash | PUK | 42.19 |
| 10/04 | Taxable Dividend | GLAXOSMITHKLINE PLC ADS<br>GSK on 45.000000 PD:2012-10-04 | Cash | GSK | 23.76 |
| 10/18 | Taxable Dividend | TOTAL S A-SPONSORED ADR<br>formerly TOTAL FINA ELF SA<br>TOT on 55.000000 PD:2012-10-18 | Cash | TOT | 40.31 |
| 10/19 | Taxable Dividend | TULLOW OIL PLC-UNSPON ADR<br>TUWOY on 150.000000 PD:2012-10-19 | Cash | TUWOY | 4.08 |
| 10/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.04 |
| **Total Income Activity** | | | | | **246.87** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/15 | Sell | WM MORRISON SUPERMARKETS PLC<br>UNSPON ADR | Cash | MRWSY | (45.000) | 21.350 | 960.73 |
| 10/16 | Sell | SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | (58.000) | 15.935 | 924.20 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/18 | Sell | VALEO SPONSORED ADR | Cash | VLEEY | (30.000) | 22.900 | 686.98 |
| **Total Securities Sold/Matured** | | | | | | | **2,571.91** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 10/02 | Journal | RYAAY adr fee a/o 9/7/12 per agent bcm | Cash | | (0.72) |
| 10/03 | Foreign Withholding-DIV | WH for RCI on 68.000000 P: 2012-10-03 | Cash | | (4.08) |
| 10/11 | Journal | ADV FEE | Cash | | (514.29) |
| 10/18 | Foreign Withholding-DIV | WH for TOT on 55.000000 P: 2012-10-18 | Cash | | (12.09) |
| **Total Funds Withdrawn** | | | | | **(531.18)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/08 | Buy | GETINGE AB-UNSPONSORED ADR<br>Reported Price: 31.50 | Cash | GNGBY | 55.000 | 31.500 | (1,732.50) |
| 10/19 | Buy | BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086 | Cash | BHP | 10.000 | 71.377 | (713.78) |
| 10/31 | Buy | SANDS CHINA LTD-UNSPONS ADR<br>Reported Price: 37.85 | Cash | SCHYY | 38.000 | 37.850 | (1,438.30) |
| **Total Securities Purchased** | | | | | | | **(3,884.58)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 246.83 | | 3,645.73 | |
| Money Market | 0.04 | | 0.46 | |
| **Total Income** | **246.87** | | **3,646.19** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(16.17)** | **(434.42)** |
| **Sales Proceeds** | **2,571.91** | **32,596.65** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 09/28/12 | Beginning Balance | | 5,053.01 |
| 10/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 58.14 | 5,111.15 |
| 10/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 109.32 | 5,220.47 |
| 10/03/12 | Sweep from Dreyfus 696 General MMKT Cl B | (0.72) | 5,219.75 |
| 10/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 23.09 | 5,242.84 |
| 10/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 65.95 | 5,308.79 |
| 10/11/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,732.50) | 3,576.29 |
| 10/12/12 | Sweep from Dreyfus 696 General MMKT Cl B | (514.29) | 3,062.00 |
| 10/18/12 | Sweep to Dreyfus 696 General MMKT Cl B | 960.73 | 4,022.73 |
| 10/19/12 | Sweep to Dreyfus 696 General MMKT Cl B | 952.42 | 4,975.15 |
| 10/22/12 | Sweep to Dreyfus 696 General MMKT Cl B | 4.08 | 4,979.23 |
| 10/23/12 | Sweep to Dreyfus 696 General MMKT Cl B | 686.98 | 5,666.21 |
| 10/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (713.78) | 4,952.43 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/31/12 | Accumulated Earnings Posted | 0.04 | 4,952.47 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 11/05/12 | Dividend | POTASH CORP SASK INC ISIN #CA73755L1076 | POT | 11.34 |
| 11/05/12 | Dividend | PETROFAC LTD-UNSPONS ADR | POFCY | 15.14 |
| **Total** | | | | **26.48** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
August 31, 2012 to September 28, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 5,111.15 | 131,287.45 | 136,398.60 |
| Total Assets Held in Account | | 5,111.15 | 131,287.45 | 136,398.60 |

***Please see the last page of this statement to review Southwest Securities' Privacy Policy***

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
August 31, 2012 to September 28, 2012

**Page**
1 of 10

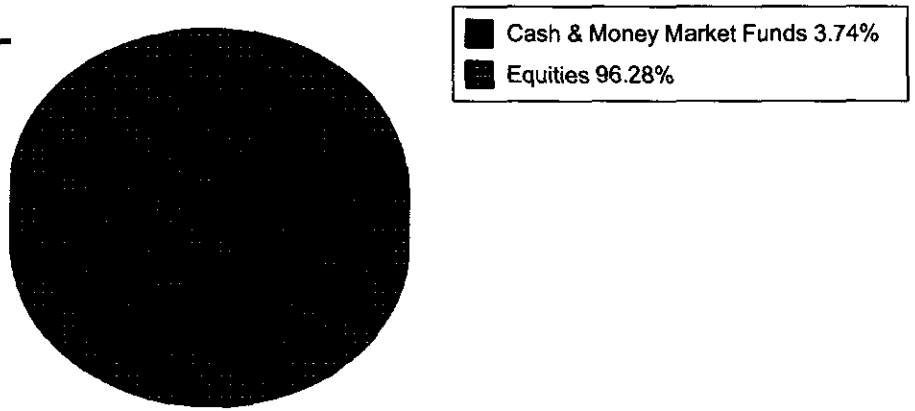
## Account Summary

| | 08/31/12 Value | 09 /28/12 Value |
|---|---|---|
| Cash & Money Market Funds | 6,783.93 | 5,111.15 |
| Equities | 125,311.13 | 131,287.45 |
| **Total Account Value** | **132,095.05** | **136,398.60** |
| **Net Account Value** | **132,095.05** | **136,398.60** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,783.93 | 125,311.13 | 132,095.05 |
| Funds Deposited | | | |
| Income Activity | 282.00 | | 282.00 |
| Securities Sold/Matured | 1,217.72 | (1,217.72) | |
| Securities Received | | | |
| Funds Withdrawn | (8.69) | | (8.69) |
| Margin Interest | | | |
| Securities Purchased | (3,163.81) | 3,163.81 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 4,030.24 | 4,030.24 |
| **Ending Balance** | **5,111.15** | **131,287.45** | **136,398.60** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on September 28, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on September 28, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | 58.14 | 0.04% | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 5,053.01 | 3.70% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **5,111.15** | **3.74%** | | | |
| **Equities** | | | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 42.000 | 102.640 | 4,310.88 | 3.16% | 176.90 | 2,554.15 | 1,756.73 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 47.000 | 85.910 | 4,037.77 | 2.96% | 60.77 | 2,667.97 | 1,369.80 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 245.000 | 16.258 | 3,983.21 | 2.92% | 63.20 | 2,378.86 | 1,604.35 |
| ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD | Cash | ATASY | 336.000 | 7.771 | 2,611.06 | 1.91% | 111.88 | 3,115.04 | (503.98) |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 32.000 | 85.977 | 2,751.26 | 2.02% | 49.92 | 2,048.14 | 703.12 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 135.000 | 20.185 | 2,724.97 | 2.00% | 33.48 | 2,451.96 | 273.01 |
| BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086 | Cash | BHP | 51.000 | 68.610 | 3,499.11 | 2.57% | 114.24 | 3,615.99 | (116.88) |
| BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | 73.000 | 24.405 | 1,781.57 | 1.31% | 48.69 | 2,237.77 | (456.20) |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 79.000 | 23.788 | 1,879.25 | 1.38% | 41.32 | 2,416.81 | (537.56) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 26.000 | 48.024 | 1,248.62 | 0.92% | 39.02 | 1,112.22 | 136.40 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 64.000 | 32.010 | 2,048.64 | 1.50% | 88.14 | 2,627.36 | (578.72) |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 81.000 | 25.225 | 2,043.22 | 1.50% | 64.31 | 1,640.25 | 402.98 |
| EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 108.000 | 16.616 | 1,794.53 | 1.32% | 31.11 | 1,704.40 | 90.13 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 82.000 | 26.949 | 2,209.82 | 1.62% | 30.50 | 1,789.46 | 420.36 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 45.000 | 46.240 | 2,080.80 | 1.53% | 102.47 | 1,809.41 | 271.39 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 62.000 | 30.900 | 1,915.80 | 1.40% | 45.64 | 2,179.34 | (263.54) |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 230.000 | 13.006 | 2,991.38 | 2.19% | 116.16 | 3,047.21 | (55.83) |
| ING GROEP N V | Cash | ING | 264.000 | 7.890 | 2,082.96 | 1.53% | 525.10 | 2,921.37 | (838.41) |
| KOMATSU LTD-ADR | Cash | KMTUY | 90.000 | 19.756 | 1,778.04 | 1.30% | 40.59 | 2,615.32 | (837.28) |
| LIXIL GROUP CORP-UNSPONS ADR | Cash | JSGRY | 64.000 | 47.866 | 3,063.42 | 2.25% | 54.14 | 2,911.00 | 152.42 |
| LVMH MOET HENNESSY LOUIS VUITTON-ADR | Cash | LVMUY | 39.000 | 30.104 | 1,174.06 | 0.86% | 31.51 | 675.87 | 498.19 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 73.000 | 41.168 | 3,005.26 | 2.20% | 31.68 | 2,589.36 | 415.90 |
| NOVARTIS AG ADR'S | Cash | NVS | 61.000 | 61.260 | 3,736.86 | 2.74% | 128.47 | 3,349.64 | 387.22 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 89.000 | 25.862 | 2,301.72 | 1.69% | 31.25 | 2,556.58 | (254.86) |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 158.000 | 12.878 | 2,034.72 | 1.49% | 41.40 | 2,016.65 | 18.07 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 54.000 | 16.542 | 893.27 | 0.65% | 7.34 | 814.32 | 78.95 |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 54.000 | 43.420 | 2,344.68 | 1.72% | 45.36 | 2,552.88 | (208.20) |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 155.000 | 26.000 | 4,030.00 | 2.95% | 124.46 | 2,445.87 | 1,584.13 |
| RED ELECTRICA CORPORACION S.A. UNSPONS ADR | Cash | RDEIY | 121.000 | 9.493 | 1,148.65 | 0.84% | 47.55 | 1,137.40 | 11.25 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 95.000 | 35.114 | 3,335.83 | 2.45% | 108.68 | 2,766.01 | 569.82 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 68.000 | 40.400 | 2,747.20 | 2.01% | 108.61 | 2,381.80 | 365.40 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 41.000 | 69.410 | 2,845.81 | 2.09% | 119.88 | 2,545.57 | 300.24 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 72.000 | 32.250 | 2,322.00 | 1.70% | 130.47 | 1,908.60 | 413.40 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 152.000 | 15.573 | 2,367.10 | 1.74% | 95.01 | 1,865.60 | 501.49 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 103.000 | 13.597 | 1,400.49 | 1.03% | 39.45 | 1,460.54 | (60.05) |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 107.000 | 43.060 | 4,607.42 | 3.38% | 153.13 | 3,713.69 | 893.73 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 91.000 | 71.330 | 6,491.03 | 4.76% | 61.44 | 4,498.28 | 1,992.75 |
| SEVEN & I HOLDINGS-UNSPN ADR | Cash | SVNDY | 36.000 | 61.620 | 2,218.32 | 1.63% | 51.26 | 2,417.40 | (199.08) |
| SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 119.000 | 20.309 | 2,416.77 | 1.77% | 24.88 | 2,298.22 | 118.55 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 511.000 | 6.180 | 3,157.98 | 2.32% | 118.03 | 3,518.43 | (360.45) |
| SWEDBANK AB-ADR | Cash | SWDBY | 82.000 | 18.821 | 1,543.32 | 1.13% | 54.53 | 1,541.60 | 1.72 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 65.000 | 27.824 | 1,808.56 | 1.33% | 28.14 | 1,495.70 | 312.86 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 74.000 | 20.382 | 1,508.27 | 1.11% | 104.86 | 1,213.60 | 294.67 |
| TOTAL S A-SPONSORED ADR formerly TOTAL FINA ELF SA | Cash | TOT | 55.000 | 50.100 | 2,755.50 | 2.02% | 134.86 | 2,602.32 | 153.18 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 150.000 | 11.061 | 1,659.15 | 1.22% | 15.90 | 1,364.92 | 294.23 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 157.000 | 36.520 | 5,733.64 | 4.20% | 191.06 | 4,954.25 | 779.39 |
| VALEO SPONSORED ADR | Cash | VLEEY | 107.000 | 23.157 | 2,477.80 | 1.82% | 77.26 | 2,799.67 | (321.87) |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 59.000 | 28.500 | 1,681.50 | 1.23% | 86.02 | 1,297.50 | 384.00 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 93.000 | 23.027 | 2,141.51 | 1.57% | 71.80 | 2,117.55 | 23.96 |
| WOLSELEY LTD - ADR | Cash | WOSYY | 550.000 | 4.266 | 2,346.30 | 1.72% | 34.10 | 1,788.50 | 557.80 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 174.000 | 12.738 | 2,216.41 | 1.62% | 20.53 | 2,173.54 | 42.87 |
| **Total Equities** | | | | | **131,287.45** | **96.28%** | **4,156.50** | **118,705.90** | **12,581.56** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/04 | Taxable Dividend | CANON INCORPORATED-SPONS ADR CAJ on 64.000000 PD:2012-09-04 | Cash | CAJ | 48.52 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/07 | Taxable Dividend | BG GROUP PLC - SPON ADR<br>BRGYY on 135.000000 PD:2012-09-07 | Cash | BRGYY | 16.04 |
| 09/12 | Taxable Dividend | UNILEVER PLC SPONSORED ADR NEW<br>UL on 157.000000 PD:2012-09-12 | Cash | UL | 46.13 |
| 09/14 | Taxable Dividend | REXAM PLC-SPONSORED ADR NEW<br>REXMY on 95.000000 PD:2012-09-14 | Cash | REXMY | 37.67 |
| 09/20 | Taxable Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS<br>Rev. of 780259206 OPT DIV PMT.86 15% W/ | Cash | RDS A | (35.26) |
| 09/20 | Taxable Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS<br>Rev. of 780259206 OPT DIV PMT.86 15% W/ | Cash | RDS A | 35.26 |
| 09/20 | Taxable Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS<br>RDS A opt div csh.esc | Cash | RDS A | 35.26 |
| 09/27 | Taxable Dividend | INFORMA PLC-UNSP ADR<br>IFPJY on 230.000000 PD:2012-09-27 | Cash | IFPJY | 40.20 |
| 09/28 | Taxable Dividend | BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086<br>BHP on 51.000000 PD:2012-09-28 | Cash | BHP | 58.14 |
| 09/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.04 |
| **Total Income Activity** | | | | | **282.00** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/25 | Sell | BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | (25.000) | 48.710 | 1,217.72 |
| **Total Securities Sold/Matured** | | | | | | | **1,217.72** |

## Account Activity

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 09/04 | Foreign Withholding-DIV | WH for CAJ on 64.000000 P: 2012-09-04 | Cash | | (3.40) |
| 09/20 | Foreign Withholding-DIV | WH for RDS A on 41.000000 P: 2012-09-20 | Cash | | (5.29) |
| 09/20 | Foreign Withholding-DIV | Rev. of WH for RDS A on 41.000000 P: 20 | Cash | | (5.29) |
| 09/20 | Foreign Withholding-DIV | Rev. of WH for RDS A on 41.000000 P: 20 | Cash | | 5.29 |
| **Total Funds Withdrawn** | | | | | **(8.69)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/10 | Buy | RED ELECTRICA CORPORACION S.A. UNSPONS ADR | Cash | RDEIY | 121.000 | 9.400 | (1,137.40) |
| 09/10 | Buy | HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 23.000 | 33.170 | (762.91) |
| 09/10 | Buy | EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 32.000 | 16.450 | (526.40) |
| 09/11 | Buy | ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 91.000 | 8.100 | (737.10) |
| **Total Securities Purchased** | | | | | | | **(3,163.81)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 281.96 | | 3,398.90 | |
| Money Market | 0.04 | | 0.42 | |
| **Total Income** | **282.00** | | **3,399.32** | |

# Other Important Information

## Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| Foreign Taxes Paid | (8.69) | (418.25) |
| Sales Proceeds | 1,217.72 | 30,024.74 |

## Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 08/31/12 | Beginning Balance | | 6,775.31 |
| 09/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 8.62 | 6,783.93 |
| 09/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 45.12 | 6,829.05 |
| 09/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 16.04 | 6,845.09 |
| 09/13/12 | Sweep from Dreyfus 696 General MMKT Cl B | (2,380.58) | 4,464.51 |
| 09/14/12 | Sweep from Dreyfus 696 General MMKT Cl B | (737.10) | 3,727.41 |
| 09/17/12 | Sweep to Dreyfus 696 General MMKT Cl B | 37.67 | 3,765.08 |
| 09/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 29.97 | 3,795.05 |
| 09/28/12 | Accumulated Earnings Posted | 0.04 | 3,795.09 |
| 09/28/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,257.92 | 5,053.01 |

## Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/01/12 | Dividend | TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | TLSYY | 52.34 |
| 10/01/12 | Dividend | ADR BRITTISH AMERICAN TOBACCO P.L.C. | BTI | 55.41 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/01/12 | Dividend | ADR BRITTISH AMERICAN TOBACCO P.L.C. | BTI | 56.98 |
| 10/03/12 | Dividend | ROGERS COMMUNICATIONS INC CLASS B | RCI | 26.86 |
| 10/04/12 | Dividend | GLAXOSMITHKLINE PLC ADS | GSK | 23.76 |
| 10/04/12 | Dividend | PRUDENTIAL PLC SPONS ADR | PUK | 40.80 |
| **Total** | | | | **256.15** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
July 31, 2012 to August 31, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 6,783.93 | 125,311.13 | 132,095.05 |
| Total Assets Held in Account | | 6,783.93 | 125,311.13 | 132,095.05 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Lazard Asset Management**

| Statement Period | Page |
|---|---|
| July 31, 2012 to August 31, 2012 | 1 of 10 |

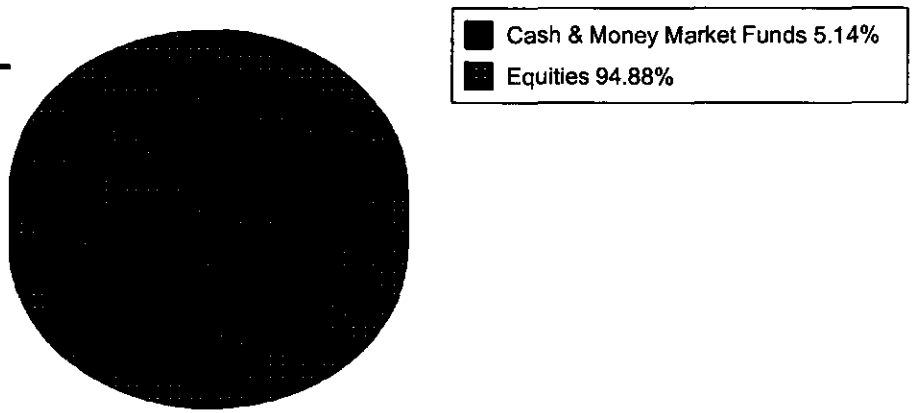
## Account Summary

| | 07/31/12 Value | 08 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 7,079.10 | 6,783.93 |
| Equities | 122,428.01 | 125,311.13 |
| **Total Account Value** | **129,507.11** | **132,095.05** |
| **Net Account Value** | **129,507.11** | **132,095.05** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 7,079.10 | 122,428.01 | 129,507.11 |
| Funds Deposited | | | |
| Income Activity | 75.35 | | 75.35 |
| Securities Sold/Matured | 4,436.85 | (4,436.85) | |
| Securities Received | | | |
| Funds Withdrawn | (1.78) | | (1.78) |
| Margin Interest | | | |
| Securities Purchased | (4,805.59) | 4,805.59 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,514.37 | 2,514.37 |
| **Ending Balance** | **6,783.93** | **125,311.13** | **132,095.05** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on August 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on August 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | 8.62 | 0.01% | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 6,775.31 | 5.13% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **6,783.93** | **5.14%** | | | |
| **Equities** | | | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 42.000 | 104.740 | 4,399.08 | 3.33% | 175.31 | 2,554.15 | 1,844.93 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 47.000 | 84.180 | 3,956.46 | 3.00% | 60.77 | 2,667.97 | 1,288.49 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 245.000 | 15.291 | 3,746.30 | 2.84% | 63.20 | 2,378.86 | 1,367.43 |
| ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD | Cash | ATASY | 245.000 | 7.040 | 1,724.80 | 1.31% | 81.58 | 2,377.94 | (653.14) |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 32.000 | 77.735 | 2,487.52 | 1.88% | 49.92 | 2,048.14 | 439.38 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 135.000 | 20.458 | 2,761.83 | 2.09% | 33.48 | 2,451.96 | 309.87 |
| BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086 | Cash | BHP | 51.000 | 65.800 | 3,355.80 | 2.54% | 114.24 | 3,615.99 | (260.19) |
| BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | 73.000 | 24.227 | 1,768.57 | 1.34% | 48.69 | 2,237.77 | (469.20) |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 79.000 | 21.778 | 1,720.46 | 1.30% | 41.32 | 2,416.81 | (696.35) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 51.000 | 48.350 | 2,465.85 | 1.87% | 76.55 | 2,220.86 | 244.99 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 64.000 | 33.290 | 2,130.56 | 1.61% | 88.14 | 2,627.36 | (496.80) |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 81.000 | 24.393 | 1,975.83 | 1.50% | 64.31 | 1,640.25 | 335.58 |
| EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 76.000 | 15.947 | 1,211.97 | 0.92% | 21.89 | 1,178.00 | 33.97 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 82.000 | 27.224 | 2,232.37 | 1.69% | 30.50 | 1,789.46 | 442.91 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 45.000 | 45.490 | 2,047.05 | 1.55% | 102.47 | 1,809.41 | 237.64 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 31.890 | 1,243.71 | 0.94% | 28.71 | 1,416.43 | (172.72) |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 230.000 | 12.923 | 2,972.29 | 2.25% | 116.16 | 3,047.21 | (74.92) |
| ING GROEP N V | Cash | ING | 264.000 | 7.580 | 2,001.12 | 1.51% | 525.10 | 2,921.37 | (920.25) |
| KOMATSU LTD-ADR | Cash | KMTUY | 90.000 | 19.668 | 1,770.12 | 1.34% | 40.59 | 2,615.32 | (845.20) |
| LIXIL GROUP CORP-UNSPONS ADR | Cash | JSGRY | 64.000 | 42.937 | 2,747.97 | 2.08% | 54.14 | 2,911.00 | (163.03) |
| LVMH MOET HENNESSY LOUIS VUITTON-ADR | Cash | LVMUY | 39.000 | 32.722 | 1,276.16 | 0.97% | 31.51 | 675.87 | 600.29 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 73.000 | 38.210 | 2,789.33 | 2.11% | 31.68 | 2,589.36 | 199.97 |
| NOVARTIS AG ADR'S | Cash | NVS | 61.000 | 59.010 | 3,599.61 | 2.73% | 128.47 | 3,349.64 | 249.97 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 89.000 | 25.010 | 2,225.89 | 1.69% | 31.25 | 2,556.58 | (330.69) |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 158.000 | 11.929 | 1,884.78 | 1.43% | 38.56 | 2,016.65 | (131.87) |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 54.000 | 15.209 | 821.29 | 0.62% | 7.34 | 814.32 | 6.97 |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 54.000 | 41.070 | 2,217.78 | 1.68% | 30.24 | 2,552.88 | (335.10) |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 155.000 | 25.000 | 3,875.00 | 2.93% | 124.46 | 2,445.87 | 1,429.13 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 95.000 | 33.657 | 3,197.42 | 2.42% | 142.21 | 2,766.01 | 431.40 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 68.000 | 40.390 | 2,746.52 | 2.08% | 108.61 | 2,381.80 | 364.72 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 41.000 | 69.970 | 2,868.77 | 2.17% | 119.88 | 2,545.57 | 323.20 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 72.000 | 31.040 | 2,234.88 | 1.69% | 130.47 | 1,908.60 | 326.28 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 152.000 | 14.376 | 2,185.15 | 1.65% | 95.01 | 1,865.60 | 319.55 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 103.000 | 13.380 | 1,378.14 | 1.04% | 39.45 | 1,460.54 | (82.40) |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 107.000 | 40.950 | 4,381.65 | 3.32% | 153.13 | 3,713.69 | 667.96 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 91.000 | 65.660 | 5,975.06 | 4.52% | 61.44 | 4,498.28 | 1,476.78 |
| SEVEN & I HOLDINGS-UNSPN ADR | Cash | SVNDY | 36.000 | 60.664 | 2,183.90 | 1.65% | 51.26 | 2,417.40 | (233.50) |
| SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 119.000 | 20.370 | 2,424.03 | 1.84% | 24.88 | 2,298.22 | 125.81 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 511.000 | 6.220 | 3,178.42 | 2.41% | 118.03 | 3,518.43 | (340.01) |
| SWEDBANK AB-ADR | Cash | SWDBY | 82.000 | 17.503 | 1,435.25 | 1.09% | 54.53 | 1,541.60 | (106.35) |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 65.000 | 26.388 | 1,715.22 | 1.30% | 28.14 | 1,495.70 | 219.52 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 74.000 | 19.894 | 1,472.16 | 1.11% | 104.86 | 1,213.60 | 258.56 |
| TOTAL S A-SPONSORED ADR formerly TOTAL FINA ELF SA | Cash | TOT | 55.000 | 49.860 | 2,742.30 | 2.08% | 134.86 | 2,602.32 | 139.97 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 150.000 | 10.825 | 1,623.75 | 1.23% | 15.90 | 1,364.92 | 258.83 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 157.000 | 35.880 | 5,633.16 | 4.26% | 191.06 | 4,954.25 | 678.91 |
| VALEO SPONSORED ADR | Cash | VLEEY | 107.000 | 23.700 | 2,535.90 | 1.92% | 77.26 | 2,799.67 | (263.77) |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 59.000 | 28.920 | 1,706.28 | 1.29% | 86.02 | 1,297.50 | 408.78 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 93.000 | 22.237 | 2,068.04 | 1.57% | 71.80 | 2,117.55 | (49.51) |
| WOLSELEY LTD - ADR | Cash | WOSYY | 550.000 | 4.038 | 2,220.90 | 1.68% | 34.10 | 1,788.50 | 432.40 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 174.000 | 11.464 | 1,994.74 | 1.51% | 20.53 | 2,173.54 | (178.80) |
| **Total Equities** | | | | | **125,311.13** | **94.88%** | **4,104.01** | **116,650.73** | **8,660.40** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/01 | Taxable Dividend | VODAFONE GROUP PLC NEW-SPON ADR NEW<br>VOD on 59.000000 PD:2012-08-01 | Cash | VOD | 58.46 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/03 | Taxable Dividend | POTASH CORP SASK INC<br>ISIN #CA73755L1076<br>POT on 54.000000 PD:2012-08-03 | Cash | POT | 7.56 |
| 08/31 | Taxable Dividend | HONDA MOTOR COMPANY LIMITED<br>ADR<br>HMC on 39.000000 PD:2012-08-31 | Cash | HMC | 9.27 |
| 08/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.06 |
| **Total Income Activity** | | | | | **75.35** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/06 | Sell | TELSTRA CORP LTD-SPONS ADR<br>FINAL INSTALMENT | Cash | TLSYY | (50.000) | 21.480 | 1,073.98 |
| 08/07 | Sell | BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | (17.000) | 24.970 | 424.48 |
| 08/13 | Sell | TELSTRA CORP LTD-SPONS ADR<br>FINAL INSTALMENT | Cash | TLSYY | (151.000) | 19.460 | 2,938.39 |
| **Total Securities Sold/Matured** | | | | | | | **4,436.85** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 08/03 | Foreign Withholding-DIV | WH for POT on 54.000000 P: 2012-08-03 | Cash | | (1.13) |
| 08/31 | Foreign Withholding-DIV | WH for HMC on 39.000000 P: 2012-08-31 | Cash | | (0.65) |
| **Total Funds Withdrawn** | | | | | **(1.78)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/09 | Buy | BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 11.000 | 69.550 | (765.05) |
| 08/13 | Buy | SEVEN & I HOLDINGS-UNSPN ADR | Cash | SVNDY | 36.000 | 67.150 | (2,417.40) |
| 08/13 | Buy | EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 76.000 | 15.500 | (1,178.00) |
| 08/21 | Buy | VALEO SPONSORED ADR | Cash | VLEEY | 18.000 | 24.730 | (445.14) |
| **Total Securities Purchased** | | | | | | | **(4,805.59)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 75.29 | | 3,116.94 | |
| Money Market | 0.06 | | 0.38 | |
| **Total Income** | **75.35** | | **3,117.32** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(1.78)** | **(409.56)** |
| **Sales Proceeds** | **4,436.85** | **28,807.02** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 07/31/12 | Beginning Balance | | 7,079.10 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 08/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 58.46 | 7,137.56 |
| 08/06/12 | Sweep to Dreyfus 696 General MMKT Cl B | 6.43 | 7,143.99 |
| 08/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,073.98 | 8,217.97 |
| 08/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 424.48 | 8,642.45 |
| 08/14/12 | Sweep from Dreyfus 696 General MMKT Cl B | (765.05) | 7,877.40 |
| 08/16/12 | Sweep from Dreyfus 696 General MMKT Cl B | (657.01) | 7,220.39 |
| 08/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (445.14) | 6,775.25 |
| 08/31/12 | Accumulated Earnings Posted | 0.06 | 6,775.31 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/04/12 | Dividend | CANON INCORPORATED-SPONS ADR | CAJ | 45.12 |
| 09/12/12 | Dividend | UNILEVER PLC SPONSORED ADR NEW | UL | 46.13 |
| 09/20/12 | Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | RDS A | 35.26 |
| 10/04/12 | Dividend | GLAXOSMITHKLINE PLC ADS | GSK | 23.76 |
| **Total** | | | | **150.27** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
June 29, 2012 to July 31, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 7,079.10 | 122,428.01 | 129,507.11 |
| Total Assets Held in Account | | 7,079.10 | 122,428.01 | 129,507.11 |

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
June 29, 2012 to July 31, 2012

**Page**

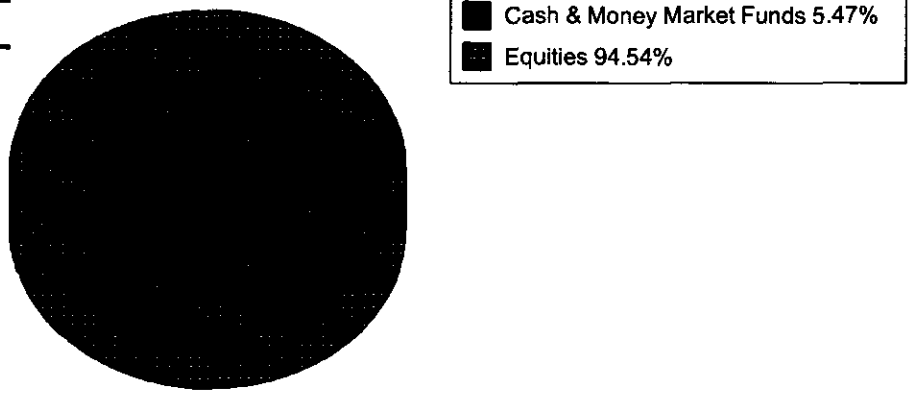

## Account Summary

| | 06/29/12 Value | 07 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 7,048.31 | 7,079.10 |
| Equities | 120,045.81 | 122,428.01 |
| **Total Account Value** | **127,094.12** | **129,507.11** |
| **Net Account Value** | **127,094.12** | **129,507.11** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 7,048.31 | 120,045.81 | 127,094.12 |
| Funds Deposited | | | |
| Income Activity | 432.93 | | 432.93 |
| Securities Sold/Matured | 4,513.87 | (4,513.87) | |
| Securities Received | | | |
| Funds Withdrawn | (526.46) | | (526.46) |
| Margin Interest | | | |
| Securities Purchased | (4,389.55) | 4,389.55 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,506.52 | 2,506.52 |
| **Ending Balance** | **7,079.10** | **122,428.01** | **129,507.11** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on July 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on July 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 7,079.10 | 5.47% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **7,079.10** | **5.47%** | | | |
| **Equities** | | | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 42.000 | 106.010 | 4,452.42 | 3.44% | 175.31 | 2,554.15 | 1,898.27 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 47.000 | 79.220 | 3,723.34 | 2.88% | 60.77 | 2,667.97 | 1,055.37 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 245.000 | 15.201 | 3,724.24 | 2.88% | 63.20 | 2,378.86 | 1,345.39 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 245.000 | 6.589 | 1,614.31 | 1.25% | 81.58 | 2,377.94 | (763.63) |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 32.000 | 76.246 | 2,439.87 | 1.88% | 49.92 | 2,048.14 | 391.73 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 135.000 | 19.773 | 2,669.36 | 2.06% | 32.13 | 2,451.96 | 217.40 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 40.000 | 66.340 | 2,653.60 | 2.05% | 88.00 | 2,850.94 | (197.34) |
| BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | 90.000 | 24.947 | 2,245.23 | 1.73% | 60.03 | 2,731.62 | (486.39) |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 79.000 | 18.578 | 1,467.66 | 1.13% | 41.32 | 2,416.81 | (949.15) |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 51.000 | 44.654 | 2,277.35 | 1.76% | 76.55 | 2,220.86 | 56.49 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 64.000 | 33.450 | 2,140.80 | 1.65% | 85.95 | 2,627.36 | (486.56) |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 81.000 | 24.168 | 1,957.61 | 1.51% | 64.31 | 1,640.25 | 317.36 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 82.000 | 26.056 | 2,136.59 | 1.65% | 30.50 | 1,789.46 | 347.13 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 45.000 | 46.000 | 2,070.00 | 1.60% | 102.47 | 1,809.41 | 260.59 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 31.500 | 1,228.50 | 0.95% | 20.39 | 1,416.43 | (187.93) |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 230.000 | 11.594 | 2,666.62 | 2.06% | 109.93 | 3,047.21 | (380.59) |
| ING GROEP N V | Cash | ING | 264.000 | 6.580 | 1,737.12 | 1.34% | 525.10 | 2,921.37 | (1,184.25) |
| KOMATSU LTD-ADR | Cash | KMTUY | 90.000 | 22.510 | 2,025.90 | 1.56% | 40.59 | 2,615.32 | (589.42) |
| LIXIL GROUP CORP-UNSPONS ADR | Cash | JSGRY | 64.000 | 42.126 | 2,696.06 | 2.08% | 54.14 | 2,911.00 | (214.94) |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 39.000 | 30.186 | 1,177.25 | 0.91% | 31.51 | 675.87 | 501.38 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 73.000 | 33.613 | 2,453.75 | 1.89% | 31.68 | 2,589.36 | (135.61) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| NOVARTIS AG ADR'S | Cash | NVS | 61.000 | 58.620 | 3,575.82 | 2.76% | 128.47 | 3,349.64 | 226.18 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 89.000 | 26.193 | 2,331.18 | 1.80% | 31.25 | 2,556.58 | (225.40) |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 158.000 | 11.681 | 1,845.60 | 1.43% | 38.56 | 2,016.65 | (171.05) |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 54.000 | 14.780 | 798.12 | 0.62% | 7.34 | 814.32 | (16.20) |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 54.000 | 44.160 | 2,384.64 | 1.84% | 30.24 | 2,552.88 | (168.24) |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 155.000 | 23.780 | 3,685.90 | 2.85% | 121.69 | 2,445.87 | 1,240.03 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 95.000 | 34.039 | 3,233.70 | 2.50% | 105.36 | 2,766.01 | 467.69 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 68.000 | 39.210 | 2,666.28 | 2.06% | 106.08 | 2,381.80 | 284.48 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 41.000 | 68.200 | 2,796.20 | 2.16% | 119.88 | 2,545.57 | 250.63 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 72.000 | 29.460 | 2,121.12 | 1.64% | 130.47 | 1,908.60 | 212.52 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 152.000 | 13.301 | 2,021.75 | 1.56% | 95.01 | 1,865.60 | 156.15 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 103.000 | 13.956 | 1,437.47 | 1.11% | 39.45 | 1,460.54 | (23.07) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 107.000 | 40.640 | 4,348.48 | 3.36% | 153.13 | 3,713.69 | 634.79 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 91.000 | 63.360 | 5,765.76 | 4.45% | 61.44 | 4,498.28 | 1,267.48 |
| SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 119.000 | 19.238 | 2,289.32 | 1.77% | 24.88 | 2,298.22 | (8.90) |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 511.000 | 6.320 | 3,229.52 | 2.49% | 118.03 | 3,518.43 | (288.91) |
| SWEDBANK AB-ADR | Cash | SWDBY | 82.000 | 17.469 | 1,432.46 | 1.11% | 54.53 | 1,541.60 | (109.14) |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 65.000 | 26.380 | 1,714.70 | 1.32% | 28.14 | 1,495.70 | 219.00 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 275.000 | 21.047 | 5,787.93 | 4.47% | 374.27 | 4,325.32 | 1,462.61 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 55.000 | 45.950 | 2,527.25 | 1.95% | 134.86 | 2,602.32 | (75.08) |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 150.000 | 10.106 | 1,515.90 | 1.17% | 12.15 | 1,364.92 | 150.98 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 157.000 | 35.810 | 5,622.17 | 4.34% | 191.06 | 4,954.25 | 667.92 |
| VALEO SPONSORED ADR | Cash | VLEEY | 89.000 | 21.525 | 1,915.72 | 1.48% | 64.26 | 2,354.53 | (438.81) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 59.000 | 28.750 | 1,696.25 | 1.31% | 86.02 | 1,297.50 | 398.75 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 93.000 | 21.724 | 2,020.33 | 1.56% | 71.80 | 2,117.55 | (97.22) |
| WOLSELEY LTD - ADR | Cash | WOSYY | 550.000 | 3.608 | 1,984.40 | 1.53% | 34.10 | 1,788.50 | 195.90 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 174.000 | 12.198 | 2,122.45 | 1.64% | 20.53 | 2,173.54 | (51.09) |
| **Total Equities** | | | | | **122,428.01** | **94.54%** | **4,208.38** | **115,450.71** | **6,977.31** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/02 | Taxable Dividend | KOMATSU LTD-ADR<br>KMTUY on 90.000000 PD:2012-07-02 | Cash | KMTUY | 21.24 |
| 07/03 | Taxable Dividend | ROGERS COMMUNICATIONS INC CLASS B<br>RCI on 43.000000 PD:2012-07-03 | Cash | RCI | 16.76 |
| 07/05 | Taxable Dividend | WM MORRISON SUPERMARKETS PLC UNSPON ADR<br>MRWSY on 93.000000 PD:2012-07-05 | Cash | MRWSY | 50.45 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/05 | Taxable Dividend | GLAXOSMITHKLINE PLC ADS<br>GSK on 82.000000 PD:2012-07-05 | Cash | GSK | 45.03 |
| 07/06 | Taxable Dividend | SUMITOMO MITSUI FINCL GRP INC SPONS ADR<br>SMFG on 511.000000 PD:2012-07-06 | Cash | SMFG | 63.31 |
| 07/10 | Taxable Dividend | TOTAL FINA ELF S A ADR<br>TOT on 55.000000 PD:2012-07-10 | Cash | TOT | 39.32 |
| 07/16 | Taxable Dividend | DAITO TRUST CONS-UNSPONS ADR<br>DITFY on 81.000000 PD:2012-07-16 | Cash | DITFY | 34.00 |
| 07/17 | Taxable Dividend | ORICA LTD-UNSPONS ADR<br>OCLDY on 89.000000 PD:2012-07-17 | Cash | OCLDY | 31.24 |
| 07/17 | Taxable Dividend | FANUC CORPORATION<br>formerly FANUC LTD - UNSP ADR<br>FANUY on 153.000000 PD:2012-07-17 | Cash | FANUY | 28.09 |
| 07/18 | Taxable Dividend | BNP PARIBAS-SPONS ADR<br>BNPQY on 53.000000 PD:2012-07-18 | Cash | BNPQY | 27.72 |
| 07/25 | Taxable Dividend | VALEO SPONSORED ADR<br>VLEEY on 89.000000 PD:2012-07-25 | Cash | VLEEY | 75.71 |
| 07/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.06 |
| **Total Income Activity** | | | | | **432.93** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/06 | Sell | AXA-SPONSORED ADR | Cash | AXAHY | (93.000) | 12.240 | 1,138.29 |
| 07/16 | Sell | GLAXOSMITHKLINE PLC ADS | Cash | GSK | (37.000) | 45.180 | 1,671.62 |
| 07/25 | Sell | DANONE-SPONSORED ADR | Cash | DANOY | (150.000) | 11.360 | 1,703.96 |
| **Total Securities Sold/Matured** | | | | | | | **4,513.87** |

## Account Activity

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 07/06 | Corporate Action | LIXIL GROUP CORP-UNSPONS ADR N/C FRM 46633D109 // KRK | Cash | JSGRY | 64.000 | |

**Total Securities Received**

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 07/02 | Foreign Withholding-DIV | WH for KMTUY on 90.000000 P: 2012-07-02 | Cash | | (1.49) |
| 07/03 | Foreign Withholding-DIV | WH for RCI on 43.000000 P: 2012-07-03 | Cash | | (2.51) |
| 07/06 | Foreign Withholding-DIV | WH for SMFG on 511.000000 P: 2012-07-06 | Cash | | (4.43) |
| 07/10 | Foreign Withholding-DIV | WH for TOT on 55.000000 P: 2012-07-10 | Cash | | (11.80) |
| 07/16 | Foreign Withholding-DIV | WH for DITFY on 81.000000 P: 2012-07-16 | Cash | | (2.38) |
| 07/17 | Foreign Withholding-DIV | WH for FANUY on 153.000000 P: 2012-07-17 | Cash | | (1.97) |
| 07/18 | Journal | ADV FEE | Cash | | (479.17) |
| 07/25 | Foreign Withholding-DIV | WH for VLEEY on 89.000000 P: 2012-07-25 | Cash | | (22.71) |
| **Total Funds Withdrawn** | | | | | **(526.46)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/10 | Buy | ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 25.000 | 36.910 | (922.75) |
| 07/16 | Buy | SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 74.000 | 19.430 | (1,437.82) |
| 07/19 | Buy | NOVARTIS AG ADR'S | Cash | NVS | 12.000 | 57.190 | (686.28) |
| 07/19 | Buy | BNP PARIBAS-SPONS ADR | Cash | BNPQY | 26.000 | 18.550 | (482.30) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/26 | Buy | SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 45.000 | 19.120 | (860.40) |
| **Total Securities Purchased** | | | | | | | **(4,389.55)** |

**Securities Delivered**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 07/06 | Corporate Action | JS GROUP CORP-UNSPON ADR<br>ISIN #US46633D1090<br>N/C TO 53931R103 //KRK | Cash | JSGRYOLD | (64.000) | |
| **Total Securities Delivered** | | | | | | |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 432.87 | | 3,041.65 | |
| Money Market | 0.06 | | 0.32 | |
| **Total Income** | **432.93** | | **3,041.97** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(47.29)** | **(407.78)** |
| **Sales Proceeds** | **4,513.87** | **24,370.17** |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 06/29/12 | Beginning Balance | | 7,041.69 |
| 07/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 6.62 | 7,048.31 |
| 07/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 19.75 | 7,068.06 |
| 07/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 14.25 | 7,082.31 |
| 07/06/12 | Sweep to Dreyfus 696 General MMKT Cl B | 95.48 | 7,177.79 |
| 07/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 58.88 | 7,236.67 |
| 07/11/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,165.81 | 8,402.48 |
| 07/13/12 | Sweep from Dreyfus 696 General MMKT Cl B | (922.75) | 7,479.73 |
| 07/17/12 | Sweep to Dreyfus 696 General MMKT Cl B | 31.62 | 7,511.35 |
| 07/18/12 | Sweep to Dreyfus 696 General MMKT Cl B | 57.36 | 7,568.71 |
| 07/19/12 | Sweep from Dreyfus 696 General MMKT Cl B | (217.65) | 7,351.06 |
| 07/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,168.58) | 6,182.48 |
| 07/26/12 | Sweep to Dreyfus 696 General MMKT Cl B | 53.00 | 6,235.48 |
| 07/30/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,703.96 | 7,939.44 |
| 07/31/12 | Accumulated Earnings Posted | 0.06 | 7,939.50 |
| 07/31/12 | Sweep from Dreyfus 696 General MMKT Cl B | (860.40) | 7,079.10 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 08/01/12 | Dividend | VODAFONE GROUP PLC NEW-SPON ADR NEW | VOD | 58.46 |

## Other Important Information

### Estimated Pending Income (continued)

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 08/03/12 | Dividend | POTASH CORP SASK INC<br>ISIN #CA73755L1076 | POT | 7.56 |
| **Total** | | | | **66.02** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
May 31, 2012 to June 29, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 7,048.31 | 120,045.81 | 127,094.12 |
| Total Assets Held in Account | | 7,048.31 | 120,045.81 | 127,094.12 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
May 31, 2012 to June 29, 2012

**Page**

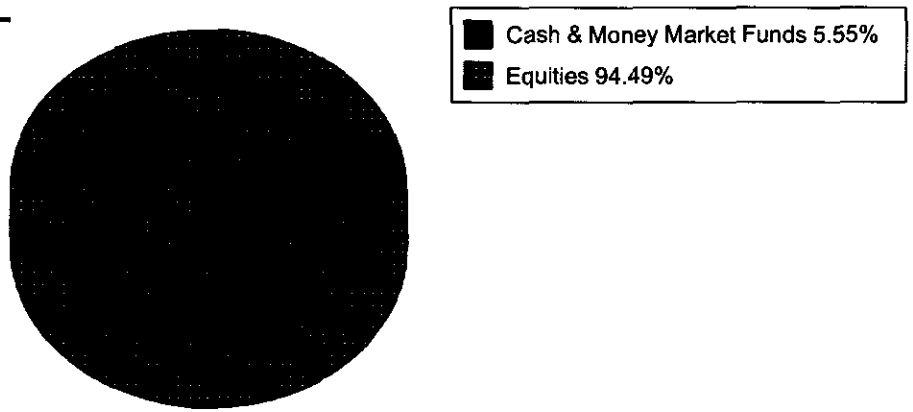

## Account Summary

| | 05/31/12 Value | 06 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 6,358.43 | 7,048.31 |
| Equities | 112,588.67 | 120,045.81 |
| **Total Account Value** | **118,947.10** | **127,094.12** |
| **Net Account Value** | **118,947.10** | **127,094.12** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,358.43 | 112,588.67 | 118,947.10 |
| Funds Deposited | | | |
| Income Activity | 780.76 | | 780.76 |
| Securities Sold/Matured | 3,045.98 | (3,045.98) | |
| Securities Received | | | |
| Funds Withdrawn | (79.21) | | (79.21) |
| Margin Interest | | | |
| Securities Purchased | (3,057.65) | 3,057.65 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 7,445.48 | 7,445.48 |
| **Ending Balance** | **7,048.31** | **120,045.81** | **127,094.12** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on June 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on June 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | 6.62 | 0.01% | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 7,041.69 | 5.54% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **7,048.31** | **5.55%** | | | |
| **Equities** | | | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 42.000 | 102.120 | 4,289.04 | 3.37% | 169.76 | 2,554.15 | 1,734.89 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 47.000 | 79.650 | 3,743.55 | 2.95% | 60.77 | 2,667.97 | 1,075.58 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 245.000 | 13.952 | 3,418.24 | 2.69% | 63.20 | 2,378.86 | 1,039.38 |
| ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD | Cash | ATASY | 245.000 | 6.377 | 1,562.37 | 1.23% | 81.58 | 2,377.94 | (815.57) |
| AXA-SPONSORED ADR | Cash | AXAHY | 93.000 | 13.300 | 1,236.90 | 0.97% | 68.07 | 1,553.80 | (316.90) |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 32.000 | 72.057 | 2,305.82 | 1.81% | 49.92 | 2,048.14 | 257.68 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 135.000 | 20.390 | 2,752.65 | 2.17% | 32.13 | 2,451.96 | 300.69 |
| BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086 | Cash | BHP | 40.000 | 65.300 | 2,612.00 | 2.06% | 88.00 | 2,850.94 | (238.94) |
| BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | 90.000 | 24.082 | 2,167.38 | 1.71% | 60.03 | 2,731.62 | (564.24) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 53.000 | 19.248 | 1,020.14 | 0.80% | 29.10 | 1,934.51 | (914.37) |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 51.000 | 43.697 | 2,228.55 | 1.75% | 76.55 | 2,220.86 | 7.69 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 64.000 | 39.940 | 2,556.16 | 2.01% | 85.95 | 2,627.36 | (71.20) |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 81.000 | 23.656 | 1,916.14 | 1.51% | 62.05 | 1,640.25 | 275.89 |
| DANONE-SPONSORED ADR | Cash | DANOY | 150.000 | 12.441 | 1,866.15 | 1.47% | 35.10 | 1,725.43 | 140.72 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 82.000 | 27.050 | 2,218.10 | 1.75% | 30.50 | 1,789.46 | 428.64 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 82.000 | 45.570 | 3,736.74 | 2.94% | 186.72 | 3,167.35 | 569.39 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 34.660 | 1,351.74 | 1.06% | 20.39 | 1,416.43 | (64.69) |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 230.000 | 11.923 | 2,742.29 | 2.16% | 109.93 | 3,047.21 | (304.92) |
| ING GROEP N V | Cash | ING | 264.000 | 6.680 | 1,763.52 | 1.39% | 525.10 | 2,921.37 | (1,157.85) |
| JS GROUP CORP-UNSPON ADR ISIN #US46633D1090 | Cash | JSGRY | 64.000 | 42.060 | 2,691.84 | 2.12% | 54.14 | 2,911.00 | (219.16) |
| KOMATSU LTD-ADR | Cash | KMTUY | 90.000 | 23.537 | 2,118.33 | 1.67% | 40.59 | 2,615.32 | (496.99) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 39.000 | 30.419 | 1,186.34 | 0.93% | 31.51 | 675.87 | 510.47 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 73.000 | 33.300 | 2,430.90 | 1.91% | 31.68 | 2,589.36 | (158.46) |
| NOVARTIS AG ADR'S | Cash | NVS | 49.000 | 55.900 | 2,739.10 | 2.16% | 103.20 | 2,663.36 | 75.74 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 89.000 | 25.309 | 2,252.50 | 1.77% | 29.90 | 2,556.58 | (304.08) |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 158.000 | 10.885 | 1,719.83 | 1.35% | 38.56 | 2,016.65 | (296.82) |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 54.000 | 12.146 | 655.88 | 0.52% | 7.34 | 814.32 | (158.44) |
| POTASH CORP SASK INC<br>ISIN #CA73755L1076 | Cash | POT | 54.000 | 43.690 | 2,359.26 | 1.86% | 30.24 | 2,552.88 | (193.62) |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 155.000 | 23.200 | 3,596.00 | 2.83% | 121.69 | 2,445.87 | 1,150.13 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 95.000 | 33.016 | 3,136.52 | 2.47% | 105.36 | 2,766.01 | 370.51 |
| ROGERS COMMUNICATIONS INC<br>CLASS B | Cash | RCI | 43.000 | 36.210 | 1,557.03 | 1.23% | 68.63 | 1,459.05 | 97.98 |
| ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS | Cash | RDS A | 41.000 | 67.430 | 2,764.63 | 2.18% | 119.88 | 2,545.57 | 219.06 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 72.000 | 30.400 | 2,188.80 | 1.72% | 130.47 | 1,908.60 | 280.20 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 152.000 | 12.957 | 1,969.46 | 1.55% | 95.01 | 1,865.60 | 103.86 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 103.000 | 12.800 | 1,318.40 | 1.04% | 39.45 | 1,460.54 | (142.14) |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 107.000 | 37.780 | 4,042.46 | 3.18% | 153.13 | 3,713.69 | 328.77 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 91.000 | 59.360 | 5,401.76 | 4.25% | 61.44 | 4,498.28 | 903.48 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 511.000 | 6.640 | 3,393.04 | 2.67% | 118.03 | 3,518.43 | (125.39) |
| SWEDBANK AB-ADR | Cash | SWDBY | 82.000 | 15.734 | 1,290.19 | 1.02% | 54.53 | 1,541.60 | (251.41) |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 65.000 | 26.000 | 1,690.00 | 1.33% | 28.14 | 1,495.70 | 194.30 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 275.000 | 18.912 | 5,200.80 | 4.09% | 374.27 | 4,325.32 | 875.48 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 55.000 | 44.950 | 2,472.25 | 1.95% | 141.08 | 2,602.32 | (130.07) |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 150.000 | 11.528 | 1,729.20 | 1.36% | 12.15 | 1,364.92 | 364.28 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 157.000 | 33.730 | 5,295.61 | 4.17% | 196.41 | 4,954.25 | 341.36 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| VALEO SPONSORED ADR | Cash | VLEEY | 89.000 | 20.616 | 1,834.82 | 1.44% | 67.73 | 2,354.53 | (519.71) |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 59.000 | 28.180 | 1,662.62 | 1.31% | 86.02 | 1,297.50 | 365.12 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 93.000 | 20.868 | 1,940.72 | 1.53% | 71.80 | 2,117.55 | (176.83) |
| WOLSELEY LTD - ADR | Cash | WOSYY | 550.000 | 3.728 | 2,050.40 | 1.61% | 34.10 | 1,788.50 | 261.90 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 174.000 | 10.745 | 1,869.63 | 1.47% | 20.53 | 2,173.54 | (303.91) |
| **Total Equities** | | | | | **120,045.81** | **94.49%** | **4,301.86** | **115,698.33** | **4,347.49** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/01 | Taxable Dividend | SAP AKTIENGESELLSCHAFT SPONSORED ADR<br>SAP on 91.000000 PD:2012-06-01 | Cash | SAP | 123.45 |
| 06/01 | Taxable Dividend | PRUDENTIAL PLC SPONS ADR<br>PUK on 155.000000 PD:2012-06-01 | Cash | PUK | 83.70 |
| 06/01 | Taxable Dividend | BMW UNSPONSORED ADR<br>ISIN US0727432066<br>BAMXY on 109.000000 PD:2012-06-01 | Cash | BAMXY | 98.81 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/01 | Taxable Dividend | BG GROUP PLC - SPON ADR<br>BRGYY on 135.000000 PD:2012-06-01 | Cash | BRGYY | 17.50 |
| 06/04 | Taxable Dividend | PETROFAC LTD-UNSPONS ADR<br>POFCY on 158.000000 PD:2012-06-04 | Cash | POFCY | 26.32 |
| 06/05 | Taxable Dividend | INFORMA PLC-UNSP ADR<br>IFPJY on 230.000000 PD:2012-06-05 | Cash | IFPJY | 77.06 |
| 06/06 | Taxable Dividend | CREDIT SUISSE GROUP-SPONS ADR<br>225401108 opt div - cash /bw | Cash | CS | 40.75 |
| 06/07 | Taxable Dividend | XSTRATA PLC-UNSPONS ADR<br>XSRAY on 567.000000 PD:2012-06-07 | Cash | XSRAY | 24.95 |
| 06/08 | Taxable Dividend | TULLOW OIL PLC-UNSPON ADR<br>TUWOY on 150.000000 PD:2012-06-08 | Cash | TUWOY | 7.88 |
| 06/08 | Taxable Dividend | ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD<br>ATASY on 234.000000 PD:2012-06-08 | Cash | ATASY | 51.02 |
| 06/13 | Taxable Dividend | UNILEVER PLC SPONSORED ADR NEW<br>UL on 157.000000 PD:2012-06-13 | Cash | UL | 50.21 |
| 06/18 | Taxable Dividend | REXAM PLC-SPONSORED ADR NEW<br>REXMY on 95.000000 PD:2012-06-18 | Cash | REXMY | 71.02 |
| 06/21 | Taxable Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS<br>RDA A - OPT DIV .86/65.57 REI + W/H CF | Cash | RDS A | 35.26 |
| 06/22 | Taxable Dividend | YAHOO JAPAN CORP-UNSPONS ADR<br>YAHOY on 289.000000 PD:2012-06-22 | Cash | YAHOY | 36.97 |
| 06/22 | Taxable Dividend | JS GROUP CORP-UNSPON ADR<br>ISIN #US46633D1090<br>JSGRY on 64.000000 PD:2012-06-22 | Cash | JSGRY | 28.68 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/29 | Taxable Dividend | HONDA MOTOR COMPANY LIMITED ADR<br>HMC on 39.000000 PD:2012-06-29 | Cash | HMC | 7.12 |
| 06/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.06 |
| **Total Income Activity** | | | | | **780.76** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/05 | Sell | BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | (19.000) | 23.750 | 451.24 |
| 06/11 | Sell | XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | (567.000) | 2.890 | 1,638.59 |
| 06/14 | Cash in Lieu | ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD<br>ATASY on -0.700000 PD:2012-06-14 | Cash | ATASY | (0.700) | | 4.04 |
| 06/18 | Sell | CREDIT SUISSE GROUP-SPONS ADR | Cash | CS | (52.000) | 18.310 | 952.11 |
| **Total Securities Sold/Matured** | | | | | | | **3,045.98** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 06/14 | Stock Dividend | ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD<br>ATASY on 234.000000 PD:2012-06-14 | Cash | ATASY | 11.700 | |
| **Total Securities Received** | | | | | | |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 06/01 | Foreign Withholding-DIV | WH for SAP on 91.000000 P: 2012-06-01 | Cash | | (32.56) |

## Account Activity

**Funds Withdrawn (Continued)**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 06/01 | Foreign Withholding-DIV | WH for BAMXY on 109.000000 P: 2012-06-01 | Cash | | (26.06) |
| 06/08 | Foreign Withholding-DIV | WH for ATASY on 234.000000 P: 2012-06-08 | Cash | | (10.20) |
| 06/21 | Foreign Withholding-DIV | WH for RDS A on 41.000000 P: 2012-06-21 | Cash | | (5.29) |
| 06/22 | Foreign Withholding-DIV | WH for YAHOY on 289.000000 P: 2012-06-22 | Cash | | (2.59) |
| 06/22 | Foreign Withholding-DIV | WH for JSGRY on 64.000000 P: 2012-06-22 | Cash | | (2.01) |
| 06/29 | Foreign Withholding-DIV | WH for HMC on 39.000000 P: 2012-06-29 | Cash | | (0.50) |
| **Total Funds Withdrawn** | | | | | **(79.21)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/01 | Buy | MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 13.000 | 30.720 | (399.36) |
| 06/11 | Buy | WOLSELEY LTD - ADR | Cash | WOSYY | 176.000 | 3.510 | (617.76) |
| 06/11 | Buy | BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 13.000 | 63.210 | (821.73) |
| 06/22 | Buy | WOLSELEY LTD - ADR | Cash | WOSYY | 156.000 | 3.550 | (553.80) |
| 06/22 | Buy | BAYER AG - SPONSORED ADR | Cash | BAYRY | 10.000 | 66.500 | (665.00) |
| **Total Securities Purchased** | | | | | | | **(3,057.65)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 780.70 | | 2,608.78 | |

## Other Important Information

### Income Summary (continued)

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Money Market | 0.06 | | 0.26 | |
| **Total Income** | **780.76** | | **2,609.04** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(79.21)** | **(360.49)** |
| **Sales Proceeds** | **3,041.94** | **19,856.30** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 05/31/12 | Beginning Balance | | 6,335.29 |
| 06/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 23.14 | 6,358.43 |
| 06/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 264.84 | 6,623.27 |
| 06/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 26.32 | 6,649.59 |
| 06/06/12 | Sweep from Dreyfus 696 General MMKT Cl B | (322.30) | 6,327.29 |
| 06/07/12 | Sweep to Dreyfus 696 General MMKT Cl B | 40.75 | 6,368.04 |
| 06/08/12 | Sweep to Dreyfus 696 General MMKT Cl B | 451.24 | 6,819.28 |
| 06/11/12 | Sweep to Dreyfus 696 General MMKT Cl B | 48.70 | 6,867.98 |
| 06/12/12 | Sweep to Dreyfus 696 General MMKT Cl B | 24.95 | 6,892.93 |
| 06/14/12 | Sweep to Dreyfus 696 General MMKT Cl B | 249.31 | 7,142.24 |
| 06/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 4.04 | 7,146.28 |
| 06/19/12 | Sweep to Dreyfus 696 General MMKT Cl B | 71.02 | 7,217.30 |
| 06/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 952.11 | 8,169.41 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 06/22/12 | Sweep to Dreyfus 696 General MMKT Cl B | 29.97 | 8,199.38 |
| 06/25/12 | Sweep to Dreyfus 696 General MMKT Cl B | 61.05 | 8,260.43 |
| 06/27/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,218.80) | 7,041.63 |
| 06/29/12 | Accumulated Earnings Posted | 0.06 | 7,041.69 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 07/02/12 | Dividend | KOMATSU LTD-ADR | KMTUY | 19.75 |
| 07/03/12 | Dividend | ROGERS COMMUNICATIONS INC CLASS B | RCI | (0.01) |
| 07/03/12 | Dividend | ROGERS COMMUNICATIONS INC CLASS B | RCI | 16.98 |
| 07/05/12 | Dividend | GLAXOSMITHKLINE PLC ADS | GSK | 45.03 |
| 07/05/12 | Dividend | WM MORRISON SUPERMARKETS PLC UNSPON ADR | MRWSY | 50.45 |
| 07/10/12 | Dividend | TOTAL FINA ELF S A ADR | TOT | 42.19 |
| **Total** | | | | **174.39** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
April 30, 2012 to May 31, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 6,358.43 | 112,588.67 | 118,947.10 |
| Total Assets Held in Account | | 6,358.43 | 112,588.67 | 118,947.10 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Lazard Asset Management**

| Statement Period | Page |
|---|---|
| April 30, 2012 to May 31, 2012 | 1 of 11 |

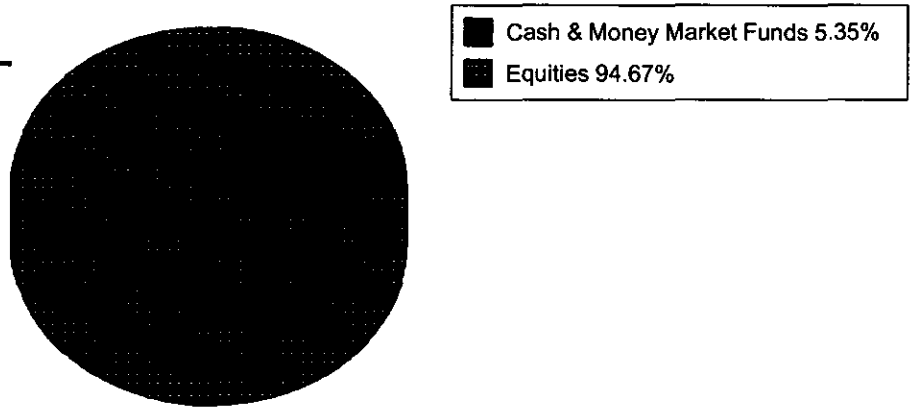
## Account Summary

| | 04/30/12 Value | 05 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 4,284.65 | 6,358.43 |
| Equities | 129,073.80 | 112,588.67 |
| **Total Account Value** | **133,358.45** | **118,947.10** |
| **Net Account Value** | **133,358.45** | **118,947.10** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,284.65 | 129,073.80 | 133,358.45 |
| Funds Deposited | | | |
| Income Activity | 892.14 | | 892.14 |
| Securities Sold/Matured | 1,375.86 | (1,375.86) | |
| Securities Received | | | |
| Funds Withdrawn | (194.22) | | (194.22) |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | (15,109.28) | (15,109.28) |
| **Ending Balance** | **6,358.43** | **112,588.67** | **118,947.10** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on May 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on May 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | 23.14 | 0.02% | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 6,335.29 | 5.33% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **6,358.43** | **5.35%** | | | |
| **Equities** | | | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 42.000 | 94.080 | 3,951.36 | 3.32% | 169.76 | 2,554.15 | 1,397.21 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 47.000 | 67.700 | 3,181.90 | 2.68% | 60.77 | 2,667.97 | 513.93 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 245.000 | 12.935 | 3,169.07 | 2.66% | 63.20 | 2,378.86 | 790.22 |
| ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD | Cash | ATASY | 234.000 | 6.173 | 1,444.48 | 1.21% | 81.19 | 2,385.44 | (940.96) |
| AXA-SPONSORED ADR | Cash | AXAHY | 93.000 | 11.228 | 1,044.20 | 0.88% | 68.07 | 1,553.80 | (509.60) |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 22.000 | 63.232 | 1,391.10 | 1.17% | 34.32 | 1,383.14 | 7.96 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 135.000 | 19.124 | 2,581.74 | 2.17% | 32.13 | 2,451.96 | 129.78 |
| BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086 | Cash | BHP | 27.000 | 61.530 | 1,661.31 | 1.40% | 59.40 | 2,029.21 | (367.90) |
| BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | 109.000 | 25.182 | 2,744.84 | 2.31% | 72.70 | 3,268.88 | (524.04) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 53.000 | 15.904 | 842.91 | 0.71% | 29.10 | 1,934.51 | (1,091.60) |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 51.000 | 42.357 | 2,160.21 | 1.82% | 76.55 | 2,220.86 | (60.65) |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 64.000 | 39.930 | 2,555.52 | 2.15% | 89.22 | 2,627.36 | (71.84) |
| CREDIT SUISSE GROUP-SPONS ADR | Cash | CS | 52.000 | 19.130 | 994.76 | 0.84% | 40.77 | 1,434.67 | (439.91) |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 81.000 | 21.998 | 1,781.84 | 1.50% | 62.05 | 1,640.25 | 141.59 |
| DANONE-SPONSORED ADR | Cash | DANOY | 150.000 | 12.832 | 1,924.80 | 1.62% | 35.10 | 1,725.43 | 199.37 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 82.000 | 28.736 | 2,356.35 | 1.98% | 30.50 | 1,789.46 | 566.89 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 82.000 | 44.110 | 3,617.02 | 3.04% | 186.72 | 3,167.35 | 449.67 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 31.790 | 1,239.81 | 1.04% | 20.39 | 1,416.43 | (176.62) |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 230.000 | 10.500 | 2,415.00 | 2.03% | 109.93 | 3,047.21 | (632.21) |
| ING GROEP N V | Cash | ING | 264.000 | 5.800 | 1,531.20 | 1.29% | 525.10 | 2,921.37 | (1,390.17) |
| JS GROUP CORP-UNSPON ADR ISIN #US46633D1090 | Cash | JSGRY | 64.000 | 36.626 | 2,344.06 | 1.97% | 54.14 | 2,911.00 | (566.94) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| KOMATSU LTD-ADR | Cash | KMTUY | 90.000 | 23.949 | 2,155.41 | 1.81% | 40.59 | 2,615.32 | (459.91) |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 39.000 | 29.526 | 1,151.51 | 0.97% | 31.51 | 675.87 | 475.64 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 60.000 | 30.833 | 1,849.98 | 1.56% | 26.04 | 2,190.00 | (340.02) |
| NOVARTIS AG ADR'S | Cash | NVS | 49.000 | 52.030 | 2,549.47 | 2.14% | 103.20 | 2,663.36 | (113.89) |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 89.000 | 24.016 | 2,137.42 | 1.80% | 29.90 | 2,556.58 | (419.16) |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 158.000 | 11.905 | 1,880.99 | 1.58% | 38.56 | 2,016.65 | (135.66) |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 54.000 | 11.592 | 625.97 | 0.53% | 7.34 | 814.32 | (188.35) |
| POTASH CORP SASK INC<br>ISIN #CA73755L1076 | Cash | POT | 54.000 | 39.530 | 2,134.62 | 1.79% | 30.24 | 2,552.88 | (418.26) |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 155.000 | 21.010 | 3,256.55 | 2.74% | 121.69 | 2,445.87 | 810.68 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 95.000 | 31.029 | 2,947.76 | 2.48% | 108.87 | 2,766.01 | 181.75 |
| ROGERS COMMUNICATIONS INC<br>CLASS B | Cash | RCI | 43.000 | 34.310 | 1,475.33 | 1.24% | 68.63 | 1,459.05 | 16.28 |
| ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS | Cash | RDS A | 41.000 | 62.180 | 2,549.38 | 2.14% | 119.88 | 2,545.57 | 3.81 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 72.000 | 30.700 | 2,210.40 | 1.86% | 130.47 | 1,908.60 | 301.80 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 152.000 | 11.524 | 1,751.65 | 1.47% | 95.01 | 1,865.60 | (113.96) |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 103.000 | 12.447 | 1,282.04 | 1.08% | 39.45 | 1,460.54 | (178.50) |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 107.000 | 34.030 | 3,641.21 | 3.06% | 153.13 | 3,713.69 | (72.48) |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 91.000 | 57.320 | 5,216.12 | 4.39% | 67.53 | 4,498.28 | 717.84 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 511.000 | 5.900 | 3,014.90 | 2.53% | 118.03 | 3,518.43 | (503.53) |
| SWEDBANK AB-ADR | Cash | SWDBY | 82.000 | 14.194 | 1,163.91 | 0.98% | 54.53 | 1,541.60 | (377.69) |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 65.000 | 22.785 | 1,481.03 | 1.25% | 28.14 | 1,495.70 | (14.68) |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 275.000 | 17.217 | 4,734.68 | 3.98% | 374.27 | 4,325.32 | 409.36 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 55.000 | 43.070 | 2,368.85 | 1.99% | 141.08 | 2,602.32 | (233.47) |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 150.000 | 10.943 | 1,641.45 | 1.38% | 12.15 | 1,364.92 | 276.53 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 157.000 | 31.580 | 4,958.06 | 4.17% | 196.41 | 4,954.25 | 3.81 |
| VALEO SPONSORED ADR | Cash | VLEEY | 89.000 | 21.134 | 1,880.93 | 1.58% | 67.73 | 2,354.53 | (473.60) |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 59.000 | 26.790 | 1,580.61 | 1.33% | 86.02 | 1,297.50 | 283.11 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 93.000 | 21.256 | 1,976.81 | 1.66% | 72.82 | 2,117.55 | (140.74) |
| WOLSELEY LTD - ADR | Cash | WOSYY | 218.000 | 3.398 | 740.76 | 0.62% | 13.52 | 616.94 | 123.82 |
| XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | 567.000 | 2.840 | 1,610.28 | 1.35% | 32.89 | 1,921.34 | (311.06) |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 174.000 | 9.696 | 1,687.10 | 1.42% | 20.53 | 2,173.54 | (486.44) |
| **Total Equities** | | | | | **112,588.67** | **94.67%** | **4,331.27** | **116,541.45** | **-3,952.78** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/01 | Taxable Dividend | BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR BSYBY on 13.000000 PD:2012-05-01 | Cash | BSYBY | 7.71 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/03 | Taxable Dividend | POTASH CORP SASK INC<br>ISIN #CA73755L1076<br>POT on 39.000000 PD:2012-05-03 | Cash | POT | 5.46 |
| 05/08 | Taxable Dividend | WOLSELEY LTD - ADR<br>WOSYY on 218.000000 PD:2012-05-08 | Cash | WOSYY | 5.97 |
| 05/08 | Taxable Dividend | MERCK KGAA-UNSPONSORED ADR<br>MKGAY on 60.000000 PD:2012-05-08 | Cash | MKGAY | 35.54 |
| 05/08 | Taxable Dividend | ADR BRITTISH AMERICAN<br>TOBACCO P.L.C.<br>BTI on 42.000000 PD:2012-05-08 | Cash | BTI | 119.91 |
| 05/09 | Taxable Dividend | SAMPO OYJ A SHS UNSP ADR<br>SAXPY on 152.000000 PD:2012-05-09 | Cash | SAXPY | 109.08 |
| 05/10 | Taxable Dividend | BAYER AG - SPONSORED ADR<br>BAYRY on 22.000000 PD:2012-05-10 | Cash | BAYRY | 46.61 |
| 05/14 | Taxable Dividend | ANHEUSER-BUSCH INBEV SPONS ADR<br>BUD on 56.000000 PD:2012-05-14 | Cash | BUD | 75.12 |
| 05/16 | Taxable Dividend | LVMH MOET HENNESSY LOUIS<br>LVMUY on 39.000000 PD:2012-05-16 | Cash | LVMUY | 15.83 |
| 05/17 | Taxable Dividend | SANDVIK AB-SPONSORED ADR<br>SDVKY on 103.000000 PD:2012-05-17 | Cash | SDVKY | 46.38 |
| 05/21 | Taxable Dividend | ASSA ABLOY AB - UNSPONS ADR<br>ASAZY on 245.000000 PD:2012-05-21 | Cash | ASAZY | 72.57 |
| 05/22 | Taxable Dividend | PETROLEUM GEO-SERVICES-ADR<br>PGSVY on 54.000000 PD:2012-05-22 | Cash | PGSVY | 8.44 |
| 05/30 | Taxable Dividend | SANOFI-AVENTIS S A ADR<br>FORMERLY SANOFI SYNTHELABO S A ADR<br>SNY on 107.000000 PD:2012-05-30 | Cash | SNY | 180.75 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/30 | Taxable Dividend | DANONE-SPONSORED ADR<br>DANOY on 150.000000 PD:2012-05-30 | Cash | DANOY | 49.57 |
| 05/30 | Taxable Dividend | AXA-SPONSORED ADR<br>AXAHY on 93.000000 PD:2012-05-30 | Cash | AXAHY | 80.11 |
| 05/31 | Taxable Dividend | TECHNIP NEW SPONSORED ADR<br>formerly Technip<br>TKPPY on 65.000000 PD:2012-05-31 | Cash | TKPPY | 33.05 |
| 05/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.04 |
| **Total Income Activity** | | | | | **892.14** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/11 | Sell | ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | (9.000) | 72.070 | 648.62 |
| 05/21 | Sell | SWEDBANK AB-ADR | Cash | SWDBY | (51.000) | 14.260 | 727.24 |
| **Total Securities Sold/Matured** | | | | | | | **1,375.86** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 05/03 | Foreign Withholding-DIV | WH for POT on 39.000000 P: 2012-05-03 | Cash | | (0.82) |
| 05/08 | Foreign Withholding-DIV | WH for MKGAY on 60.000000 P: 2012-05-08 | Cash | | (9.37) |
| 05/09 | Foreign Withholding-DIV | WH for SAXPY on 152.000000 P: 2012-05-09 | Cash | | (32.72) |
| 05/10 | Foreign Withholding-DIV | WH for BAYRY on 22.000000 P: 2012-05-10 | Cash | | (12.29) |
| 05/14 | Foreign Withholding-DIV | WH for BUD on 56.000000 P: 2012-05-14 | Cash | | (11.27) |
| 05/16 | Foreign Withholding-DIV | WH for LVMUY on 39.000000 P: 2012-05-16 | Cash | | (4.75) |

## Account Activity

**Funds Withdrawn (Continued)**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 05/17 | Foreign Withholding-DIV | WH for SDVKY on 103.000000 P: 2012-05-17 | Cash | | (6.96) |
| 05/21 | Foreign Withholding-DIV | WH for ASAZY on 245.000000 P: 2012-05-21 | Cash | | (10.89) |
| 05/22 | Foreign Withholding-DIV | WH for PGSVY on 54.000000 P: 2012-05-22 | Cash | | (2.11) |
| 05/30 | Foreign Withholding-DIV | WH for SNY on 107.000000 P: 2012-05-30 | Cash | | (54.23) |
| 05/30 | Foreign Withholding-DIV | WH for AXAHY on 93.000000 P: 2012-05-30 | Cash | | (24.03) |
| 05/30 | Foreign Withholding-DIV | WH for DANOY on 150.000000 P: 2012-05-30 | Cash | | (14.87) |
| 05/31 | Foreign Withholding-DIV | WH for TKPPY on 65.000000 P: 2012-05-31 | Cash | | (9.91) |
| **Total Funds Withdrawn** | | | | | **(194.22)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 892.10 | | 1,828.08 | |
| Money Market | 0.04 | | 0.20 | |
| **Total Income** | **892.14** | | **1,828.28** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(194.22)** | **(281.28)** |
| **Sales Proceeds** | **1,375.86** | **16,814.36** |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/30/12 | Beginning Balance | | 4,134.73 |
| 05/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 7.71 | 4,142.44 |
| 05/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 149.92 | 4,292.36 |
| 05/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 4.64 | 4,297.00 |
| 05/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 152.05 | 4,449.05 |
| 05/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 76.36 | 4,525.41 |
| 05/11/12 | Sweep to Dreyfus 696 General MMKT Cl B | 34.32 | 4,559.73 |
| 05/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 63.85 | 4,623.58 |
| 05/16/12 | Sweep to Dreyfus 696 General MMKT Cl B | 648.62 | 5,272.20 |
| 05/17/12 | Sweep to Dreyfus 696 General MMKT Cl B | 11.08 | 5,283.28 |
| 05/18/12 | Sweep to Dreyfus 696 General MMKT Cl B | 39.42 | 5,322.70 |
| 05/23/12 | Sweep to Dreyfus 696 General MMKT Cl B | 68.01 | 5,390.71 |
| 05/24/12 | Sweep to Dreyfus 696 General MMKT Cl B | 727.24 | 6,117.95 |
| 05/31/12 | Accumulated Earnings Posted | 0.04 | 6,117.99 |
| 05/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 217.30 | 6,335.29 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/01/12 | Dividend | BG GROUP PLC - SPON ADR | BRGYY | 17.50 |
| 06/01/12 | Dividend | PRUDENTIAL PLC SPONS ADR | PUK | 83.70 |
| 06/01/12 | Dividend | BMW UNSPONSORED ADR ISIN US0727432066 | BAMXY | 85.58 |
| 06/01/12 | Dividend | SAP AKTIENGESELLSCHAFT SPONSORED ADR | SAP | 123.45 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/04/12 | Dividend | PETROFAC LTD-UNSPONS ADR | POFCY | 26.32 |
| 06/05/12 | Dividend | INFORMA PLC-UNSP ADR | IFPJY | 77.06 |
| 06/07/12 | Dividend | XSTRATA PLC-UNSPONS ADR | XSRAY | 17.07 |
| 06/08/12 | Dividend | TULLOW OIL PLC-UNSPON ADR | TUWOY | 7.88 |
| 06/13/12 | Dividend | UNILEVER PLC SPONSORED ADR NEW | UL | 50.21 |
| 06/21/12 | Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | RDS A | 35.26 |
| 07/05/12 | Dividend | GLAXOSMITHKLINE PLC ADS | GSK | 45.03 |
| **Total** | | | | **569.06** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
March 30, 2012 to April 30, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 4,284.65 | 129,073.80 | 133,358.45 |
| Total Assets Held in Account | | 4,284.65 | 129,073.80 | 133,358.45 |

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
March 30, 2012 to April 30, 2012



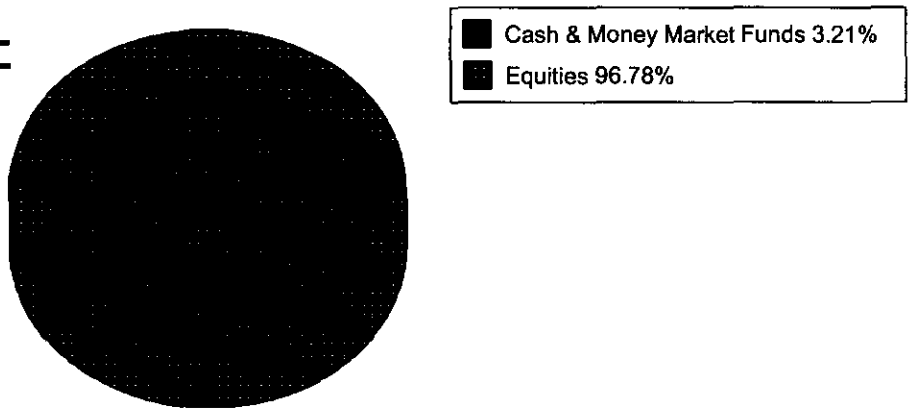
## Account Summary

| | 03/30/12 Value | 04 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 5,383.81 | 4,284.65 |
| Equities | 130,243.49 | 129,073.80 |
| **Total Account Value** | **135,627.30** | **133,358.45** |
| **Net Account Value** | **135,627.30** | **133,358.45** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 5,383.81 | 130,243.49 | 135,627.30 |
| Funds Deposited | | | |
| Income Activity | 589.50 | | 589.50 |
| Securities Sold/Matured | 5,319.64 | (5,319.64) | |
| Securities Received | | | |
| Funds Withdrawn | (558.52) | | (558.52) |
| Margin Interest | | | |
| Securities Purchased | (6,449.78) | 6,449.78 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (2,299.82) | (2,299.82) |
| **Ending Balance** | **4,284.65** | **129,073.80** | **133,358.45** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on April 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on April 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | 149.92 | 0.11% | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 4,134.73 | 3.10% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **4,284.65** | **3.21%** | | | |
| **Equities** | | | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 42.000 | 102.920 | 4,322.64 | 3.24% | 166.19 | 2,554.15 | 1,768.49 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 56.000 | 72.620 | 4,066.72 | 3.05% | 73.25 | 3,113.65 | 953.07 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 245.000 | 14.569 | 3,569.41 | 2.68% | 63.20 | 2,378.86 | 1,190.55 |
| ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD | Cash | ATASY | 234.000 | 7.577 | 1,773.02 | 1.33% | 81.19 | 2,385.44 | (612.42) |
| AXA-SPONSORED ADR | Cash | AXAHY | 93.000 | 14.162 | 1,317.07 | 0.99% | 71.51 | 1,553.80 | (236.73) |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 22.000 | 70.426 | 1,549.37 | 1.16% | 34.83 | 1,383.14 | 166.23 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 135.000 | 23.554 | 3,179.79 | 2.38% | 30.51 | 2,451.96 | 727.83 |
| BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086 | Cash | BHP | 27.000 | 74.300 | 2,006.10 | 1.50% | 59.40 | 2,029.21 | (23.11) |
| BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | 109.000 | 31.682 | 3,453.34 | 2.59% | 75.11 | 3,268.88 | 184.46 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 53.000 | 20.085 | 1,064.51 | 0.80% | 29.10 | 1,934.51 | (870.01) |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 51.000 | 44.039 | 2,245.99 | 1.68% | 76.55 | 2,220.86 | 25.13 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 64.000 | 45.360 | 2,903.04 | 2.18% | 89.22 | 2,627.36 | 275.68 |
| CREDIT SUISSE GROUP-SPONS ADR | Cash | CS | 52.000 | 23.310 | 1,212.12 | 0.91% | 119.34 | 1,434.67 | (222.55) |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 81.000 | 22.575 | 1,828.58 | 1.37% | 62.05 | 1,640.25 | 188.32 |
| DANONE-SPONSORED ADR | Cash | DANOY | 150.000 | 14.069 | 2,110.35 | 1.58% | 35.10 | 1,725.43 | 384.92 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 82.000 | 28.367 | 2,326.09 | 1.74% | 30.50 | 1,789.46 | 536.63 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 82.000 | 46.230 | 3,790.86 | 2.84% | 186.72 | 3,167.35 | 623.51 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 36.040 | 1,405.56 | 1.05% | 27.02 | 1,416.43 | (10.87) |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 230.000 | 13.465 | 3,096.95 | 2.32% | 109.93 | 3,047.21 | 49.74 |
| ING GROEP N V | Cash | ING | 264.000 | 7.060 | 1,863.84 | 1.40% | 525.10 | 2,921.37 | (1,057.53) |
| JS GROUP CORP-UNSPON ADR ISIN #US46633D1090 | Cash | JSGRY | 64.000 | 39.401 | 2,521.66 | 1.89% | 54.14 | 2,911.00 | (389.34) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| KOMATSU LTD-ADR | Cash | KMTUY | 90.000 | 28.994 | 2,609.46 | 1.96% | 39.33 | 2,615.32 | (5.86) |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 39.000 | 33.129 | 1,292.03 | 0.97% | 31.51 | 675.87 | 616.16 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 60.000 | 36.618 | 2,197.08 | 1.65% | 26.04 | 2,190.00 | 7.08 |
| NOVARTIS AG ADR'S | Cash | NVS | 49.000 | 55.170 | 2,703.33 | 2.03% | 103.20 | 2,663.36 | 39.97 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 89.000 | 27.973 | 2,489.60 | 1.87% | | 2,556.58 | (66.98) |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 158.000 | 14.087 | 2,225.75 | 1.67% | 38.56 | 2,016.65 | 209.10 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 54.000 | 15.074 | 814.00 | 0.61% | 7.34 | 814.32 | (0.32) |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 54.000 | 42.480 | 2,293.92 | 1.72% | 30.24 | 2,552.88 | (258.96) |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 155.000 | 24.510 | 3,799.05 | 2.85% | 121.69 | 2,445.87 | 1,353.18 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 95.000 | 34.913 | 3,316.74 | 2.49% | 96.52 | 2,766.01 | 550.73 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 43.000 | 37.330 | 1,605.19 | 1.20% | 68.63 | 1,459.05 | 146.14 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 41.000 | 71.540 | 2,933.14 | 2.20% | 119.88 | 2,545.57 | 387.57 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 72.000 | 33.670 | 2,424.24 | 1.82% | 130.47 | 1,908.60 | 515.64 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 152.000 | 13.302 | 2,021.90 | 1.52% | 95.01 | 1,865.60 | 156.30 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 103.000 | 15.840 | 1,631.52 | 1.22% | 41.51 | 1,460.54 | 170.98 |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 107.000 | 38.180 | 4,085.26 | 3.06% | 159.22 | 3,713.69 | 371.57 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 91.000 | 66.290 | 6,032.39 | 4.52% | 67.53 | 4,498.28 | 1,534.11 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 511.000 | 6.450 | 3,295.95 | 2.47% | 118.03 | 3,518.43 | (222.48) |
| SWEDBANK AB-ADR | Cash | SWDBY | 133.000 | 16.554 | 2,201.68 | 1.65% | 88.45 | 2,500.40 | (298.72) |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 65.000 | 28.268 | 1,837.42 | 1.38% | 28.14 | 1,495.70 | 341.72 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 275.000 | 18.427 | 5,067.43 | 3.80% | 374.27 | 4,325.32 | 742.11 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 55.000 | 48.110 | 2,646.05 | 1.98% | 141.08 | 2,602.32 | 43.73 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 150.000 | 12.455 | 1,868.25 | 1.40% | 12.15 | 1,364.92 | 503.33 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 157.000 | 34.320 | 5,388.24 | 4.04% | 196.41 | 4,954.25 | 433.99 |
| VALEO SPONSORED ADR | Cash | VLEEY | 89.000 | 24.552 | 2,185.13 | 1.64% | 67.73 | 2,354.53 | (169.40) |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 59.000 | 27.820 | 1,641.38 | 1.23% | 84.37 | 1,297.50 | 343.88 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 93.000 | 22.783 | 2,118.82 | 1.59% | 72.82 | 2,117.55 | 1.27 |
| WOLSELEY LTD - ADR | Cash | WOSYY | 218.000 | 3.805 | 829.49 | 0.62% | 13.52 | 616.94 | 212.55 |
| XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | 567.000 | 3.824 | 2,168.21 | 1.63% | 24.95 | 1,921.34 | 246.87 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 174.000 | 10.024 | 1,744.18 | 1.31% | 20.53 | 2,173.54 | (429.36) |
| **Total Equities** | | | | | **129,073.80** | **96.78%** | **4,419.09** | **117,945.93** | **11,127.88** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/02 | Taxable Dividend | ROGERS COMMUNICATIONS INC CLASS B<br>RCI on 43.000000 PD:2012-04-02 | Cash | RCI | 17.03 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/03 | Taxable Dividend | TELSTRA CORP LTD-SPONS ADR<br>FINAL INSTALMENT<br>TLSYY on 275.000000 PD:2012-04-03 | Cash | TLSYY | 193.10 |
| 04/05 | Taxable Dividend | NOVARTIS AG ADR'S<br>NVS on 49.000000 PD:2012-04-05 | Cash | NVS | 121.42 |
| 04/09 | Taxable Dividend | CANON INCORPORATED-SPONS ADR<br>CAJ on 64.000000 PD:2012-04-09 | Cash | CAJ | 46.21 |
| 04/12 | Taxable Dividend | TOTAL FINA ELF S A ADR<br>TOT on 55.000000 PD:2012-04-12 | Cash | TOT | 41.26 |
| 04/12 | Special Distribution | GLAXOSMITHKLINE PLC ADS<br>GSK on 82.000000 PD:2012-04-12 | Cash | GSK | 12.95 |
| 04/12 | Taxable Dividend | GLAXOSMITHKLINE PLC ADS<br>GSK on 82.000000 PD:2012-04-12 | Cash | GSK | 54.40 |
| 04/24 | Taxable Dividend | SWEDBANK AB-ADR<br>SWDBY on 133.000000 PD:2012-04-24 | Cash | SWDBY | 103.08 |
| 04/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.05 |
| **Total Income Activity** | | | | | **589.50** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/02 | Sell | YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | (115.000) | 10.700 | 1,230.47 |
| 04/10 | Sell | FANUC CORPORATION<br>formerly FANUC LTD - UNSP ADR | Cash | FANUY | (35.000) | 28.110 | 983.83 |
| 04/18 | Sell | SIEMENS A G<br>ADS RPSTG1COM | Cash | SI | (16.000) | 93.220 | 1,491.49 |
| 04/30 | Sell | RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | (18.000) | 33.460 | 602.27 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/30 | Sell | FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | (36.000) | 28.100 | 1,011.58 |
| **Total Securities Sold/Matured** | | | | | | | **5,319.64** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 04/02 | Foreign Withholding-DIV | WH for RCI on 43.000000 P: 2012-04-02 | Cash | | (2.55) |
| 04/03 | Journal | RYAAY adr fee per agent a/o 3/2/12 bcm | Cash | | (0.90) |
| 04/05 | Foreign Withholding-DIV | WH for NVS on 49.000000 P: 2012-04-05 | Cash | | (18.21) |
| 04/09 | Foreign Withholding-DIV | WH for CAJ on 64.000000 P: 2012-04-09 | Cash | | (3.23) |
| 04/12 | Foreign Withholding-DIV | WH for TOT on 55.000000 P: 2012-04-12 | Cash | | (12.38) |
| 04/23 | Journal | ADV FEE | Cash | | (505.79) |
| 04/24 | Foreign Withholding-DIV | WH for SWDBY on 133.000000 P: 2012-04-24 | Cash | | (15.46) |
| **Total Funds Withdrawn** | | | | | **(558.52)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/02 | Buy | ORICA LTD-UNSPONS ADR | Cash | OCLDY | 27.000 | 28.340 | (765.18) |
| 04/11 | Buy | ORICA LTD-UNSPONS ADR | Cash | OCLDY | 17.000 | 27.950 | (475.15) |
| 04/12 | Buy | BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 16.000 | 42.380 | (678.08) |
| 04/17 | Buy | POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 15.000 | 44.280 | (664.20) |
| 04/19 | Buy | SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 103.000 | 14.180 | (1,460.54) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/19 | Buy | BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 22.000 | 42.850 | (942.70) |
| 04/30 | Buy | UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 19.000 | 34.190 | (649.61) |
| 04/30 | Buy | PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 54.000 | 15.080 | (814.32) |
| **Total Securities Purchased** | | | | | | | **(6,449.78)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 589.45 | | 935.98 | |
| Money Market | 0.05 | | 0.16 | |
| **Total Income** | **589.50** | | **936.14** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(51.83)** | **(87.06)** |
| **Sales Proceeds** | **5,319.64** | **15,438.50** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 03/30/12 | Beginning Balance | | 5,383.81 |
| 04/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 14.48 | 5,398.29 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 192.20 | 5,590.49 |
| 04/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 465.29 | 6,055.78 |
| 04/09/12 | Sweep to Dreyfus 696 General MMKT Cl B | 103.21 | 6,158.99 |
| 04/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 42.98 | 6,201.97 |
| 04/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,080.06 | 7,282.03 |
| 04/16/12 | Sweep from Dreyfus 696 General MMKT Cl B | (475.15) | 6,806.88 |
| 04/17/12 | Sweep from Dreyfus 696 General MMKT Cl B | (678.08) | 6,128.80 |
| 04/20/12 | Sweep from Dreyfus 696 General MMKT Cl B | (664.20) | 5,464.60 |
| 04/23/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,491.49 | 6,956.09 |
| 04/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (2,909.03) | 4,047.06 |
| 04/25/12 | Sweep to Dreyfus 696 General MMKT Cl B | 87.62 | 4,134.68 |
| 04/30/12 | Accumulated Earnings Posted | 0.05 | 4,134.73 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 05/01/12 | Dividend | BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | BSYBY | 7.55 |
| 05/03/12 | Dividend | POTASH CORP SASK INC ISIN #CA73755L1076 | POT | 5.46 |
| 05/08/12 | Dividend | MERCK KGAA-UNSPONSORED ADR | MKGAY | 30.79 |
| 05/09/12 | Dividend | SAMPO OYJ A SHS UNSP ADR | SAXPY | 109.86 |
| **Total** | | | | **153.66** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
February 29, 2012 to March 30, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 5,383.81 | 130,243.49 | 135,627.30 |
| Total Assets Held in Account | | 5,383.81 | 130,243.49 | 135,627.30 |

URGENT INFORMATION ABOUT YOUR ACCOUNT. ON THE LAST PAGE OF YOUR MARCH STATEMENT IS A TIME SENSITIVE NOTICE, TITLED VERIFICATION OF CUSTOMER INFORMATION. PLEASE REVIEW THIS NOTICE AND CONTACT YOUR FINANCIAL ADVISOR AS SOON AS POSSIBLE, IF ANY INFORMATION HAS CHANGED.

Paperless Statements and Confirms: We are excited to announce that you can now stop the delivery of your paper statements and confirms. Please visit the ClientEXP website,https://clientexp.swst.com/SWS/LogIn, to enroll for eDelivery of all of your Southwest Securities account documents. You may register for access to ClientEXP as well as sign up for eDelivery at this site. If you need any assistance or have any questions please contact your Financial Advisor.

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
February 29, 2012 to March 30, 2012

**Page**

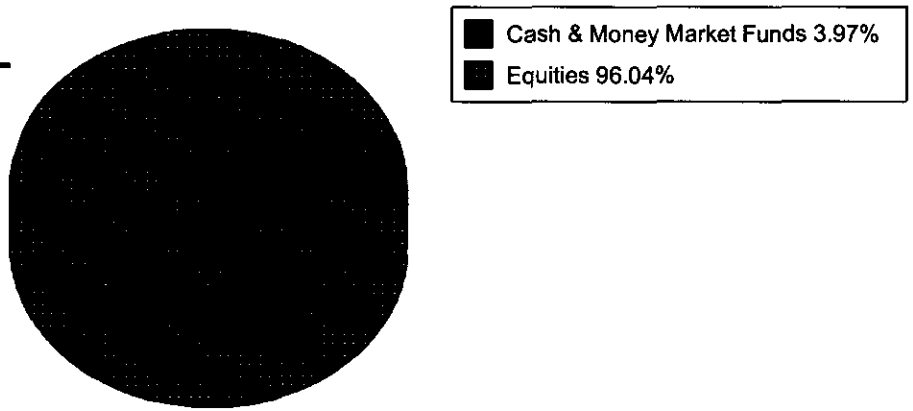

## Account Summary

| | 02/29/12 Value | 03 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 5,734.21 | 5,383.81 |
| Equities | 129,179.48 | 130,243.49 |
| **Total Account Value** | **134,913.69** | **135,627.30** |
| **Net Account Value** | **134,913.69** | **135,627.30** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 5,734.21 | 129,179.48 | 134,913.69 |
| Funds Deposited | | | |
| Income Activity | 117.65 | | 117.65 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | (6.05) | | (6.05) |
| Margin Interest | | | |
| Securities Purchased | (462.00) | 462.00 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 602.00 | 602.00 |
| **Ending Balance** | **5,383.81** | **130,243.49** | **135,627.30** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on March 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on March 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 5,383.81 | 3.97% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **5,383.81** | **3.97%** | | | |
| **Equities** | | | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 42.000 | 101.220 | 4,251.24 | 3.13% | 166.19 | 2,554.15 | 1,697.09 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 56.000 | 72.720 | 4,072.32 | 3.00% | 54.32 | 3,113.65 | 958.67 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 245.000 | 15.659 | 3,836.45 | 2.83% | 63.20 | 2,378.86 | 1,457.60 |
| ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD | Cash | ATASY | 234.000 | 8.290 | 1,939.86 | 1.43% | 81.19 | 2,385.44 | (445.58) |
| AXA-SPONSORED ADR | Cash | AXAHY | 93.000 | 16.553 | 1,539.43 | 1.14% | 71.51 | 1,553.80 | (14.37) |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 22.000 | 70.234 | 1,545.15 | 1.14% | 35.42 | 1,383.14 | 162.01 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 135.000 | 23.135 | 3,123.22 | 2.30% | 30.51 | 2,451.96 | 671.26 |
| BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086 | Cash | BHP | 27.000 | 72.400 | 1,954.80 | 1.44% | 59.40 | 2,029.21 | (74.41) |
| BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | 109.000 | 29.932 | 3,262.59 | 2.41% | 44.47 | 3,268.88 | (6.29) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 53.000 | 23.688 | 1,255.46 | 0.93% | 58.67 | 1,934.51 | (679.05) |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 13.000 | 43.203 | 561.64 | 0.41% | 19.28 | 600.08 | (38.44) |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 64.000 | 47.660 | 3,050.24 | 2.25% | 92.62 | 2,627.36 | 422.88 |
| CREDIT SUISSE GROUP-SPONS ADR | Cash | CS | 52.000 | 28.510 | 1,482.52 | 1.09% | 119.34 | 1,434.67 | 47.85 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 81.000 | 22.571 | 1,828.25 | 1.35% | 62.05 | 1,640.25 | 188.00 |
| DANONE-SPONSORED ADR | Cash | DANOY | 150.000 | 13.930 | 2,089.50 | 1.54% | 35.10 | 1,725.43 | 364.07 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 153.000 | 29.730 | 4,548.69 | 3.35% | 56.92 | 2,909.82 | 1,638.87 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 82.000 | 44.910 | 3,682.62 | 2.72% | 184.82 | 3,167.35 | 515.27 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 38.430 | 1,498.77 | 1.11% | 27.02 | 1,416.43 | 82.34 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 230.000 | 14.108 | 3,244.84 | 2.39% | 96.60 | 3,047.21 | 197.63 |
| ING GROEP N V | Cash | ING | 264.000 | 8.320 | 2,196.48 | 1.62% | 525.10 | 2,921.37 | (724.89) |
| JS GROUP CORP-UNSPON ADR ISIN #US46633D1090 | Cash | JSGRY | 64.000 | 42.117 | 2,695.49 | 1.99% | 54.14 | 2,911.00 | (215.51) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| KOMATSU LTD-ADR | Cash | KMTUY | 90.000 | 28.665 | 2,579.85 | 1.90% | 39.33 | 2,615.32 | (35.47) |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 39.000 | 34.318 | 1,338.40 | 0.99% | 31.51 | 675.87 | 662.53 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 60.000 | 36.835 | 2,210.10 | 1.63% | 23.94 | 2,190.00 | 20.10 |
| NOVARTIS AG ADR'S | Cash | NVS | 49.000 | 55.410 | 2,715.09 | 2.00% | 103.20 | 2,663.36 | 51.73 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 45.000 | 28.975 | 1,303.88 | 0.96% | | 1,316.25 | (12.38) |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 158.000 | 13.900 | 2,196.20 | 1.62% | 33.98 | 2,016.65 | 179.55 |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 39.000 | 45.690 | 1,781.91 | 1.31% | 21.84 | 1,888.68 | (106.77) |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 155.000 | 24.030 | 3,724.65 | 2.75% | 121.69 | 2,445.87 | 1,278.78 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 95.000 | 34.200 | 3,249.00 | 2.40% | 96.52 | 2,766.01 | 482.99 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 43.000 | 39.700 | 1,707.10 | 1.26% | 68.16 | 1,459.05 | 248.05 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 41.000 | 70.130 | 2,875.33 | 2.12% | 117.10 | 2,545.57 | 329.76 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 90.000 | 36.280 | 3,265.20 | 2.41% | 163.08 | 2,431.05 | 834.15 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 152.000 | 14.429 | 2,193.21 | 1.62% | 95.01 | 1,865.60 | 327.60 |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 107.000 | 38.750 | 4,146.25 | 3.06% | 159.22 | 3,713.69 | 432.56 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 91.000 | 69.820 | 6,353.62 | 4.68% | 93.29 | 4,498.28 | 1,855.34 |
| SIEMENS A G ADS RPSTG1COM | Cash | SI | 16.000 | 100.840 | 1,613.44 | 1.19% | 45.54 | 2,101.92 | (488.48) |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 511.000 | 6.640 | 3,393.04 | 2.50% | 118.03 | 3,518.43 | (125.39) |
| SWEDBANK AB-ADR | Cash | SWDBY | 133.000 | 15.493 | 2,060.57 | 1.52% | 88.45 | 2,500.40 | (439.83) |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 65.000 | 29.407 | 1,911.45 | 1.41% | 24.76 | 1,495.70 | 415.76 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 275.000 | 17.041 | 4,686.27 | 3.46% | 380.88 | 4,325.32 | 360.95 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 55.000 | 51.120 | 2,811.60 | 2.07% | 141.08 | 2,602.32 | 209.28 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 150.000 | 12.199 | 1,829.85 | 1.35% | 12.15 | 1,364.92 | 464.93 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 138.000 | 33.050 | 4,560.90 | 3.36% | 172.64 | 4,304.64 | 256.26 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| VALEO SPONSORED ADR | Cash | VLEEY | 89.000 | 26.181 | 2,330.11 | 1.72% | 63.28 | 2,354.53 | (24.42) |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 59.000 | 27.670 | 1,632.53 | 1.20% | 84.37 | 1,297.50 | 335.03 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 93.000 | 23.807 | 2,214.05 | 1.63% | 79.89 | 2,117.55 | 96.50 |
| WOLSELEY LTD - ADR | Cash | WOSYY | 218.000 | 3.809 | 830.36 | 0.61% | 13.52 | 616.94 | 213.42 |
| XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | 567.000 | 3.413 | 1,935.17 | 1.43% | 24.95 | 1,921.34 | 13.83 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 289.000 | 10.847 | 3,134.78 | 2.31% | 34.10 | 3,550.22 | (415.44) |
| **Total Equities** | | | | | **130,243.49** | **96.04%** | **4,389.38** | **116,617.56** | **13,625.93** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/02 | Taxable Dividend | HONDA MOTOR COMPANY LIMITED ADR<br>HMC on 69.000000 PD:2012-03-02 | Cash | HMC | 12.54 |
| 03/22 | Taxable Dividend | UNILEVER PLC SPONSORED ADR NEW<br>UL on 138.000000 PD:2012-03-22 | Cash | UL | 40.92 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/22 | Taxable Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS<br>RDS A opt div.es | Cash | RDS A | 34.44 |
| 03/22 | Taxable Dividend | BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086<br>BHP on 27.000000 PD:2012-03-22 | Cash | BHP | 29.70 |
| 03/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.05 |
| **Total Income Activity** | | | | | **117.65** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 03/02 | Foreign Withholding-DIV | WH for HMC on 69.000000 P: 2012-03-02 | Cash | | (0.88) |
| 03/22 | Foreign Withholding-DIV | WH for RDS A on 41.000000 P: 2012-03-22 | Cash | | (5.17) |
| **Total Funds Withdrawn** | | | | | **(6.05)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/12 | Buy | JS GROUP CORP-UNSPON ADR<br>ISIN #US46633D1090 | Cash | JSGRY | 11.000 | 42.000 | (462.00) |
| **Total Securities Purchased** | | | | | | | **(462.00)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 117.60 | | 346.53 | |

## Other Important Information

### Income Summary (continued)

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Money Market | 0.05 | | 0.11 | |
| **Total Income** | **117.65** | | **346.64** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(6.05)** | **(35.23)** |
| **Sales Proceeds** | | **10,118.86** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 02/29/12 | Beginning Balance | | 3,435.35 |
| 03/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2,298.86 | 5,734.21 |
| 03/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 11.66 | 5,745.87 |
| 03/15/12 | Sweep from Dreyfus 696 General MMKT Cl B | (462.00) | 5,283.87 |
| 03/23/12 | Sweep to Dreyfus 696 General MMKT Cl B | 99.89 | 5,383.76 |
| 03/30/12 | Accumulated Earnings Posted | 0.05 | 5,383.81 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/02/12 | Dividend | ROGERS COMMUNICATIONS INC CLASS B | RCI | (0.01) |
| 04/02/12 | Dividend | ROGERS COMMUNICATIONS INC CLASS B | RCI | 14.99 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/02/12 | Dividend | TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | TLSYY | 199.82 |
| 04/05/12 | Dividend | NOVARTIS AG ADR'S | NVS | 120.54 |
| 04/12/12 | Dividend | TOTAL FINA ELF S A ADR | TOT | 41.52 |
| 04/12/12 | Dividend | GLAXOSMITHKLINE PLC ADS | GSK | 54.40 |
| **Total** | | | | **431.26** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

## Statement Period

January 31, 2012 to February 29, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 5,734.21 | 129,179.48 | 134,913.69 |
| Total Assets Held in Account | | 5,734.21 | 129,179.48 | 134,913.69 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
January 31, 2012 to February 29, 2012

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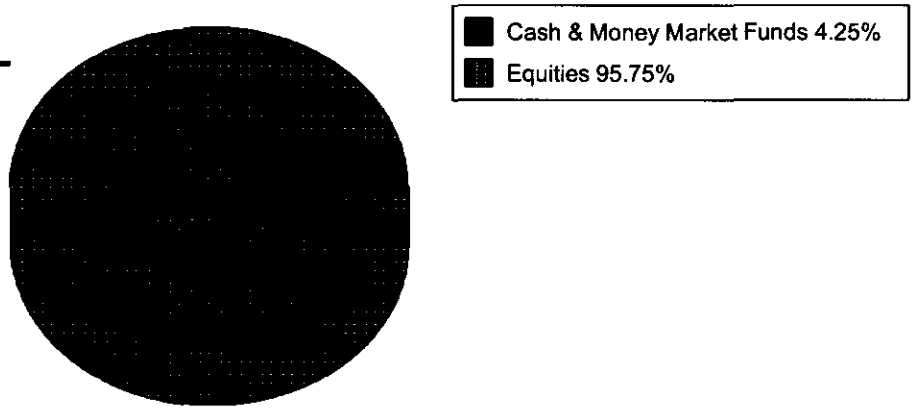
## Account Summary

| | 01/31/12 Value | 02 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 4,466.35 | 5,734.21 |
| Equities | 123,218.44 | 129,179.48 |
| **Total Account Value** | **127,684.79** | **134,913.69** |
| **Net Account Value** | **127,684.79** | **134,913.69** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,466.35 | 123,218.44 | 127,684.79 |
| Funds Deposited | | | |
| Income Activity | 128.61 | | 128.61 |
| Securities Sold/Matured | 7,414.80 | (7,414.80) | |
| Securities Received | | | |
| Funds Withdrawn | (16.72) | | (16.72) |
| Margin Interest | | | |
| Securities Purchased | (6,258.83) | 6,258.83 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 7,117.01 | 7,117.01 |
| **Ending Balance** | **5,734.21** | **129,179.48** | **134,913.69** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on February 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on February 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | 2,298.86 | 1.70% | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 3,435.35 | 2.55% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **5,734.21** | **4.25%** | | | |
| **Equities** | | | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 42.000 | 101.280 | 4,253.76 | 3.15% | 166.19 | 2,554.15 | 1,699.61 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 56.000 | 67.250 | 3,766.00 | 2.79% | 54.32 | 3,113.65 | 652.35 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 245.000 | 15.283 | 3,744.34 | 2.78% | 63.20 | 2,378.86 | 1,365.47 |
| ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD | Cash | ATASY | 234.000 | 8.408 | 1,967.47 | 1.46% | 81.19 | 2,385.44 | (417.97) |
| AXA-SPONSORED ADR | Cash | AXAHY | 93.000 | 16.193 | 1,505.95 | 1.12% | 71.51 | 1,553.80 | (47.85) |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 22.000 | 74.242 | 1,633.32 | 1.21% | 35.42 | 1,383.14 | 250.18 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 135.000 | 24.241 | 3,272.53 | 2.43% | 30.51 | 2,451.96 | 820.58 |
| BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086 | Cash | BHP | 27.000 | 76.820 | 2,074.14 | 1.54% | 59.40 | 2,029.21 | 44.93 |
| BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | 109.000 | 30.959 | 3,374.53 | 2.50% | 44.47 | 3,268.88 | 105.65 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 53.000 | 24.503 | 1,298.66 | 0.96% | 58.67 | 1,934.51 | (635.85) |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 13.000 | 42.811 | 556.54 | 0.41% | 19.28 | 600.08 | (43.54) |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 64.000 | 45.340 | 2,901.76 | 2.15% | 92.62 | 2,627.36 | 274.40 |
| CREDIT SUISSE GROUP-SPONS ADR | Cash | CS | 52.000 | 26.820 | 1,394.64 | 1.03% | 76.91 | 1,434.67 | (40.03) |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 81.000 | 22.115 | 1,791.32 | 1.33% | 62.05 | 1,640.25 | 151.07 |
| DANONE-SPONSORED ADR | Cash | DANOY | 150.000 | 13.586 | 2,037.90 | 1.51% | 35.10 | 1,725.43 | 312.47 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 153.000 | 30.331 | 4,640.64 | 3.44% | 56.92 | 2,909.82 | 1,730.82 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 82.000 | 44.310 | 3,633.42 | 2.69% | 184.82 | 3,167.35 | 466.07 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 38.120 | 1,486.68 | 1.10% | 27.02 | 1,416.43 | 70.25 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 230.000 | 13.847 | 3,184.81 | 2.36% | 96.60 | 3,047.21 | 137.60 |
| ING GROEP N V | Cash | ING | 264.000 | 8.790 | 2,320.56 | 1.72% | 525.10 | 2,921.37 | (600.81) |
| JS GROUP CORP-UNSPON ADR ISIN #US46633D1090 | Cash | JSGRY | 53.000 | 42.006 | 2,226.32 | 1.65% | 44.83 | 2,449.00 | (222.68) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| KOMATSU LTD-ADR | Cash | KMTUY | 90.000 | 29.923 | 2,693.07 | 2.00% | 39.33 | 2,615.32 | 77.75 |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 39.000 | 33.790 | 1,317.81 | 0.98% | 17.59 | 675.87 | 641.94 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 60.000 | 34.606 | 2,076.36 | 1.54% | 23.94 | 2,190.00 | (113.64) |
| NOVARTIS AG ADR'S | Cash | NVS | 49.000 | 54.510 | 2,670.99 | 1.98% | 102.31 | 2,663.36 | 7.63 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 45.000 | 29.388 | 1,322.46 | 0.98% | | 1,316.25 | 6.21 |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 158.000 | 12.708 | 2,007.86 | 1.49% | 33.98 | 2,016.65 | (8.79) |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 39.000 | 46.550 | 1,815.45 | 1.35% | 21.84 | 1,888.68 | (73.23) |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 155.000 | 22.760 | 3,527.80 | 2.61% | 125.24 | 2,445.87 | 1,081.93 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 95.000 | 33.155 | 3,149.72 | 2.33% | 96.52 | 2,766.01 | 383.71 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 43.000 | 38.300 | 1,646.90 | 1.22% | 68.16 | 1,459.05 | 187.85 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 41.000 | 73.090 | 2,996.69 | 2.22% | 117.10 | 2,545.57 | 451.12 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 90.000 | 33.520 | 3,016.80 | 2.24% | 163.08 | 2,431.05 | 585.75 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 152.000 | 14.146 | 2,150.19 | 1.59% | 95.01 | 1,865.60 | 284.59 |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 107.000 | 37.030 | 3,962.21 | 2.94% | 159.22 | 3,713.69 | 248.52 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 91.000 | 67.610 | 6,152.51 | 4.56% | 93.29 | 4,498.28 | 1,654.23 |
| SIEMENS A G ADS RPSTG1COM | Cash | SI | 16.000 | 99.710 | 1,595.36 | 1.18% | 45.54 | 2,101.92 | (506.56) |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 511.000 | 6.790 | 3,469.69 | 2.57% | 118.03 | 3,518.43 | (48.74) |
| SWEDBANK AB-ADR | Cash | SWDBY | 133.000 | 17.215 | 2,289.59 | 1.70% | 88.45 | 2,500.40 | (210.81) |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 65.000 | 27.400 | 1,781.00 | 1.32% | 24.76 | 1,495.70 | 285.30 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 275.000 | 17.827 | 4,902.43 | 3.63% | 380.88 | 4,325.32 | 577.11 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 55.000 | 56.070 | 3,083.85 | 2.29% | 141.08 | 2,602.32 | 481.52 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 150.000 | 11.781 | 1,767.15 | 1.31% | 8.25 | 1,364.92 | 402.23 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 138.000 | 32.470 | 4,480.86 | 3.32% | 172.64 | 4,304.64 | 176.22 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| VALEO SPONSORED ADR | Cash | VLEEY | 89.000 | 27.012 | 2,404.07 | 1.78% | 63.28 | 2,354.53 | 49.54 |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 59.000 | 27.090 | 1,598.31 | 1.18% | 84.37 | 1,297.50 | 300.81 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 93.000 | 23.163 | 2,154.16 | 1.60% | 79.89 | 2,117.55 | 36.61 |
| WOLSELEY LTD - ADR | Cash | WOSYY | 218.000 | 3.891 | 848.24 | 0.63% | 13.52 | 616.94 | 231.30 |
| XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | 567.000 | 3.834 | 2,173.88 | 1.61% | 24.95 | 1,921.34 | 252.54 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 289.000 | 10.584 | 3,058.78 | 2.27% | 34.10 | 3,550.22 | (491.44) |
| **Total Equities** | | | | | **129,179.48** | **95.75%** | **4,322.48** | **116,155.56** | **13,023.92** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/01 | Taxable Dividend | SIEMENS A G ADS RPSTG1COM SI on 16.000000 PD:2012-02-01 | Cash | SI | 61.85 |
| 02/03 | Taxable Dividend | VODAFONE GROUP PLC NEW-SPON ADR NEW VOD on 59.000000 PD:2012-02-03 | Cash | VOD | 27.35 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/03 | Special Distribution | VODAFONE GROUP PLC NEW-SPON ADR NEW<br>VOD on 59.000000 PD:2012-02-03 | Cash | VOD | 36.64 |
| 02/09 | Taxable Dividend | POTASH CORP SASK INC<br>ISIN #CA73755L1076<br>POT on 39.000000 PD:2012-02-09 | Cash | POT | 2.73 |
| 02/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.04 |
| **Total Income Activity** | | | | | **128.61** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Sell | MITSUBISHI ESTATE ADRS | Cash | MITEY | (49.000) | 16.400 | 803.58 |
| 02/07 | Sell | DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | (23.000) | 21.870 | 503.00 |
| 02/09 | Sell | BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | (24.000) | 31.700 | 760.79 |
| 02/15 | Sell | ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | (42.000) | 14.510 | 609.41 |
| 02/21 | Sell | JULIUS BEAR GROUP LTD-UN ADR | Cash | JBAXY | (167.000) | 7.980 | 1,332.64 |
| 02/24 | Sell | MITSUBISHI ESTATE ADRS | Cash | MITEY | (61.000) | 18.140 | 1,106.52 |
| 02/27 | Sell | XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | (488.000) | 3.750 | 1,829.97 |
| 02/27 | Sell | BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086 | Cash | BHP | (6.000) | 78.150 | 468.89 |
| **Total Securities Sold/Matured** | | | | | | | **7,414.80** |

## Account Activity

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 02/15 | Stock Split | BG GROUP PLC - SPON ADR<br>BRGYY on 27.000000 PD:2012-02-13 | Cash | BRGYY | 108.000 | |
| **Total Securities Received** | | | | | | |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 02/01 | Foreign Withholding-DIV | WH for SI on 16.000000 P: 2012-02-01 | Cash | | (16.31) |
| 02/09 | Foreign Withholding-DIV | WH for POT on 39.000000 P: 2012-02-09 | Cash | | (0.41) |
| **Total Funds Withdrawn** | | | | | **(16.72)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Buy | KOMATSU LTD-ADR | Cash | KMTUY | 58.000 | 28.380 | (1,646.04) |
| 02/17 | Buy | SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 67.000 | 6.870 | (460.29) |
| 02/21 | Buy | JS GROUP CORP-UNSPON ADR<br>ISIN #US46633D1090 | Cash | JSGRY | 10.000 | 43.230 | (432.30) |
| 02/21 | Buy | CREDIT SUISSE GROUP-SPONS ADR | Cash | CS | 52.000 | 27.590 | (1,434.67) |
| 02/22 | Buy | KOMATSU LTD-ADR | Cash | KMTUY | 32.000 | 30.290 | (969.28) |
| 02/24 | Buy | ORICA LTD-UNSPONS ADR | Cash | OCLDY | 45.000 | 29.250 | (1,316.25) |
| **Total Securities Purchased** | | | | | | | **(6,258.83)** |

## End of Account Activity

## *Other Important Information*

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 128.57 | | 228.93 | |
| Money Market | 0.04 | | 0.06 | |
| **Total Income** | **128.61** | | **228.99** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(16.72)** | **(29.18)** |
| **Sales Proceeds** | **7,414.80** | **10,118.86** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/31/12 | Beginning Balance | | 3,205.50 |
| 02/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 45.54 | 3,251.04 |
| 02/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,260.85 | 4,511.89 |
| 02/06/12 | Sweep from Dreyfus 696 General MMKT Cl B | (778.47) | 3,733.42 |
| 02/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 505.32 | 4,238.74 |
| 02/14/12 | Sweep to Dreyfus 696 General MMKT Cl B | 760.79 | 4,999.53 |
| 02/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 609.41 | 5,608.94 |
| 02/23/12 | Sweep from Dreyfus 696 General MMKT Cl B | (460.29) | 5,148.65 |
| 02/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (534.33) | 4,614.32 |
| 02/27/12 | Sweep from Dreyfus 696 General MMKT Cl B | (969.28) | 3,645.04 |
| 02/29/12 | Accumulated Earnings Posted | 0.04 | 3,645.08 |
| 02/29/12 | Sweep from Dreyfus 696 General MMKT Cl B | (209.73) | 3,435.35 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/02/12 | Dividend | *HONDA MOTOR COMPANY LIMITED ADR* | *HMC* | 13.72 |
| 03/22/12 | Dividend | UNILEVER PLC SPONSORED ADR NEW | UL | 40.92 |
| 04/12/12 | Dividend | GLAXOSMITHKLINE PLC ADS | GSK | 54.40 |
| **Total** | | | | **109.04** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
December 30, 2011 to January 31, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 4,466.35 | 123,218.44 | 127,684.79 |
| Total Assets Held in Account | | 4,466.35 | 123,218.44 | 127,684.79 |

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Lazard Asset Management**

**Statement Period**
December 30, 2011 to January 31, 2012



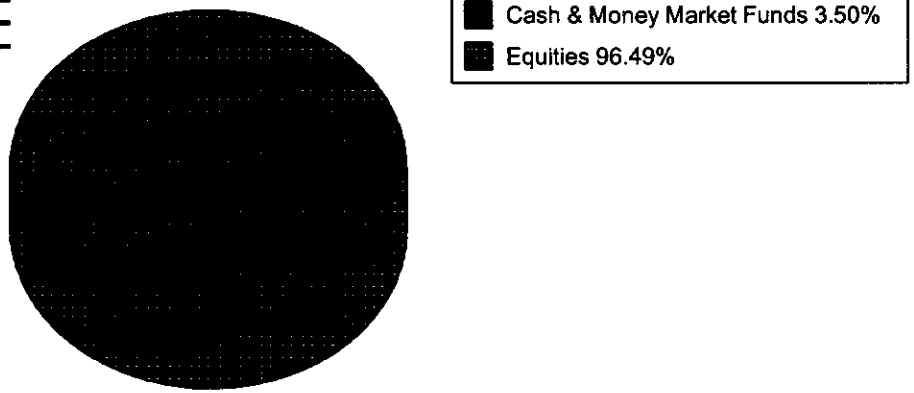
## Account Summary

| | 12/30/11 Value | 01 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,529.81 | 4,466.35 |
| Equities | 118,870.30 | 123,218.44 |
| **Total Account Value** | **121,400.11** | **127,684.79** |
| **Net Account Value** | **121,400.11** | **127,684.79** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,529.81 | 118,870.30 | 121,400.11 |
| Funds Deposited | | | |
| Income Activity | 100.38 | | 100.38 |
| Securities Sold/Matured | 2,704.06 | (2,704.06) | |
| Securities Received | | | |
| Funds Withdrawn | (465.16) | | (465.16) |
| Margin Interest | | | |
| Securities Purchased | (402.74) | 402.74 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 6,649.46 | 6,649.46 |
| **Ending Balance** | **4,466.35** | **123,218.44** | **127,684.79** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on January 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on January 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | 1,260.85 | 0.99% | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 3,205.50 | 2.51% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **4,466.35** | **3.50%** | | | |
| **Equities** | | | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 42.000 | 92.210 | 3,872.82 | 3.03% | 161.36 | 2,554.15 | 1,318.67 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 56.000 | 60.800 | 3,404.80 | 2.67% | 54.32 | 3,113.65 | 291.15 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 287.000 | 13.555 | 3,890.28 | 3.05% | 68.60 | 2,777.86 | 1,112.43 |
| ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD | Cash | ATASY | 234.000 | 7.789 | 1,822.63 | 1.43% | 81.19 | 2,385.44 | (562.81) |
| AXA-SPONSORED ADR | Cash | AXAHY | 93.000 | 15.192 | 1,412.86 | 1.11% | 77.94 | 1,553.80 | (140.94) |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 22.000 | 70.087 | 1,541.91 | 1.21% | 35.42 | 1,383.14 | 158.77 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 27.000 | 112.437 | 3,035.80 | 2.38% | 30.49 | 2,451.96 | 583.84 |
| BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086 | Cash | BHP | 33.000 | 79.440 | 2,621.52 | 2.05% | 66.66 | 2,504.59 | 116.93 |
| BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | 133.000 | 28.533 | 3,794.89 | 2.97% | 54.27 | 3,938.96 | (144.07) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 53.000 | 21.187 | 1,122.91 | 0.88% | 58.67 | 1,934.51 | (811.60) |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 13.000 | 43.554 | 566.20 | 0.44% | 19.28 | 600.08 | (33.88) |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 64.000 | 42.850 | 2,742.40 | 2.15% | 92.62 | 2,627.36 | 115.04 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 104.000 | 23.541 | 2,448.26 | 1.92% | 79.66 | 2,106.00 | 342.26 |
| DANONE-SPONSORED ADR | Cash | DANOY | 150.000 | 12.354 | 1,853.10 | 1.45% | 38.40 | 1,725.43 | 127.67 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 153.000 | 28.000 | 4,284.00 | 3.36% | 56.92 | 2,909.82 | 1,374.18 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 82.000 | 44.540 | 3,652.28 | 2.86% | 180.90 | 3,167.35 | 484.93 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 34.050 | 1,327.95 | 1.04% | 26.91 | 1,416.43 | (88.48) |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 230.000 | 12.340 | 2,838.20 | 2.22% | 96.60 | 3,047.21 | (209.01) |
| ING GROEP N V | Cash | ING | 264.000 | 9.110 | 2,405.04 | 1.88% | 525.10 | 2,921.37 | (516.33) |
| JS GROUP CORP-UNSPON ADR ISIN #US46633D1090 | Cash | JSGRY | 43.000 | 41.338 | 1,777.53 | 1.39% | 36.37 | 2,016.70 | (239.17) |
| JULIUS BEAR GROUP LTD-UN ADR | Cash | JBAXY | 167.000 | 8.134 | 1,358.38 | 1.06% | 19.04 | 1,436.20 | (77.82) |

## Account Positions

*Accounting Method: FIFO*

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 39.000 | 32.360 | 1,262.04 | 0.99% | 17.59 | 675.87 | 586.17 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 60.000 | 34.803 | 2,088.18 | 1.64% | 23.94 | 2,190.00 | (101.82) |
| MITSUBISHI ESTATE ADRS | Cash | MITEY | 110.000 | 15.961 | 1,755.71 | 1.38% | 14.30 | 1,672.32 | 83.39 |
| NOVARTIS AG ADR'S | Cash | NVS | 49.000 | 54.360 | 2,663.64 | 2.09% | 97.81 | 2,663.36 | 0.28 |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 158.000 | 11.480 | 1,813.84 | 1.42% | 33.98 | 2,016.65 | (202.81) |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 39.000 | 46.740 | 1,822.86 | 1.43% | 21.84 | 1,888.68 | (65.82) |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 155.000 | 22.190 | 3,439.45 | 2.69% | 125.24 | 2,445.87 | 993.58 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 95.000 | 29.510 | 2,803.45 | 2.20% | 96.52 | 2,766.01 | 37.44 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 43.000 | 38.450 | 1,653.35 | 1.29% | 60.08 | 1,459.05 | 194.30 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 41.000 | 71.360 | 2,925.76 | 2.29% | 117.10 | 2,545.57 | 380.19 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 90.000 | 33.540 | 3,018.60 | 2.36% | 163.08 | 2,431.05 | 587.55 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 152.000 | 13.182 | 2,003.66 | 1.57% | 101.69 | 1,865.60 | 138.06 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 107.000 | 37.130 | 3,972.91 | 3.11% | 141.58 | 3,713.69 | 259.22 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 91.000 | 60.480 | 5,503.68 | 4.31% | 93.29 | 4,498.28 | 1,005.40 |
| SIEMENS A G ADS RPSTG1COM | Cash | SI | 16.000 | 94.290 | 1,508.64 | 1.18% | 45.54 | 2,101.92 | (593.28) |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 444.000 | 6.350 | 2,819.40 | 2.21% | 102.55 | 3,058.14 | (238.74) |
| SWEDBANK AB-ADR | Cash | SWDBY | 133.000 | 14.348 | 1,908.28 | 1.49% | 30.99 | 2,500.40 | (592.12) |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 65.000 | 23.471 | 1,525.62 | 1.19% | 24.76 | 1,495.70 | 29.91 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 275.000 | 17.695 | 4,866.13 | 3.81% | 363.55 | 4,325.32 | 540.80 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 55.000 | 52.970 | 2,913.35 | 2.28% | 144.93 | 2,602.32 | 311.02 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 150.000 | 10.967 | 1,645.05 | 1.29% | 8.25 | 1,364.92 | 280.13 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 138.000 | 32.390 | 4,469.82 | 3.50% | 171.12 | 4,304.64 | 165.18 |
| VALEO SPONSORED ADR | Cash | VLEEY | 89.000 | 23.488 | 2,090.43 | 1.64% | 63.28 | 2,354.53 | (264.10) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 59.000 | 27.080 | 1,597.72 | 1.25% | 84.37 | 1,297.50 | 300.22 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 93.000 | 22.566 | 2,098.64 | 1.64% | 79.89 | 2,117.55 | (18.91) |
| WOLSELEY LTD - ADR | Cash | WOSYY | 218.000 | 3.467 | 755.81 | 0.59% | 13.52 | 616.94 | 138.87 |
| XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | 1,055.000 | 3.391 | 3,577.51 | 2.80% | 27.43 | 3,570.92 | 6.59 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 289.000 | 10.177 | 2,941.15 | 2.30% | 34.10 | 3,550.22 | (609.07) |
| **Total Equities** | | | | | **123,218.44** | **96.49%** | **4,163.04** | **116,665.04** | **6,553.40** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/04 | Taxable Dividend | ROGERS COMMUNICATIONS INC CLASS B<br>RCI on 43.000000 PD:2012-01-04 | Cash | RCI | 15.04 |
| 01/05 | Taxable Dividend | GLAXOSMITHKLINE PLC ADS<br>GSK on 82.000000 PD:2012-01-05 | Cash | GSK | 44.52 |
| 01/13 | Taxable Dividend | TOTAL FINA ELF S A ADR<br>TOT on 55.000000 PD:2012-01-13 | Cash | TOT | 40.80 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **100.38** |

***Securities Sold/Matured***

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/19 | Sell | TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | (18.000) | 22.680 | 408.23 |
| 01/20 | Sell | HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | (30.000) | 34.500 | 1,034.98 |
| 01/31 | Sell | LVMH MOET HENNESSY LOUIS | Cash | LVMUY | (39.000) | 32.330 | 1,260.85 |
| **Total Securities Sold/Matured** | | | | | | | **2,704.06** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 01/04 | Foreign Withholding-DIV | WH for RCI on 43.000000 P: 2012-01-04 | Cash | | (2.26) |
| 01/13 | Foreign Withholding-DIV | WH for TOT on 55.000000 P: 2012-01-13 | Cash | | (10.20) |
| 01/20 | Journal | ADV FEE | Cash | | (452.70) |
| **Total Funds Withdrawn** | | | | | **(465.16)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/20 | Buy | AXA-SPONSORED ADR | Cash | AXAHY | 26.000 | 15.490 | (402.74) |
| **Total Securities Purchased** | | | | | | | **(402.74)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 100.36 | | 100.36 | |
| Money Market | 0.02 | | 0.02 | |
| **Total Income** | **100.38** | | **100.38** | |

### *Other Tax Information*

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(12.46)** | **(12.46)** |
| **Sales Proceeds** | **2,704.06** | **2,704.06** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/30/11 | Beginning Balance | | 2,529.81 |
| 01/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 12.78 | 2,542.59 |
| 01/06/12 | Sweep to Dreyfus 696 General MMKT Cl B | 44.52 | 2,587.11 |
| 01/17/12 | Sweep to Dreyfus 696 General MMKT Cl B | 30.60 | 2,617.71 |
| 01/23/12 | Sweep from Dreyfus 696 General MMKT Cl B | (452.70) | 2,165.01 |
| 01/24/12 | Sweep to Dreyfus 696 General MMKT Cl B | 408.23 | 2,573.24 |
| 01/25/12 | Sweep to Dreyfus 696 General MMKT Cl B | 632.24 | 3,205.48 |
| 01/31/12 | Accumulated Earnings Posted | 0.02 | 3,205.50 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 02/01/12 | Dividend | SIEMENS A G ADS RPSTG1COM | SI | 64.20 |
| 02/03/12 | Dividend | VODAFONE GROUP PLC NEW-SPON ADR NEW | VOD | 27.35 |
| 02/03/12 | Special Di | VODAFONE GROUP PLC NEW-SPON ADR NEW | VOD | 36.64 |
| 02/09/12 | Dividend | POTASH CORP SASK INC ISIN #CA73755L1076 | POT | 2.73 |
| 02/09/12 | Dividend | POTASH CORP SASK INC ISIN #CA73755L1076 | POT | 2.73 |
| **Total** | | | | **133.65** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
December 30, 2011 to January 31, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Dana Investment Advisors LP
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 1,920.18 | 121,415.20 | 123,335.38 |
| Total Assets Held in Account | | 1,920.18 | 121,415.20 | 123,335.38 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Dana Investment Advisors LP**

| Statement Period | Page |
|---|---|
| December 30, 2011 to January 31, 2012 | 1 of 10 |

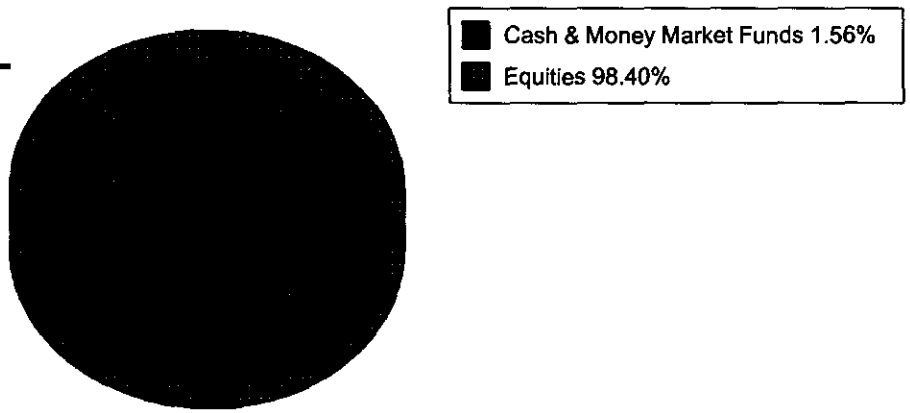
## Account Summary

| | 12/30/11 Value | 01/31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,159.73 | 1,920.18 |
| Equities | 113,483.46 | 121,415.20 |
| **Total Account Value** | **115,643.19** | **123,335.38** |
| **Net Account Value** | **115,643.19** | **123,335.38** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,159.73 | 113,483.46 | 115,643.19 |
| Funds Deposited | | | |
| Income Activity | 191.74 | | 191.74 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | (431.29) | | (431.29) |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 7,931.74 | 7,931.74 |
| **Ending Balance** | **1,920.18** | **121,415.20** | **123,335.38** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on January 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on January 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 1,920.18 | 1.56% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **1,920.18** | **1.56%** | | | |
| **Equities** | | | | | | | | | |
| AMTRUST FINANCIAL SERVICES INC | Cash | AFSI | 66.000 | 25.930 | 1,711.38 | 1.39% | 23.76 | 883.64 | 827.74 |
| ANIXTER INTERNATIONAL INC | Cash | AXE | 28.000 | 65.510 | 1,834.28 | 1.49% | | 1,485.96 | 348.32 |
| ANN INC | Cash | ANN | 78.000 | 24.260 | 1,892.28 | 1.53% | | 2,410.57 | (518.29) |
| ARCTIC CAT INC. | Cash | ACAT | 89.000 | 29.840 | 2,655.76 | 2.15% | | 1,796.91 | 858.85 |
| ASCENA RETAIL GROUP INC | Cash | ASNA | 68.000 | 35.360 | 2,404.48 | 1.95% | | 1,788.61 | 615.87 |
| ASHFORD HOSPITALITY TRUST INC | Cash | AHT | 223.000 | 9.010 | 2,009.23 | 1.63% | 89.20 | 2,188.91 | (179.68) |
| ASTEC INDUSTRIES INC | Cash | ASTE | 54.000 | 33.820 | 1,826.28 | 1.48% | | 1,713.68 | 112.60 |
| ASTRONICS CORPORATION | Cash | ATRO | 47.000 | 33.430 | 1,571.21 | 1.27% | | 943.25 | 627.96 |
| ATWOOD OCEANICS INCORPORATED | Cash | ATW | 43.000 | 45.980 | 1,977.14 | 1.60% | | 1,418.91 | 558.23 |
| AVISTA CORP | Cash | AVA | 86.000 | 25.340 | 2,179.24 | 1.77% | 94.60 | 1,767.47 | 411.77 |
| BANK OF THE OZARKS | Cash | OZRK | 63.000 | 27.990 | 1,763.37 | 1.43% | 27.72 | 937.98 | 825.39 |
| BGC PARTNERS INC-CL A | Cash | BGCP | 279.000 | 6.260 | 1,746.54 | 1.42% | 189.72 | 2,411.33 | (664.79) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BUCKEYE TECHNOLOGIES INC | Cash | BKI | 42.000 | 33.530 | 1,408.26 | 1.14% | 11.76 | 808.50 | 599.76 |
| CABELAS INC | Cash | CAB | 80.000 | 26.080 | 2,086.40 | 1.69% | | 1,260.54 | 825.86 |
| CACI INTERNATIONAL INC CL A | Cash | CACI | 29.000 | 58.690 | 1,702.01 | 1.38% | | 1,614.72 | 87.29 |
| CANTEL MEDICAL CORPORATION | Cash | CMN | 58.000 | 31.570 | 1,831.06 | 1.48% | 8.12 | 993.19 | 837.87 |
| CATALYST HEALTH SOLUTIONS INC | Cash | CHSI | 29.000 | 54.760 | 1,588.04 | 1.29% | | 1,216.72 | 371.32 |
| CENTENE CORPORATION | Cash | CNC | 40.000 | 45.200 | 1,808.00 | 1.47% | | 1,521.60 | 286.40 |
| COLONY FINANCIAL INC | Cash | CLNY | 117.000 | 16.960 | 1,984.32 | 1.61% | 159.12 | 2,367.35 | (383.03) |
| COMMUNITY BANK SYSTEM INC | Cash | CBU | 69.000 | 27.360 | 1,887.84 | 1.53% | 71.76 | 1,436.62 | 451.22 |
| COMMUNITY TRUST BANCORPORATION INC | Cash | CTBI | 62.000 | 30.810 | 1,910.22 | 1.55% | 76.88 | 1,666.61 | 243.61 |
| CONSOLIDATED COMMUNICATIONS HOLDINGS INC | Cash | CNSL | 52.000 | 18.990 | 987.48 | 0.80% | 80.60 | 906.14 | 81.34 |
| DARLING INTERNATIONAL INC | Cash | DAR | 143.000 | 15.280 | 2,185.04 | 1.77% | | 2,068.33 | 116.71 |
| DSW INC-CLASS A | Cash | DSW | 41.000 | 49.970 | 2,048.77 | 1.66% | 24.60 | 1,169.33 | 879.44 |
| DXP ENTERPRISES INC | Cash | DXPE | 55.000 | 33.730 | 1,855.15 | 1.50% | | 1,134.10 | 721.05 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DYCOM INDUSTRIES INC | Cash | DY | 86.000 | 21.370 | 1,837.82 | 1.49% | | 1,700.22 | 137.60 |
| ENSIGN GROUP INC/THE | Cash | ENSG | 67.000 | 26.480 | 1,774.16 | 1.44% | 16.08 | 1,248.80 | 525.36 |
| FEI CO | Cash | FEIC | 42.000 | 44.060 | 1,850.52 | 1.50% | | 1,378.02 | 472.50 |
| GEORESOURCES INCORPORATED | Cash | GEOI | 64.000 | 30.610 | 1,959.04 | 1.59% | | 993.12 | 965.92 |
| HANGER ORTHOPEDIC GROUP INC | Cash | HGR | 96.000 | 19.590 | 1,880.64 | 1.52% | | 1,516.96 | 363.68 |
| HEARTLAND PAYMENT SYSTEMS INC | Cash | HPY | 76.000 | 24.000 | 1,824.00 | 1.48% | 12.16 | 1,674.88 | 149.12 |
| HELIX ENERGY SOLUTIONS GROUP INC | Cash | HLX | 102.000 | 16.450 | 1,677.90 | 1.36% | | 1,551.42 | 126.48 |
| HSN INC | Cash | HSNI | 53.000 | 35.690 | 1,891.57 | 1.53% | 26.50 | 1,870.90 | 20.67 |
| INNOPHOS HOLDINGS INC | Cash | IPHS | 27.000 | 49.920 | 1,347.84 | 1.09% | 27.00 | 797.85 | 549.99 |
| JAZZ PHARMACEUTICALS PLC ISIN #IE00B4Q5ZN47 | Cash | JAZZ | 40.000 | 46.500 | 1,860.00 | 1.51% | | 1,367.65 | 492.35 |
| KADANT INC | Cash | KAI | 86.000 | 24.260 | 2,086.36 | 1.69% | | 2,060.32 | 26.04 |
| KEYNOTE SYSTEMS INC | Cash | KEYN | 90.000 | 19.540 | 1,758.60 | 1.43% | 21.60 | 1,907.44 | (148.84) |
| LTC PROPERTIES INCORPORATE | Cash | LTC | 61.000 | 31.950 | 1,948.95 | 1.58% | 106.14 | 1,720.20 | 228.75 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| MEADOWBROOK INSURANCE GROUP INCORPORATED | Cash | MIG | 175.000 | 9.970 | 1,744.75 | 1.41% | 35.00 | 1,331.37 | 413.38 |
| MEDICIS PHARMACEUTICAL CORP (NEW) | Cash | MRX | 48.000 | 33.090 | 1,588.32 | 1.29% | 15.36 | 1,179.01 | 409.31 |
| MWI VETERINARY SUPPLY INC | Cash | MWIV | 23.000 | 78.510 | 1,805.73 | 1.46% | | 1,367.17 | 438.56 |
| NEWMARKET CORP | Cash | NEU | 7.000 | 216.190 | 1,513.33 | 1.23% | 21.00 | 1,351.84 | 161.49 |
| NU SKIN ENTERPRISES INC | Cash | NUS | 41.000 | 49.950 | 2,047.95 | 1.66% | 26.24 | 1,115.60 | 932.35 |
| OMEGA HEALTHCARE INVS INC | Cash | OHI | 101.000 | 20.840 | 2,104.84 | 1.71% | 165.64 | 1,992.86 | 111.98 |
| OPNET TECHNOLOGIES INC | Cash | OPNT | 45.000 | 35.440 | 1,594.80 | 1.29% | 21.60 | 715.26 | 879.54 |
| OSI SYSTEMS INC state incorporation chng frm California to Delaware | Cash | OSIS | 35.000 | 53.730 | 1,880.55 | 1.52% | | 1,010.10 | 870.45 |
| PARAMETRIC TECHNOLOGY CORP NEW | Cash | PMTC | 81.000 | 25.170 | 2,038.77 | 1.65% | | 1,300.85 | 737.92 |
| PEP BOYS MANNY,MOE, & JACK | Cash | PBY | 168.000 | 15.000 | 2,520.00 | 2.04% | 20.16 | 1,584.22 | 935.78 |
| PERFICIENT INC | Cash | PRFT | 187.000 | 11.120 | 2,079.44 | 1.69% | | 1,448.27 | 631.17 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SCHWEITZER-MAUDUIT INTL INC | Cash | SWM | 19.000 | 69.530 | 1,321.07 | 1.07% | 11.40 | 1,174.58 | 146.49 |
| SIRONA DENTAL SYSTEMS INC | Cash | SIRO | 34.000 | 48.350 | 1,643.90 | 1.33% | | 1,231.10 | 412.80 |
| SUPER MICRO COMPUTER INC | Cash | SMCI | 120.000 | 16.870 | 2,024.40 | 1.64% | | 1,883.85 | 140.55 |
| SYNNEX CORP | Cash | SNX | 56.000 | 36.180 | 2,026.08 | 1.64% | | 863.43 | 1,162.65 |
| TELEDYNE TECHNOLOGIES INC | Cash | TDY | 30.000 | 56.760 | 1,702.80 | 1.38% | | 1,523.10 | 179.70 |
| TENNECO INC.<br>FROMLY<br>TENNECO<br>INCORPORATED | Cash | TEN | 70.000 | 32.100 | 2,247.00 | 1.82% | | 1,569.38 | 677.62 |
| TEXTAINER GROUP HOLDINGS LTD<br>ISIN #BMG8766E1093 | Cash | TGH | 64.000 | 31.590 | 2,021.76 | 1.64% | 89.60 | 968.70 | 1,053.06 |
| THOMAS & BETTS CORPORATION | Cash | TNB | 32.000 | 71.390 | 2,284.48 | 1.85% | | 1,169.60 | 1,114.88 |
| TITAN INTERNATIONAL INC. | Cash | TWI | 82.000 | 24.140 | 1,979.48 | 1.60% | 1.64 | 1,420.24 | 559.24 |
| TRIANGLE CAPITAL CORP | Cash | TCAP | 96.000 | 19.480 | 1,870.08 | 1.52% | 180.48 | 1,528.32 | 341.76 |
| TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 62.570 | 1,814.53 | 1.47% | 4.64 | 624.30 | 1,190.23 |
| UIL HOLDING CO | Cash | UIL | 61.000 | 34.580 | 2,109.38 | 1.71% | 105.41 | 2,109.38 | 0.00 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| W&T OFFSHORE INC | Cash | WTI | 90.000 | 21.610 | 1,944.90 | 1.58% | 14.40 | 2,134.08 | (189.18) |
| WALTER INV MGMT CORP | Cash | WAC | 76.000 | 18.720 | 1,422.72 | 1.15% | | 1,278.43 | 144.29 |
| WESBANCO INC | Cash | WSBC | 94.000 | 19.960 | 1,876.24 | 1.52% | 60.16 | 1,943.29 | (67.05) |
| WORLD ACCEPTANCE CORP DEL | Cash | WRLD | 26.000 | 63.720 | 1,656.72 | 1.34% | | 921.18 | 735.54 |
| **Total Equities** | | | | | **121,415.20** | **98.40%** | **1,840.05** | **94,438.24** | **26,976.96** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/03 | Taxable Dividend | WESBANCO INC<br>WSBC on 94.000000 PD:2012-01-03 | Cash | WSBC | 15.04 |
| 01/03 | Taxable Dividend | UIL HOLDING CO<br>UIL on 61.000000 PD:2012-01-03 | Cash | UIL | 26.35 |
| 01/03 | Taxable Dividend | NEWMARKET CORP<br>NEU on 7.000000 PD:2012-01-01 | Cash | NEU | 5.25 |
| 01/03 | Taxable Dividend | COMMUNITY TRUST BANCORPORATION INC<br>CTBI on 62.000000 PD:2012-01-02 | Cash | CTBI | 19.22 |
| 01/10 | Taxable Dividend | COMMUNITY BANK SYSTEM INC<br>CBU on 69.000000 PD:2012-01-10 | Cash | CBU | 17.94 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/17 | Taxable Dividend | TITAN INTERNATIONAL INC.<br>TWI on 82.000000 PD:2012-01-16 | Cash | TWI | 0.41 |
| 01/17 | Taxable Dividend | COLONY FINANCIAL INC<br>CLNY on 117.000000 PD:2012-01-17 | Cash | CLNY | 39.78 |
| 01/17 | Taxable Dividend | ASHFORD HOSPITALITY TRUST INC<br>AHT on 223.000000 PD:2012-01-16 | Cash | AHT | 22.30 |
| 01/17 | Taxable Dividend | AMTRUST FINANCIAL SERVICES INC<br>AFSI on 66.000000 PD:2012-01-17 | Cash | AFSI | 5.94 |
| 01/20 | Taxable Dividend | BANK OF THE OZARKS<br>OZRK on 63.000000 PD:2012-01-20 | Cash | OZRK | 6.93 |
| 01/23 | Taxable Dividend | PEP BOYS MANNY,MOE, & JACK<br>PBY on 168.000000 PD:2012-01-23 | Cash | PBY | 5.04 |
| 01/31 | Taxable Dividend | MEDICIS PHARMACEUTICAL CORP (NEW)<br>MRX on 48.000000 PD:2012-01-31 | Cash | MRX | 3.84 |
| 01/31 | Taxable Dividend | LTC PROPERTIES INCORPORATE<br>LTC on 61.000000 PD:2012-01-31 | Cash | LTC | 8.85 |
| 01/31 | Taxable Dividend | INNOPHOS HOLDINGS INC<br>IPHS on 27.000000 PD:2012-01-31 | Cash | IPHS | 6.75 |
| 01/31 | Taxable Dividend | ENSIGN GROUP INC/THE<br>ENSG on 67.000000 PD:2012-01-31 | Cash | ENSG | 4.02 |
| 01/31 | Taxable Dividend | CANTEL MEDICAL CORPORATION<br>CMN on 58.000000 PD:2012-01-31 | Cash | CMN | 4.06 |
| 01/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **191.74** |

## Account Activity

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 01/18 | Merger | JAZZ PHARMACEUTICALS PLC<br>ISIN #IE00B4Q5ZN47<br>1/1 S/M FRM 472147107 // KRK | Cash | JAZZ | 40.000 | |
| **Total Securities Received** | | | | | | |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 01/20 | Journal | ADV FEE | Cash | | (431.29) |
| **Total Funds Withdrawn** | | | | | **(431.29)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 191.72 | | 191.72 | |
| Money Market | 0.02 | | 0.02 | |
| **Total Income** | **191.74** | | **191.74** | |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/30/11 | Beginning Balance | | 2,159.73 |
| 01/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 65.86 | 2,225.59 |
| 01/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 17.94 | 2,243.53 |
| 01/17/12 | Sweep to Dreyfus 696 General MMKT Cl B | 68.43 | 2,311.96 |
| 01/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 6.93 | 2,318.89 |
| 01/23/12 | Sweep from Dreyfus 696 General MMKT Cl B | (426.25) | 1,892.64 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/31/12 | Accumulated Earnings Posted | 0.02 | 1,892.66 |
| 01/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 27.52 | 1,920.18 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 02/01/12 | Dividend | CONSOLIDATED COMMUNICATIONS HOLDINGS INC | CNSL | 20.14 |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
January 31, 2012 to February 29, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Dana Investment Advisors LP
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 2,369.56 | 126,735.02 | 129,104.58 |
| Total Assets Held in Account | | 2,369.56 | 126,735.02 | 129,104.58 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Dana Investment Advisors LP**

**Statement Period**
January 31, 2012 to February 29, 2012

**Page**

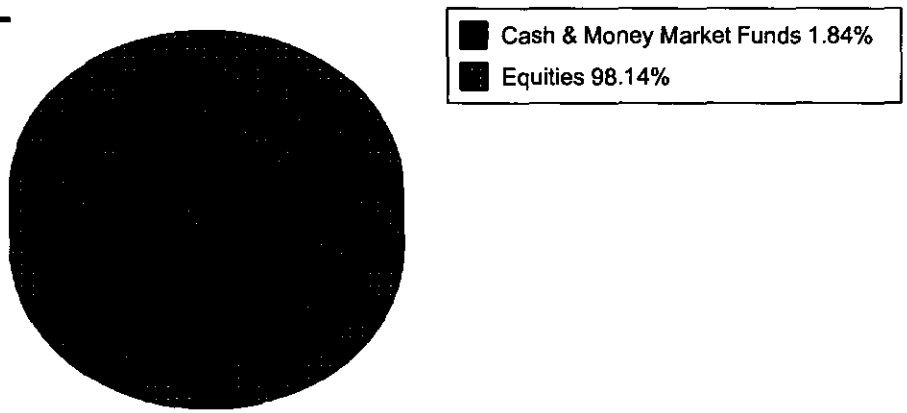

## Account Summary

| | 01/31/12 Value | 02 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 1,920.18 | 2,369.56 |
| Equities | 121,415.20 | 126,735.02 |
| **Total Account Value** | **123,335.38** | **129,104.58** |
| **Net Account Value** | **123,335.38** | **129,104.58** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 1,920.18 | 121,415.20 | 123,335.38 |
| Funds Deposited | | | |
| Income Activity | 70.42 | | 70.42 |
| Securities Sold/Matured | 23,029.15 | (23,029.15) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (22,650.19) | 22,650.19 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 5,698.78 | 5,698.78 |
| **Ending Balance** | **2,369.56** | **126,735.02** | **129,104.58** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on February 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on February 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 2,369.56 | 1.84% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **2,369.56** | **1.84%** | | | |
| **Equities** | | | | | | | | | |
| ACI WORLDWIDE INC | Cash | ACIW | 54.000 | 37.780 | 2,040.12 | 1.58% | | 1,921.32 | 118.80 |
| AMTRUST FINANCIAL SERVICES INC | Cash | AFSI | 77.000 | 27.010 | 2,079.77 | 1.61% | 27.72 | 1,181.52 | 898.25 |
| ANIXTER INTERNATIONAL INC | Cash | AXE | 28.000 | 69.540 | 1,947.12 | 1.51% | | 1,485.96 | 461.16 |
| ARCTIC CAT INC. | Cash | ACAT | 63.000 | 36.780 | 2,317.14 | 1.79% | | 1,271.97 | 1,045.17 |
| ASCENA RETAIL GROUP INC | Cash | ASNA | 60.000 | 38.600 | 2,316.00 | 1.79% | | 1,578.69 | 737.31 |
| ASHFORD HOSPITALITY TRUST INC | Cash | AHT | 223.000 | 8.440 | 1,882.12 | 1.46% | 89.20 | 2,154.21 | (272.09) |
| ASTEC INDUSTRIES INC | Cash | ASTE | 54.000 | 37.950 | 2,049.30 | 1.59% | | 1,713.68 | 335.62 |
| ASTRONICS CORPORATION | Cash | ATRO | 55.000 | 33.430 | 1,838.65 | 1.42% | | 1,230.37 | 608.28 |
| ATWOOD OCEANICS INCORPORATED | Cash | ATW | 43.000 | 47.560 | 2,045.08 | 1.58% | | 1,418.91 | 626.17 |
| AVISTA CORP | Cash | AVA | 86.000 | 24.700 | 2,124.20 | 1.65% | 99.76 | 1,767.47 | 356.73 |
| BANK OF THE OZARKS | Cash | OZRK | 70.000 | 29.350 | 2,054.50 | 1.59% | 30.80 | 1,141.40 | 913.10 |
| BGC PARTNERS INC-CL A | Cash | BGCP | 279.000 | 7.030 | 1,961.37 | 1.52% | 189.72 | 2,279.69 | (318.32) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BUCKEYE TECHNOLOGIES INC | Cash | BKI | 42.000 | 34.160 | 1,434.72 | 1.11% | 11.76 | 808.50 | 626.22 |
| CABELAS INC | Cash | CAB | 80.000 | 35.480 | 2,838.40 | 2.20% | | 1,260.54 | 1,577.86 |
| CACI INTERNATIONAL INC CL A | Cash | CACI | 29.000 | 59.140 | 1,715.06 | 1.33% | | 1,614.72 | 100.34 |
| CANTEL MEDICAL CORPORATION | Cash | CMN | 87.000 | 20.190 | 1,756.53 | 1.36% | 8.09 | 993.19 | 763.34 |
| CATALYST HEALTH SOLUTIONS INC | Cash | CHSI | 29.000 | 62.020 | 1,798.58 | 1.39% | | 1,216.72 | 581.86 |
| CENTENE CORPORATION | Cash | CNC | 36.000 | 48.800 | 1,756.80 | 1.36% | | 1,369.44 | 387.36 |
| COLONY FINANCIAL INC | Cash | CLNY | 117.000 | 16.680 | 1,951.56 | 1.51% | 159.12 | 2,367.35 | (415.79) |
| COMMUNITY BANK SYSTEM INC | Cash | CBU | 69.000 | 27.320 | 1,885.08 | 1.46% | 71.76 | 1,436.62 | 448.46 |
| COMMUNITY TRUST BANCORPORATION INC | Cash | CTBI | 62.000 | 30.840 | 1,912.08 | 1.48% | 76.88 | 1,666.61 | 245.47 |
| CONSOLIDATED COMMUNICATIONS HOLDINGS INC | Cash | CNSL | 52.000 | 18.970 | 986.44 | 0.76% | 80.60 | 906.14 | 80.30 |
| DSW INC-CLASS A | Cash | DSW | 41.000 | 56.400 | 2,312.40 | 1.79% | 24.60 | 1,169.33 | 1,143.07 |
| DXP ENTERPRISES INC | Cash | DXPE | 55.000 | 37.000 | 2,035.00 | 1.58% | | 1,134.10 | 900.90 |
| DYCOM INDUSTRIES INC | Cash | DY | 86.000 | 21.280 | 1,830.08 | 1.42% | | 1,700.22 | 129.86 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| ELIZABETH ARDEN INC | Cash | RDEN | 56.000 | 37.150 | 2,080.40 | 1.61% | | 2,190.15 | (109.75) |
| ENSIGN GROUP INC/THE | Cash | ENSG | 67.000 | 27.410 | 1,836.47 | 1.42% | 16.08 | 1,248.80 | 587.67 |
| FEI CO | Cash | FEIC | 42.000 | 44.520 | 1,869.84 | 1.45% | | 1,378.02 | 491.82 |
| FIRST MERCHANTS CORPORATION | Cash | FRME | 191.000 | 11.080 | 2,116.28 | 1.64% | 7.64 | 2,047.52 | 68.76 |
| GENESCO INCORPORATED | Cash | GCO | 34.000 | 68.140 | 2,316.76 | 1.79% | | 2,340.90 | (24.14) |
| GEORESOURCES INCORPORATED | Cash | GEOI | 58.000 | 32.040 | 1,858.32 | 1.44% | | 904.32 | 954.00 |
| HANGER ORTHOPEDIC GROUP INC | Cash | HGR | 83.000 | 20.690 | 1,717.27 | 1.33% | | 1,305.52 | 411.75 |
| HEARTLAND PAYMENT SYSTEMS INC | Cash | HPY | 68.000 | 28.320 | 1,925.76 | 1.49% | 16.32 | 1,498.64 | 427.12 |
| HELIX ENERGY SOLUTIONS GROUP INC | Cash | HLX | 102.000 | 19.240 | 1,962.48 | 1.52% | | 1,551.42 | 411.06 |
| HSN INC | Cash | HSNI | 59.000 | 37.160 | 2,192.44 | 1.70% | 29.50 | 2,088.70 | 103.74 |
| INNOPHOS HOLDINGS INC | Cash | IPHS | 32.000 | 50.380 | 1,612.16 | 1.25% | 34.56 | 1,043.50 | 568.66 |
| JAZZ PHARMACEUTICALS PLC ISIN #IE00B4Q5ZN47 | Cash | JAZZ | 36.000 | 52.470 | 1,888.92 | 1.46% | | 1,235.05 | 653.87 |
| KADANT INC | Cash | KAI | 86.000 | 21.840 | 1,878.24 | 1.45% | | 2,060.32 | (182.08) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| LTC PROPERTIES INCORPORATE | Cash | LTC | 61.000 | 30.860 | 1,882.46 | 1.46% | 106.14 | 1,718.70 | 163.76 |
| MAIDEN HOLDINGS LTD | Cash | MHLD | 216.000 | 8.650 | 1,868.40 | 1.45% | 69.12 | 2,019.33 | (150.93) |
| MANHATTAN ASSOCIATES INC | Cash | MANH | 41.000 | 46.360 | 1,900.76 | 1.47% | | 1,906.09 | (5.33) |
| MTS SYSTEMS CORPORATION | Cash | MTSC | 39.000 | 49.110 | 1,915.29 | 1.48% | 39.00 | 1,897.74 | 17.55 |
| MWI VETERINARY SUPPLY INC | Cash | MWIV | 23.000 | 86.570 | 1,991.11 | 1.54% | | 1,367.17 | 623.94 |
| NEWMARKET CORP | Cash | NEU | 7.000 | 182.430 | 1,277.01 | 0.99% | 21.00 | 1,351.84 | (74.83) |
| NU SKIN ENTERPRISES INC | Cash | NUS | 41.000 | 57.760 | 2,368.16 | 1.83% | 32.80 | 1,115.60 | 1,252.56 |
| OMEGA HEALTHCARE INVS INC | Cash | OHI | 101.000 | 20.370 | 2,057.37 | 1.59% | 165.64 | 1,947.81 | 109.56 |
| OSI SYSTEMS INC<br>state incorporation chng frm California<br>to Delaware | Cash | OSIS | 35.000 | 59.000 | 2,065.00 | 1.60% | | 1,010.10 | 1,054.90 |
| PARAMETRIC TECHNOLOGY CORP NEW | Cash | PMTC | 70.000 | 26.700 | 1,869.00 | 1.45% | | 1,124.19 | 744.81 |
| PERFICIENT INC | Cash | PRFT | 157.000 | 12.080 | 1,896.56 | 1.47% | | 1,215.93 | 680.63 |
| SCHWEITZER-MAUDUIT INTL INC | Cash | SWM | 22.000 | 70.050 | 1,541.10 | 1.19% | 13.20 | 1,388.21 | 152.89 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SIRONA DENTAL SYSTEMS INC | Cash | SIRO | 39.000 | 49.900 | 1,946.10 | 1.51% | | 1,460.95 | 485.15 |
| STANDARD MOTORS PRODUCTS INCORPORATED CLASS - A | Cash | SMP | 93.000 | 22.720 | 2,112.96 | 1.64% | 33.48 | 2,233.86 | (120.90) |
| STONE ENERGY CORPORATION | Cash | SGY | 56.000 | 31.950 | 1,789.20 | 1.39% | | 1,890.00 | (100.80) |
| SYNNEX CORP | Cash | SNX | 49.000 | 41.230 | 2,020.27 | 1.56% | | 757.49 | 1,262.78 |
| TELEDYNE TECHNOLOGIES INC | Cash | TDY | 30.000 | 59.600 | 1,788.00 | 1.38% | | 1,523.10 | 264.90 |
| TENNECO INC. FROMLY TENNECO INCORPORATED | Cash | TEN | 59.000 | 38.500 | 2,271.50 | 1.76% | | 1,350.15 | 921.35 |
| TEXTAINER GROUP HOLDINGS LTD ISIN #BMG8766E1093 | Cash | TGH | 64.000 | 33.220 | 2,126.08 | 1.65% | 94.72 | 968.70 | 1,157.38 |
| THOMAS & BETTS CORPORATION | Cash | TNB | 32.000 | 72.230 | 2,311.36 | 1.79% | | 1,169.60 | 1,141.76 |
| TITAN INTERNATIONAL INC. | Cash | TWI | 82.000 | 24.640 | 2,020.48 | 1.56% | 1.64 | 1,420.24 | 600.24 |
| TRIANGLE CAPITAL CORP | Cash | TCAP | 96.000 | 19.500 | 1,872.00 | 1.45% | 180.48 | 1,528.32 | 343.68 |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 63.800 | 1,850.20 | 1.43% | 4.64 | 624.30 | 1,225.90 |
| UIL HOLDING CO | Cash | UIL | 61.000 | 35.250 | 2,150.25 | 1.67% | 105.41 | 2,109.38 | 40.87 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| VIROPHARMA INC | Cash | VPHM | 56.000 | 32.060 | 1,795.36 | 1.39% | | 1,768.48 | 26.88 |
| WALTER INV MGMT CORP | Cash | WAC | 96.000 | 20.380 | 1,956.48 | 1.52% | | 1,693.03 | 263.45 |
| WORLD ACCEPTANCE CORP DEL | Cash | WRLD | 31.000 | 63.520 | 1,969.12 | 1.53% | | 1,246.03 | 723.09 |
| **Total Equities** | | | | | **126,735.02** | **98.14%** | **1,841.38** | **97,487.84** | **29,247.18** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/01 | Taxable Dividend | CONSOLIDATED COMMUNICATIONS HOLDINGS INC<br>CNSL on 52.000000 PD:2012-02-01 | Cash | CNSL | 20.14 |
| 02/15 | Taxable Dividend | OMEGA HEALTHCARE INVS INC<br>OHI on 101.000000 PD:2012-02-15 | Cash | OHI | 41.41 |
| 02/29 | Taxable Dividend | LTC PROPERTIES INCORPORATE<br>LTC on 61.000000 PD:2012-02-29 | Cash | LTC | 8.85 |
| 02/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **70.42** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/07 | Sell | OPNET TECHNOLOGIES INC<br>Reported Price: 37.86000 | Cash | OPNT | (45.000) | 37.860 | 1,703.67 |
| 02/14 | Sell | MEADOWBROOK INSURANCE GROUP INCORPORATED<br>Reported Price: 9.54010 | Cash | MIG | (175.000) | 9.540 | 1,669.49 |
| 02/15 | Sell | JAZZ PHARMACEUTICALS PLC<br>ISIN #IE00B4Q5ZN47<br>Reported Price: 49.47010 | Cash | JAZZ | (4.000) | 49.470 | 197.88 |
| 02/15 | Sell | WESBANCO INC<br>Reported Price: 19.70000 | Cash | WSBC | (94.000) | 19.700 | 1,851.77 |
| 02/15 | Sell | W&T OFFSHORE INC<br>Reported Price: 23.24000 | Cash | WTI | (90.000) | 23.240 | 2,091.56 |
| 02/15 | Sell | TENNECO INC.<br>FROMLY<br>Reported Price: 37.63010 | Cash | TEN | (11.000) | 37.630 | 413.92 |
| 02/15 | Sell | SYNNEX CORP<br>Reported Price: 39.49010 | Cash | SNX | (7.000) | 39.490 | 276.43 |
| 02/15 | Sell | SUPER MICRO COMPUTER INC<br>Reported Average Price: 17.00000 | Cash | SMCI | (120.000) | 17.000 | 2,039.96 |
| 02/15 | Sell | PERFICIENT INC<br>Reported Price: 12.25000 | Cash | PRFT | (30.000) | 12.250 | 367.49 |
| 02/15 | Sell | PEP BOYS MANNY,MOE, & JACK<br>Reported Price: 15.06050 | Cash | PBY | (168.000) | 15.060 | 2,530.11 |
| 02/15 | Sell | PARAMETRIC TECHNOLOGY CORP NEW<br>Reported Price: 27.40010 | Cash | PMTC | (11.000) | 27.400 | 301.39 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/15 | Sell | MEDICIS PHARMACEUTICAL CORP (NEW)<br>Reported Price: 33.84000 | Cash | MRX | (48.000) | 33.840 | 1,624.29 |
| 02/15 | Sell | KEYNOTE SYSTEMS INC<br>Reported Price: 19.44000 | Cash | KEYN | (90.000) | 19.440 | 1,749.57 |
| 02/15 | Sell | HEARTLAND PAYMENT SYSTEMS INC<br>Reported Price: 28.45000 | Cash | HPY | (8.000) | 28.450 | 227.60 |
| 02/15 | Sell | HANGER ORTHOPEDIC GROUP INC<br>Reported Price: 20.97000 | Cash | HGR | (13.000) | 20.970 | 272.61 |
| 02/15 | Sell | GEORESOURCES INCORPORATED<br>Reported Price: 32.37010 | Cash | GEOI | (6.000) | 32.370 | 194.22 |
| 02/15 | Sell | DARLING INTERNATIONAL INC<br>Reported Price: 15.91010 | Cash | DAR | (143.000) | 15.910 | 2,275.10 |
| 02/15 | Sell | CENTENE CORPORATION<br>Reported Price: 49.50000 | Cash | CNC | (4.000) | 49.500 | 198.00 |
| 02/15 | Sell | ASCENA RETAIL GROUP INC<br>Reported Price: 36.62000 | Cash | ASNA | (8.000) | 36.620 | 292.95 |
| 02/15 | Sell | ARCTIC CAT INC.<br>Reported Price: 34.91000 | Cash | ACAT | (26.000) | 34.910 | 907.64 |
| 02/15 | Sell | ANN INC<br>Reported Price: 23.63500 | Cash | ANN | (78.000) | 23.635 | 1,843.50 |
| **Total Securities Sold/Matured** | | | | | | | **23,029.15** |

## Account Activity

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 02/02 | Stock Split | CANTEL MEDICAL CORPORATION<br>CMN on 58.000000 PD:2012-02-01 | Cash | CMN | 29.000 | |

**Total Securities Received**

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/07 | Buy | ACI WORLDWIDE INC<br>Reported Price: 35.58000 | Cash | ACIW | 54.000 | 35.580 | (1,921.32) |
| 02/14 | Buy | MAIDEN HOLDINGS LTD<br>Reported Average Price: 9.34876 | Cash | MHLD | 216.000 | 9.349 | (2,019.33) |
| 02/15 | Buy | WORLD ACCEPTANCE CORP DEL<br>Reported Price: 64.96990 | Cash | WRLD | 5.000 | 64.970 | (324.85) |
| 02/15 | Buy | WALTER INV MGMT CORP<br>Reported Price: 20.72990 | Cash | WAC | 20.000 | 20.730 | (414.60) |
| 02/15 | Buy | VIROPHARMA INC<br>Reported Price: 31.58000 | Cash | VPHM | 56.000 | 31.580 | (1,768.48) |
| 02/15 | Buy | STONE ENERGY CORPORATION<br>Reported Price: 33.75000 | Cash | SGY | 56.000 | 33.750 | (1,890.00) |
| 02/15 | Buy | STANDARD MOTORS PRODUCTS INCORPORATED CLASS - A<br>Reported Price: 24.02000 | Cash | SMP | 93.000 | 24.020 | (2,233.86) |
| 02/15 | Buy | SIRONA DENTAL SYSTEMS INC<br>Reported Price: 45.96990 | Cash | SIRO | 5.000 | 45.970 | (229.85) |
| 02/15 | Buy | SCHWEITZER-MAUDUIT INTL INC<br>Reported Price: 71.20990 | Cash | SWM | 3.000 | 71.210 | (213.63) |
| 02/15 | Buy | MANHATTAN ASSOCIATES INC<br>Reported Average Price: 46.49000 | Cash | MANH | 41.000 | 46.490 | (1,906.09) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/15 | Buy | MTS SYSTEMS CORPORATION<br>Reported Price: 48.65990 | Cash | MTSC | 39.000 | 48.660 | (1,897.74) |
| 02/15 | Buy | INNOPHOS HOLDINGS INC<br>Reported Price: 49.12990 | Cash | IPHS | 5.000 | 49.130 | (245.65) |
| 02/15 | Buy | HSN INC<br>Reported Price: 36.29990 | Cash | HSNI | 6.000 | 36.300 | (217.80) |
| 02/15 | Buy | GENESCO INCORPORATED<br>Reported Price: 68.84990 | Cash | GCO | 34.000 | 68.850 | (2,340.90) |
| 02/15 | Buy | FIRST MERCHANTS CORPORATION<br>Reported Average Price: 10.72000 | Cash | FRME | 191.000 | 10.720 | (2,047.52) |
| 02/15 | Buy | ELIZABETH ARDEN INC<br>Reported Price: 39.10990 | Cash | RDEN | 56.000 | 39.110 | (2,190.15) |
| 02/15 | Buy | BANK OF THE OZARKS<br>Reported Price: 29.06000 | Cash | OZRK | 7.000 | 29.060 | (203.42) |
| 02/15 | Buy | ASTRONICS CORPORATION<br>Reported Price: 35.88990 | Cash | ATRO | 8.000 | 35.890 | (287.12) |
| 02/15 | Buy | AMTRUST FINANCIAL SERVICES INC<br>Reported Price: 27.07990 | Cash | AFSI | 11.000 | 27.080 | (297.88) |
| **Total Securities Purchased** | | | | | | | **(22,650.19)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 70.40 | | 262.12 | |

## Other Important Information

### Income Summary (continued)

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Money Market | 0.02 | | 0.04 | |
| **Total Income** | **70.42** | | **262.16** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **23,029.15** | **23,029.15** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/31/12 | Beginning Balance | | 1,920.18 |
| 02/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 20.14 | 1,940.32 |
| 02/10/12 | Sweep from Dreyfus 696 General MMKT Cl B | (217.65) | 1,722.67 |
| 02/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 41.41 | 1,764.08 |
| 02/17/12 | Sweep from Dreyfus 696 General MMKT Cl B | (349.84) | 1,414.24 |
| 02/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 946.45 | 2,360.69 |
| 02/29/12 | Accumulated Earnings Posted | 0.02 | 2,360.71 |
| 02/29/12 | Sweep to Dreyfus 696 General MMKT Cl B | 8.85 | 2,369.56 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/06/12 | Dividend | TEXTAINER GROUP HOLDINGS LTD ISIN #BMG8766E1093 | TGH | 23.68 |
| 03/14/12 | Dividend | NU SKIN ENTERPRISES INC | NUS | 8.20 |
| 03/15/12 | Dividend | BUCKEYE TECHNOLOGIES INC | BKI | 2.94 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/15/12 | Dividend | AVISTA CORP | AVA | 24.94 |
| 03/22/12 | Dividend | SCHWEITZER-MAUDUIT INTL INC | SWM | 3.30 |
| **Total** | | | | **63.06** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
February 29, 2012 to March 30, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Dana Investment Advisors LP
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 3,659.34 | 128,752.38 | 132,411.72 |
| Total Assets Held in Account | | 3,659.34 | 128,752.38 | 132,411.72 |

URGENT INFORMATION ABOUT YOUR ACCOUNT. ON THE LAST PAGE OF YOUR MARCH STATEMENT IS A TIME SENSITIVE NOTICE, TITLED VERIFICATION OF CUSTOMER INFORMATION. PLEASE REVIEW THIS NOTICE AND CONTACT YOUR FINANCIAL ADVISOR AS SOON AS POSSIBLE, IF ANY INFORMATION HAS CHANGED.

Paperless Statements and Confirms: We are excited to announce that you can now stop the delivery of your paper statements and confirms. Please visit the ClientEXP website,https://clientexp.swst.com/SWS/LogIn, to enroll for eDelivery of all of your Southwest Securities account documents. You may register for access to ClientEXP as well as sign up for eDelivery at this site. If you need any assistance or have any questions please contact your Financial Advisor.

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Dana Investment Advisors LP**

**Statement Period**
February 29, 2012 to March 30, 2012

**Page**

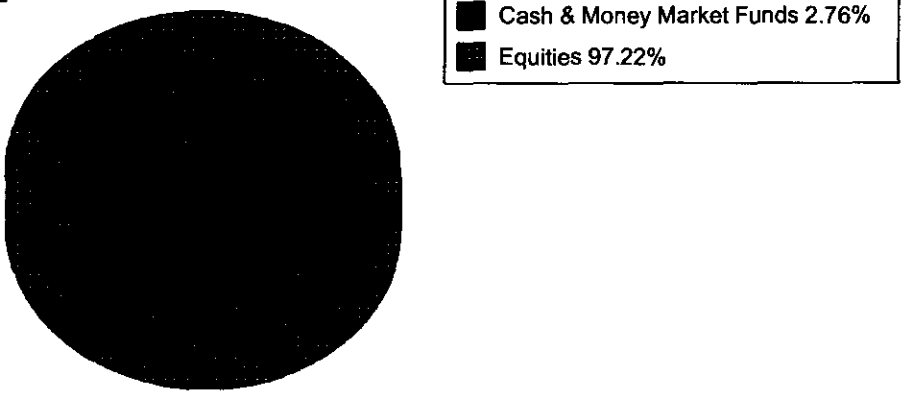

## Account Summary

| | 02/29/12 Value | 03 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,369.56 | 3,659.34 |
| Equities | 126,735.02 | 128,752.38 |
| **Total Account Value** | **129,104.58** | **132,411.72** |
| **Net Account Value** | **129,104.58** | **132,411.72** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,369.56 | 126,735.02 | 129,104.58 |
| Funds Deposited | | | |
| Income Activity | 185.16 | | 185.16 |
| Securities Sold/Matured | 3,414.91 | (3,414.91) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (2,310.29) | 2,310.29 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,121.97 | 3,121.97 |
| **Ending Balance** | **3,659.34** | **128,752.38** | **132,411.72** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on March 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on March 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 3,659.34 | 2.76% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **3,659.34** | **2.76%** | | | |
| **Equities** | | | | | | | | | |
| ACI WORLDWIDE INC | Cash | ACIW | 47.000 | 40.270 | 1,892.69 | 1.43% | | 1,672.26 | 220.43 |
| AMTRUST FINANCIAL SERVICES INC | Cash | AFSI | 77.000 | 26.880 | 2,069.76 | 1.56% | 27.72 | 1,181.52 | 888.24 |
| ANIXTER INTERNATIONAL INC | Cash | AXE | 28.000 | 72.530 | 2,030.84 | 1.53% | | 1,485.96 | 544.88 |
| ARCTIC CAT INC. | Cash | ACAT | 56.000 | 42.840 | 2,399.04 | 1.81% | | 1,130.64 | 1,268.40 |
| ASCENA RETAIL GROUP INC | Cash | ASNA | 53.000 | 44.320 | 2,348.96 | 1.77% | | 1,395.01 | 953.95 |
| ASHFORD HOSPITALITY TRUST INC | Cash | AHT | 223.000 | 9.010 | 2,009.23 | 1.52% | 98.12 | 2,154.21 | (144.98) |
| ASTEC INDUSTRIES INC | Cash | ASTE | 54.000 | 36.480 | 1,969.92 | 1.49% | | 1,713.68 | 256.24 |
| ASTRONICS CORPORATION | Cash | ATRO | 55.000 | 34.960 | 1,922.80 | 1.45% | | 1,230.37 | 692.43 |
| ATWOOD OCEANICS INCORPORATED | Cash | ATW | 43.000 | 44.890 | 1,930.27 | 1.46% | | 1,418.91 | 511.36 |
| AVISTA CORP | Cash | AVA | 86.000 | 25.580 | 2,199.88 | 1.66% | 99.76 | 1,767.47 | 432.41 |
| BANK OF THE OZARKS | Cash | OZRK | 70.000 | 31.260 | 2,188.20 | 1.65% | 30.80 | 1,141.40 | 1,046.80 |
| BGC PARTNERS INC-CL A | Cash | BGCP | 279.000 | 7.405 | 2,065.99 | 1.56% | 189.72 | 2,279.69 | (213.70) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BUCKEYE TECHNOLOGIES INC | Cash | BKI | 42.000 | 33.970 | 1,426.74 | 1.08% | 11.76 | 808.50 | 618.24 |
| CABELAS INC | Cash | CAB | 61.000 | 38.150 | 2,327.15 | 1.76% | | 961.48 | 1,365.67 |
| CACI INTERNATIONAL INC CL A | Cash | CACI | 29.000 | 62.290 | 1,806.41 | 1.36% | | 1,614.72 | 191.69 |
| CANTEL MEDICAL CORPORATION | Cash | CMN | 75.000 | 25.090 | 1,881.75 | 1.42% | 6.98 | 856.20 | 1,025.55 |
| CATALYST HEALTH SOLUTIONS INC | Cash | CHSI | 29.000 | 63.730 | 1,848.17 | 1.40% | | 1,216.72 | 631.45 |
| CENTENE CORPORATION | Cash | CNC | 36.000 | 48.970 | 1,762.92 | 1.33% | | 1,369.44 | 393.48 |
| COLONY FINANCIAL INC | Cash | CLNY | 130.000 | 16.380 | 2,129.40 | 1.61% | 176.80 | 2,586.66 | (457.26) |
| COMMUNITY BANK SYSTEM INC | Cash | CBU | 69.000 | 28.780 | 1,985.82 | 1.50% | 71.76 | 1,436.62 | 549.20 |
| COMMUNITY TRUST BANCORPORATION INC | Cash | CTBI | 62.000 | 32.070 | 1,988.34 | 1.50% | 76.88 | 1,666.61 | 321.73 |
| CONSOLIDATED COMMUNICATIONS HOLDINGS INC | Cash | CNSL | 52.000 | 19.630 | 1,020.76 | 0.77% | 80.60 | 906.14 | 114.62 |
| DSW INC-CLASS A | Cash | DSW | 41.000 | 54.770 | 2,245.57 | 1.70% | 24.60 | 1,169.33 | 1,076.24 |
| DXP ENTERPRISES INC | Cash | DXPE | 45.000 | 43.490 | 1,957.05 | 1.48% | | 927.90 | 1,029.15 |
| DYCOM INDUSTRIES INC | Cash | DY | 86.000 | 23.360 | 2,008.96 | 1.52% | | 1,700.22 | 308.74 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| ELIZABETH ARDEN INC | Cash | RDEN | 63.000 | 34.980 | 2,203.74 | 1.66% | | 2,445.93 | (242.19) |
| ENSIGN GROUP INC/THE | Cash | ENSG | 67.000 | 27.160 | 1,819.72 | 1.37% | 16.08 | 1,248.80 | 570.92 |
| FEI CO | Cash | FEIC | 42.000 | 49.110 | 2,062.62 | 1.56% | | 1,378.02 | 684.60 |
| FIRST MERCHANTS CORPORATION | Cash | FRME | 191.000 | 12.340 | 2,356.94 | 1.78% | 7.64 | 2,047.52 | 309.42 |
| GENESCO INCORPORATED | Cash | GCO | 34.000 | 71.650 | 2,436.10 | 1.84% | | 2,340.90 | 95.20 |
| GEORESOURCES INCORPORATED | Cash | GEOI | 58.000 | 32.740 | 1,898.92 | 1.43% | | 904.32 | 994.60 |
| HANGER ORTHOPEDIC GROUP INC | Cash | HGR | 83.000 | 21.860 | 1,814.38 | 1.37% | | 1,305.52 | 508.86 |
| HEARTLAND PAYMENT SYSTEMS INC | Cash | HPY | 68.000 | 28.840 | 1,961.12 | 1.48% | 16.32 | 1,498.64 | 462.48 |
| HELIX ENERGY SOLUTIONS GROUP INC | Cash | HLX | 102.000 | 17.800 | 1,815.60 | 1.37% | | 1,551.42 | 264.18 |
| HSN INC | Cash | HSNI | 59.000 | 38.030 | 2,243.77 | 1.69% | 29.50 | 2,088.70 | 155.07 |
| INNOPHOS HOLDINGS INC | Cash | IPHS | 32.000 | 50.120 | 1,603.84 | 1.21% | 34.56 | 1,043.50 | 560.34 |
| JAZZ PHARMACEUTICALS PLC ISIN #IE00B4Q5ZN47 | Cash | JAZZ | 36.000 | 48.470 | 1,744.92 | 1.32% | | 1,235.05 | 509.87 |
| KADANT INC | Cash | KAI | 86.000 | 23.820 | 2,048.52 | 1.55% | | 2,060.32 | (11.80) |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| LTC PROPERTIES INCORPORATE | Cash | LTC | 70.000 | 32.000 | 2,240.00 | 1.69% | 121.80 | 2,002.20 | 237.80 |
| MAIDEN HOLDINGS LTD | Cash | MHLD | 216.000 | 9.000 | 1,944.00 | 1.47% | 69.12 | 2,019.33 | (75.33) |
| MANHATTAN ASSOCIATES INC | Cash | MANH | 41.000 | 47.530 | 1,948.73 | 1.47% | | 1,906.09 | 42.64 |
| MTS SYSTEMS CORPORATION | Cash | MTSC | 39.000 | 53.090 | 2,070.51 | 1.56% | 39.00 | 1,897.74 | 172.77 |
| MWI VETERINARY SUPPLY INC | Cash | MWIV | 23.000 | 88.000 | 2,024.00 | 1.53% | | 1,367.17 | 656.83 |
| NEWMARKET CORP | Cash | NEU | 9.000 | 187.400 | 1,686.60 | 1.27% | 27.00 | 1,733.70 | (47.10) |
| NU SKIN ENTERPRISES INC | Cash | NUS | 37.000 | 57.910 | 2,142.67 | 1.62% | 29.60 | 1,006.76 | 1,135.91 |
| OMEGA HEALTHCARE INVS INC | Cash | OHI | 101.000 | 21.260 | 2,147.26 | 1.62% | 165.64 | 1,947.81 | 199.45 |
| OSI SYSTEMS INC<br>state incorporation chng frm California<br>to Delaware | Cash | OSIS | 31.000 | 61.300 | 1,900.30 | 1.44% | | 894.66 | 1,005.64 |
| PARAMETRIC TECHNOLOGY CORP NEW | Cash | PMTC | 70.000 | 27.940 | 1,955.80 | 1.48% | | 1,124.19 | 831.61 |
| PERFICIENT INC | Cash | PRFT | 157.000 | 12.010 | 1,885.57 | 1.42% | | 1,215.93 | 669.64 |
| SCHWEITZER-MAUDUIT INTL INC | Cash | SWM | 22.000 | 69.060 | 1,519.32 | 1.15% | 13.20 | 1,388.21 | 131.11 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SIRONA DENTAL SYSTEMS INC | Cash | SIRO | 39.000 | 51.540 | 2,010.06 | 1.52% | | 1,460.95 | 549.11 |
| STANDARD MOTORS PRODUCTS INCORPORATED CLASS - A | Cash | SMP | 129.000 | 17.740 | 2,288.46 | 1.73% | 46.44 | 2,900.58 | (612.12) |
| STONE ENERGY CORPORATION | Cash | SGY | 63.000 | 28.590 | 1,801.17 | 1.36% | | 2,097.62 | (296.45) |
| SYNNEX CORP | Cash | SNX | 44.000 | 38.140 | 1,678.16 | 1.27% | | 701.04 | 977.12 |
| TELEDYNE TECHNOLOGIES INC | Cash | TDY | 30.000 | 63.050 | 1,891.50 | 1.43% | | 1,523.10 | 368.40 |
| TENNECO INC. FROMLY TENNECO INCORPORATED | Cash | TEN | 59.000 | 37.150 | 2,191.85 | 1.66% | | 1,350.15 | 841.70 |
| TEXTAINER GROUP HOLDINGS LTD ISIN #BMG8766E1093 | Cash | TGH | 64.000 | 33.900 | 2,169.60 | 1.64% | 94.72 | 968.70 | 1,200.90 |
| THOMAS & BETTS CORPORATION | Cash | TNB | 28.000 | 71.910 | 2,013.48 | 1.52% | | 1,023.40 | 990.08 |
| TITAN INTERNATIONAL INC. | Cash | TWI | 82.000 | 23.650 | 1,939.30 | 1.46% | 1.64 | 1,420.24 | 519.06 |
| TRIANGLE CAPITAL CORP | Cash | TCAP | 111.000 | 19.750 | 2,192.25 | 1.66% | 208.68 | 1,823.82 | 368.43 |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 62.660 | 1,817.14 | 1.37% | 4.64 | 624.30 | 1,192.84 |
| UIL HOLDING CO | Cash | UIL | 61.000 | 34.760 | 2,120.36 | 1.60% | 105.41 | 2,109.38 | 10.98 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| VIROPHARMA INC | Cash | VPHM | 56.000 | 30.070 | 1,683.92 | 1.27% | | 1,768.48 | (84.56) |
| WALTER INV MGMT CORP | Cash | WAC | 96.000 | 22.550 | 2,164.80 | 1.63% | | 1,693.03 | 471.77 |
| WORLD ACCEPTANCE CORP DEL | Cash | WRLD | 31.000 | 61.250 | 1,898.75 | 1.43% | | 1,246.03 | 652.72 |
| **Total Equities** | | | | | **128,752.38** | **97.22%** | **1,926.49** | **98,154.88** | **30,597.49** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/06 | Taxable Dividend | TEXTAINER GROUP HOLDINGS LTD<br>ISIN #BMG8766E1093<br>TGH on 64.000000 PD:2012-03-06 | Cash | TGH | 23.68 |
| 03/14 | Taxable Dividend | NU SKIN ENTERPRISES INC<br>NUS on 41.000000 PD:2012-03-14 | Cash | NUS | 8.20 |
| 03/15 | Taxable Dividend | TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT<br>TGI on 29.000000 PD:2012-03-15 | Cash | TGI | 1.16 |
| 03/15 | Taxable Dividend | HEARTLAND PAYMENT SYSTEMS INC<br>HPY on 68.000000 PD:2012-03-15 | Cash | HPY | 4.08 |
| 03/15 | Taxable Dividend | BUCKEYE TECHNOLOGIES INC<br>BKI on 42.000000 PD:2012-03-15 | Cash | BKI | 2.94 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/15 | Taxable Dividend | AVISTA CORP<br>AVA on 86.000000 PD:2012-03-15 | Cash | AVA | 24.94 |
| 03/19 | Taxable Dividend | FIRST MERCHANTS CORPORATION<br>FRME on 191.000000 PD:2012-03-19 | Cash | FRME | 1.91 |
| 03/21 | Taxable Dividend | HSN INC<br>HSNI on 59.000000 PD:2012-03-21 | Cash | HSNI | 7.38 |
| 03/22 | Taxable Dividend | SCHWEITZER-MAUDUIT INTL INC<br>SWM on 22.000000 PD:2012-03-22 | Cash | SWM | 3.30 |
| 03/28 | Taxable Dividend | TRIANGLE CAPITAL CORP<br>TCAP on 96.000000 PD:2012-03-28 | Cash | TCAP | 45.12 |
| 03/28 | Taxable Dividend | BGC PARTNERS INC-CL A<br>BGCP on 279.000000 PD:2012-03-28 | Cash | BGCP | 47.43 |
| 03/30 | Taxable Dividend | LTC PROPERTIES INCORPORATE<br>LTC on 61.000000 PD:2012-03-30 | Cash | LTC | 8.85 |
| 03/30 | Taxable Dividend | DSW INC-CLASS A<br>DSW on 41.000000 PD:2012-03-30 | Cash | DSW | 6.15 |
| 03/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **185.16** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/27 | Sell | THOMAS & BETTS CORPORATION<br>Reported Price: 71.63010 | Cash | TNB | (4.000) | 71.630 | 286.51 |
| 03/27 | Sell | SYNNEX CORP<br>Reported Price: 43.84010 | Cash | SNX | (5.000) | 43.840 | 219.20 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/27 | Sell | OSI SYSTEMS INC<br>state incorporation chng frm California<br>Reported Price: 62.57010 | Cash | OSIS | (4.000) | 62.570 | 250.28 |
| 03/27 | Sell | NU SKIN ENTERPRISES INC<br>Reported Price: 61.11000 | Cash | NUS | (4.000) | 61.110 | 244.44 |
| 03/27 | Sell | DXP ENTERPRISES INC<br>Reported Price: 45.00010 | Cash | DXPE | (10.000) | 45.000 | 449.99 |
| 03/27 | Sell | CANTEL MEDICAL CORPORATION<br>Reported Price: 25.24000 | Cash | CMN | (12.000) | 25.240 | 302.87 |
| 03/27 | Sell | CABELAS INC<br>Reported Price: 39.55000 | Cash | CAB | (19.000) | 39.550 | 751.44 |
| 03/27 | Sell | ASCENA RETAIL GROUP INC<br>Reported Price: 45.19000 | Cash | ASNA | (7.000) | 45.190 | 316.32 |
| 03/27 | Sell | ARCTIC CAT INC.<br>Reported Price: 43.12010 | Cash | ACAT | (7.000) | 43.120 | 301.83 |
| 03/27 | Sell | ACI WORLDWIDE INC<br>Reported Price: 41.72000 | Cash | ACIW | (7.000) | 41.720 | 292.03 |
| **Total Securities Sold/Matured** | | | | | | | **3,414.91** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/27 | Buy | TRIANGLE CAPITAL CORP<br>Reported Price: 19.70000 | Cash | TCAP | 15.000 | 19.700 | (295.50) |
| 03/27 | Buy | STONE ENERGY CORPORATION<br>Reported Price: 29.65990 | Cash | SGY | 7.000 | 29.660 | (207.62) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/27 | Buy | STANDARD MOTORS PRODUCTS INCORPORATED CLASS - A<br>Reported Price: 18.51990 | Cash | SMP | 36.000 | 18.520 | (666.72) |
| 03/27 | Buy | NEWMARKET CORP<br>Reported Price: 190.93000 | Cash | NEU | 2.000 | 190.930 | (381.86) |
| 03/27 | Buy | LTC PROPERTIES INCORPORATE<br>Reported Price: 31.49990 | Cash | LTC | 9.000 | 31.500 | (283.50) |
| 03/27 | Buy | ELIZABETH ARDEN INC<br>Reported Price: 36.53990 | Cash | RDEN | 7.000 | 36.540 | (255.78) |
| 03/27 | Buy | COLONY FINANCIAL INC<br>Reported Price: 16.86990 | Cash | CLNY | 13.000 | 16.870 | (219.31) |
| **Total Securities Purchased** | | | | | | | **(2,310.29)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 185.14 | | 447.26 | |
| Money Market | 0.02 | | 0.06 | |
| **Total Income** | **185.16** | | **447.32** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **3,414.91** | **26,444.06** |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 02/29/12 | Beginning Balance | | 2,369.56 |
| 03/07/12 | Sweep to Dreyfus 696 General MMKT Cl B | 23.68 | 2,393.24 |
| 03/14/12 | Sweep to Dreyfus 696 General MMKT Cl B | 8.20 | 2,401.44 |
| 03/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 33.12 | 2,434.56 |
| 03/19/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1.91 | 2,436.47 |
| 03/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 7.38 | 2,443.85 |
| 03/22/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3.30 | 2,447.15 |
| 03/28/12 | Sweep to Dreyfus 696 General MMKT Cl B | 92.55 | 2,539.70 |
| 03/30/12 | Accumulated Earnings Posted | 0.02 | 2,539.72 |
| 03/30/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,119.62 | 3,659.34 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/01/12 | Dividend | COMMUNITY TRUST BANCORPORATION INC | CTBI | 19.22 |
| 04/02/12 | Dividend | NEWMARKET CORP | NEU | 5.25 |
| 04/02/12 | Dividend | MTS SYSTEMS CORPORATION | MTSC | 9.75 |
| 04/02/12 | Dividend | UIL HOLDING CO | UIL | 26.35 |
| 04/10/12 | Dividend | COMMUNITY BANK SYSTEM INC | CBU | 17.94 |
| **Total** | | | | **78.51** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
March 30, 2012 to April 30, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Dana Investment Advisors LP
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 3,368.61 | 128,627.10 | 131,995.71 |
| Total Assets Held in Account | | 3,368.61 | 128,627.10 | 131,995.71 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Dana Investment Advisors LP**

**Statement Period**
March 30, 2012 to April 30, 2012



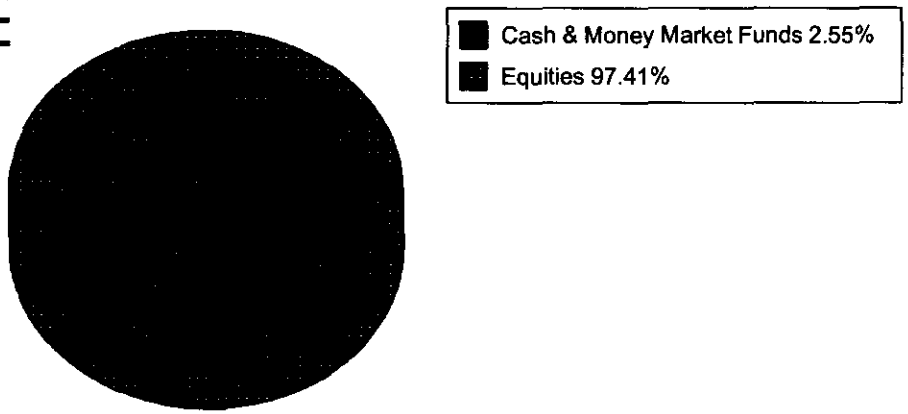
## Account Summary

| | 03/30/12 Value | 04 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 3,659.34 | 3,368.61 |
| Equities | 128,752.38 | 128,627.10 |
| **Total Account Value** | **132,411.72** | **131,995.71** |
| **Net Account Value** | **132,411.72** | **131,995.71** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 3,659.34 | 128,752.38 | 132,411.72 |
| Funds Deposited | | | |
| Income Activity | 203.10 | | 203.10 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | (493.83) | | (493.83) |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | (125.28) | (125.28) |
| **Ending Balance** | **3,368.61** | **128,627.10** | **131,995.71** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on April 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on April 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 3,368.61 | 2.55% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **3,368.61** | **2.55%** | | | |
| **Equities** | | | | | | | | | |
| ACI WORLDWIDE INC | Cash | ACIW | 47.000 | 39.860 | 1,873.42 | 1.42% | | 1,672.26 | 201.16 |
| AMTRUST FINANCIAL SERVICES INC | Cash | AFSI | 77.000 | 27.240 | 2,097.48 | 1.59% | 27.72 | 1,181.52 | 915.96 |
| ANIXTER INTERNATIONAL INC | Cash | AXE | 28.000 | 68.580 | 1,920.24 | 1.45% | | 1,485.96 | 434.28 |
| ARCTIC CAT INC. | Cash | ACAT | 56.000 | 44.240 | 2,477.44 | 1.88% | | 1,130.64 | 1,346.80 |
| ASCENA RETAIL GROUP INC | Cash | ASNA | 106.000 | 20.480 | 2,170.88 | 1.64% | | 1,395.01 | 775.87 |
| ASHFORD HOSPITALITY TRUST INC | Cash | AHT | 223.000 | 8.540 | 1,904.42 | 1.44% | 98.12 | 2,154.21 | (249.79) |
| ASTEC INDUSTRIES INC | Cash | ASTE | 54.000 | 31.290 | 1,689.66 | 1.28% | | 1,713.68 | (24.02) |
| ASTRONICS CORPORATION | Cash | ATRO | 55.000 | 31.750 | 1,746.25 | 1.32% | | 1,230.37 | 515.88 |
| ATWOOD OCEANICS INCORPORATED | Cash | ATW | 43.000 | 44.330 | 1,906.19 | 1.44% | | 1,418.91 | 487.28 |
| AVISTA CORP | Cash | AVA | 86.000 | 26.440 | 2,273.84 | 1.72% | 99.76 | 1,767.47 | 506.37 |
| BANK OF THE OZARKS | Cash | OZRK | 70.000 | 30.900 | 2,163.00 | 1.64% | 33.60 | 1,141.40 | 1,021.60 |
| BGC PARTNERS INC-CL A | Cash | BGCP | 279.000 | 6.970 | 1,944.63 | 1.47% | 189.72 | 2,279.69 | (335.06) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BUCKEYE TECHNOLOGIES INC | Cash | BKI | 42.000 | 32.410 | 1,361.22 | 1.03% | 13.44 | 808.50 | 552.72 |
| CABELAS INC | Cash | CAB | 61.000 | 37.810 | 2,306.41 | 1.75% | | 961.48 | 1,344.93 |
| CACI INTERNATIONAL INC CL A | Cash | CACI | 29.000 | 61.130 | 1,772.77 | 1.34% | | 1,614.72 | 158.05 |
| CANTEL MEDICAL CORPORATION | Cash | CMN | 75.000 | 23.480 | 1,761.00 | 1.33% | 6.98 | 856.20 | 904.80 |
| CATALYST HEALTH SOLUTIONS INC | Cash | CHSI | 29.000 | 86.370 | 2,504.73 | 1.90% | | 1,216.72 | 1,288.01 |
| CENTENE CORPORATION | Cash | CNC | 36.000 | 39.590 | 1,425.24 | 1.08% | | 1,369.44 | 55.80 |
| COLONY FINANCIAL INC | Cash | CLNY | 130.000 | 16.990 | 2,208.70 | 1.67% | 176.80 | 2,586.66 | (377.96) |
| COMMUNITY BANK SYSTEM INC | Cash | CBU | 69.000 | 28.120 | 1,940.28 | 1.47% | 71.76 | 1,436.62 | 503.66 |
| COMMUNITY TRUST BANCORPORATION INC | Cash | CTBI | 62.000 | 31.950 | 1,980.90 | 1.50% | 76.88 | 1,666.61 | 314.29 |
| CONSOLIDATED COMMUNICATIONS HOLDINGS INC | Cash | CNSL | 52.000 | 19.350 | 1,006.20 | 0.76% | 80.60 | 906.14 | 100.06 |
| DSW INC-CLASS A | Cash | DSW | 41.000 | 56.260 | 2,306.66 | 1.75% | 24.60 | 1,169.33 | 1,137.33 |
| DXP ENTERPRISES INC | Cash | DXPE | 45.000 | 43.370 | 1,951.65 | 1.48% | | 927.90 | 1,023.75 |
| DYCOM INDUSTRIES INC | Cash | DY | 86.000 | 23.390 | 2,011.54 | 1.52% | | 1,700.22 | 311.32 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| ELIZABETH ARDEN INC | Cash | RDEN | 63.000 | 38.980 | 2,455.74 | 1.86% | | 2,445.93 | 9.81 |
| ENSIGN GROUP INC/THE | Cash | ENSG | 67.000 | 26.710 | 1,789.57 | 1.36% | 16.08 | 1,248.80 | 540.77 |
| FEI CO | Cash | FEIC | 42.000 | 50.170 | 2,107.14 | 1.60% | | 1,378.02 | 729.12 |
| FIRST MERCHANTS CORPORATION | Cash | FRME | 191.000 | 12.330 | 2,355.03 | 1.78% | 7.64 | 2,047.52 | 307.51 |
| GENESCO INCORPORATED | Cash | GCO | 34.000 | 75.000 | 2,550.00 | 1.93% | | 2,340.90 | 209.10 |
| GEORESOURCES INCORPORATED | Cash | GEOI | 58.000 | 37.710 | 2,187.18 | 1.66% | | 904.32 | 1,282.86 |
| HANGER ORTHOPEDIC GROUP INC | Cash | HGR | 83.000 | 23.550 | 1,954.65 | 1.48% | | 1,305.52 | 649.13 |
| HEARTLAND PAYMENT SYSTEMS INC | Cash | HPY | 68.000 | 30.470 | 2,071.96 | 1.57% | 16.32 | 1,498.64 | 573.32 |
| HELIX ENERGY SOLUTIONS GROUP INC | Cash | HLX | 102.000 | 20.410 | 2,081.82 | 1.58% | | 1,551.42 | 530.40 |
| HSN INC | Cash | HSNI | 59.000 | 38.710 | 2,283.89 | 1.73% | 29.50 | 2,088.70 | 195.19 |
| INNOPHOS HOLDINGS INC | Cash | IPHS | 32.000 | 49.170 | 1,573.44 | 1.19% | 34.56 | 1,043.50 | 529.94 |
| JAZZ PHARMACEUTICALS PLC ISIN #IE00B4Q5ZN47 | Cash | JAZZ | 36.000 | 51.030 | 1,837.08 | 1.39% | | 1,235.05 | 602.03 |
| KADANT INC | Cash | KAI | 86.000 | 25.870 | 2,224.82 | 1.69% | | 2,060.32 | 164.50 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| LTC PROPERTIES INCORPORATE | Cash | LTC | 70.000 | 33.280 | 2,329.60 | 1.76% | 121.80 | 2,002.20 | 327.40 |
| MAIDEN HOLDINGS LTD | Cash | MHLD | 216.000 | 8.300 | 1,792.80 | 1.36% | 69.12 | 2,019.33 | (226.53) |
| MANHATTAN ASSOCIATES INC | Cash | MANH | 41.000 | 50.150 | 2,056.15 | 1.56% | | 1,906.09 | 150.06 |
| MTS SYSTEMS CORPORATION | Cash | MTSC | 39.000 | 47.970 | 1,870.83 | 1.42% | 39.00 | 1,897.74 | (26.91) |
| MWI VETERINARY SUPPLY INC | Cash | MWIV | 23.000 | 94.400 | 2,171.20 | 1.64% | | 1,367.17 | 804.03 |
| NEWMARKET CORP | Cash | NEU | 9.000 | 223.220 | 2,008.98 | 1.52% | 27.00 | 1,733.70 | 275.28 |
| NU SKIN ENTERPRISES INC | Cash | NUS | 37.000 | 53.300 | 1,972.10 | 1.49% | 29.60 | 1,006.76 | 965.34 |
| OMEGA HEALTHCARE INVS INC | Cash | OHI | 101.000 | 21.410 | 2,162.41 | 1.64% | 169.68 | 1,947.81 | 214.60 |
| OSI SYSTEMS INC<br>state incorporation chng frm California<br>to Delaware | Cash | OSIS | 31.000 | 66.860 | 2,072.66 | 1.57% | | 894.66 | 1,178.00 |
| PARAMETRIC TECHNOLOGY CORP NEW | Cash | PMTC | 70.000 | 21.580 | 1,510.60 | 1.14% | | 1,124.19 | 386.41 |
| PERFICIENT INC | Cash | PRFT | 157.000 | 12.010 | 1,885.57 | 1.43% | | 1,215.93 | 669.64 |
| SCHWEITZER-MAUDUIT INTL INC | Cash | SWM | 22.000 | 67.820 | 1,492.04 | 1.13% | 13.20 | 1,388.21 | 103.83 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SIRONA DENTAL SYSTEMS INC | Cash | SIRO | 39.000 | 50.510 | 1,969.89 | 1.49% | | 1,460.95 | 508.94 |
| STANDARD MOTORS PRODUCTS INCORPORATED CLASS - A | Cash | SMP | 129.000 | 15.070 | 1,944.03 | 1.47% | 46.44 | 2,900.58 | (956.55) |
| STONE ENERGY CORPORATION | Cash | SGY | 63.000 | 28.050 | 1,767.15 | 1.34% | | 2,097.62 | (330.47) |
| SYNNEX CORP | Cash | SNX | 44.000 | 38.090 | 1,675.96 | 1.27% | | 701.04 | 974.92 |
| TELEDYNE TECHNOLOGIES INC | Cash | TDY | 30.000 | 64.620 | 1,938.60 | 1.47% | | 1,523.10 | 415.50 |
| TENNECO INC. FROMLY TENNECO INCORPORATED | Cash | TEN | 59.000 | 30.830 | 1,818.97 | 1.38% | | 1,350.15 | 468.82 |
| TEXTAINER GROUP HOLDINGS LTD ISIN #BMG8766E1093 | Cash | TGH | 64.000 | 35.070 | 2,244.48 | 1.70% | 94.72 | 968.70 | 1,275.78 |
| THOMAS & BETTS CORPORATION | Cash | TNB | 28.000 | 71.910 | 2,013.48 | 1.53% | | 1,023.40 | 990.08 |
| TITAN INTERNATIONAL INC. | Cash | TWI | 82.000 | 28.890 | 2,368.98 | 1.79% | 1.64 | 1,420.24 | 948.74 |
| TRIANGLE CAPITAL CORP | Cash | TCAP | 111.000 | 20.210 | 2,243.31 | 1.70% | 208.68 | 1,823.82 | 419.49 |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 62.820 | 1,821.78 | 1.38% | 4.64 | 624.30 | 1,197.48 |
| UIL HOLDING CO | Cash | UIL | 61.000 | 34.370 | 2,096.57 | 1.59% | 105.41 | 2,109.38 | (12.81) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| VIROPHARMA INC | Cash | VPHM | 56.000 | 21.750 | 1,218.00 | 0.92% | | 1,768.48 | (550.48) |
| WALTER INV MGMT CORP | Cash | WAC | 96.000 | 20.230 | 1,942.08 | 1.47% | | 1,693.03 | 249.05 |
| WORLD ACCEPTANCE CORP DEL | Cash | WRLD | 31.000 | 66.510 | 2,061.81 | 1.56% | | 1,246.03 | 815.78 |
| **Total Equities** | | | | | **128,627.10** | **97.41%** | **1,935.01** | **98,154.88** | **30,472.22** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/02 | Taxable Dividend | UIL HOLDING CO<br>UIL on 61.000000 PD:2012-04-02 | Cash | UIL | 26.35 |
| 04/02 | Taxable Dividend | NEWMARKET CORP<br>NEU on 7.000000 PD:2012-04-02 | Cash | NEU | 5.25 |
| 04/02 | Taxable Dividend | MTS SYSTEMS CORPORATION<br>MTSC on 39.000000 PD:2012-04-02 | Cash | MTSC | 9.75 |
| 04/02 | Taxable Dividend | COMMUNITY TRUST BANCORPORATION INC<br>CTBI on 62.000000 PD:2012-04-01 | Cash | CTBI | 19.22 |
| 04/10 | Taxable Dividend | COMMUNITY BANK SYSTEM INC<br>CBU on 69.000000 PD:2012-04-10 | Cash | CBU | 17.94 |
| 04/13 | Taxable Dividend | COLONY FINANCIAL INC<br>CLNY on 130.000000 PD:2012-04-13 | Cash | CLNY | 44.20 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/16 | Taxable Dividend | MAIDEN HOLDINGS LTD<br>MHLD on 216.000000 PD:2012-04-16 | Cash | MHLD | 17.28 |
| 04/16 | Taxable Dividend | TITAN INTERNATIONAL INC.<br>TWI on 82.000000 PD:2012-04-16 | Cash | TWI | 0.41 |
| 04/16 | Taxable Dividend | ASHFORD HOSPITALITY TRUST INC<br>AHT on 223.000000 PD:2012-04-16 | Cash | AHT | 24.53 |
| 04/16 | Taxable Dividend | AMTRUST FINANCIAL SERVICES INC<br>AFSI on 77.000000 PD:2012-04-16 | Cash | AFSI | 6.93 |
| 04/20 | Taxable Dividend | BANK OF THE OZARKS<br>OZRK on 70.000000 PD:2012-04-20 | Cash | OZRK | 8.40 |
| 04/30 | Taxable Dividend | LTC PROPERTIES INCORPORATE<br>LTC on 70.000000 PD:2012-04-30 | Cash | LTC | 10.15 |
| 04/30 | Taxable Dividend | INNOPHOS HOLDINGS INC<br>IPHS on 32.000000 PD:2012-04-30 | Cash | IPHS | 8.64 |
| 04/30 | Taxable Dividend | ENSIGN GROUP INC/THE<br>ENSG on 67.000000 PD:2012-04-30 | Cash | ENSG | 4.02 |
| 04/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.03 |
| **Total Income Activity** | | | | | **203.10** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 04/04 | Stock Split | ASCENA RETAIL GROUP INC<br>ASNA on 53.000000 PD:2012-04-03 | Cash | ASNA | 53.000 | |
| **Total Securities Received** | | | | | | |

## Account Activity

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 04/23 | Journal | ADV FEE | Cash | | (493.83) |
| **Total Funds Withdrawn** | | | | | **(493.83)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 203.07 | | 650.33 | |
| Money Market | 0.03 | | 0.09 | |
| **Total Income** | **203.10** | | **650.42** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | | **26,444.06** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 03/30/12 | Beginning Balance | | 3,659.34 |
| 04/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 60.57 | 3,719.91 |
| 04/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 17.94 | 3,737.85 |
| 04/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 44.20 | 3,782.05 |
| 04/16/12 | Sweep to Dreyfus 696 General MMKT Cl B | 49.15 | 3,831.20 |
| 04/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 8.40 | 3,839.60 |
| 04/24/12 | Sweep from Dreyfus 696 General MMKT Cl B | (493.83) | 3,345.77 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/30/12 | Accumulated Earnings Posted | 0.03 | 3,345.80 |
| 04/30/12 | Sweep to Dreyfus 696 General MMKT Cl B | 22.81 | 3,368.61 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 05/01/12 | Dividend | CONSOLIDATED COMMUNICATIONS HOLDINGS INC | CNSL | 20.14 |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
April 30, 2012 to May 31, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Dana Investment Advisors LP
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 5,656.39 | 117,041.15 | 122,697.54 |
| Total Assets Held in Account | | 5,656.39 | 117,041.15 | 122,697.54 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Dana Investment Advisors LP**

| Statement Period | Page |
|---|---|
| April 30, 2012 to May 31, 2012 | 1 of 10 |

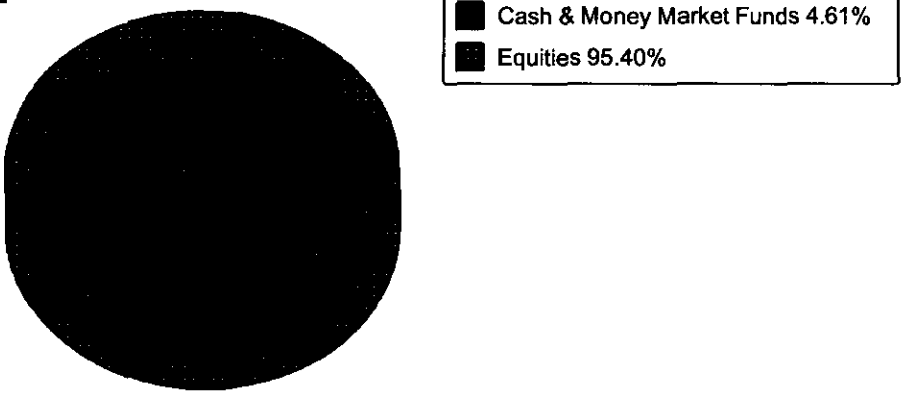
## Account Summary

| | 04/30/12 Value | 05 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 3,368.61 | 5,656.39 |
| Equities | 128,627.10 | 117,041.15 |
| **Total Account Value** | **131,995.71** | **122,697.54** |
| **Net Account Value** | **131,995.71** | **122,697.54** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 3,368.61 | 128,627.10 | 131,995.71 |
| Funds Deposited | | | |
| Income Activity | 271.78 | | 271.78 |
| Securities Sold/Matured | 2,016.00 | (2,016.00) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | (9,569.95) | (9,569.95) |
| **Ending Balance** | **5,656.39** | **117,041.15** | **122,697.54** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on May 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on May 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | 126.00 | 0.10% | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 5,530.39 | 4.51% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **5,656.39** | **4.61%** | | | |
| **Equities** | | | | | | | | | |
| ACI WORLDWIDE INC | Cash | ACIW | 47.000 | 38.190 | 1,794.93 | 1.46% | | 1,672.26 | 122.67 |
| AMTRUST FINANCIAL SERVICES INC | Cash | AFSI | 77.000 | 28.750 | 2,213.75 | 1.80% | 30.80 | 1,181.52 | 1,032.23 |
| ANIXTER INTERNATIONAL INC | Cash | AXE | 28.000 | 57.510 | 1,610.28 | 1.31% | | 1,485.96 | 124.32 |
| ARCTIC CAT INC. | Cash | ACAT | 56.000 | 36.160 | 2,024.96 | 1.65% | | 1,130.64 | 894.32 |
| ASCENA RETAIL GROUP INC | Cash | ASNA | 106.000 | 18.930 | 2,006.58 | 1.64% | | 1,395.01 | 611.57 |
| ASHFORD HOSPITALITY TRUST INC | Cash | AHT | 223.000 | 8.550 | 1,906.65 | 1.55% | 98.12 | 2,154.21 | (247.56) |
| ASTEC INDUSTRIES INC | Cash | ASTE | 54.000 | 27.450 | 1,482.30 | 1.21% | | 1,713.68 | (231.38) |
| ASTRONICS CORPORATION | Cash | ATRO | 55.000 | 25.520 | 1,403.60 | 1.14% | | 1,230.37 | 173.23 |
| ATWOOD OCEANICS INCORPORATED | Cash | ATW | 43.000 | 38.210 | 1,643.03 | 1.34% | | 1,418.91 | 224.12 |
| AVISTA CORP | Cash | AVA | 86.000 | 25.410 | 2,185.26 | 1.78% | 99.76 | 1,767.47 | 417.79 |
| BANK OF THE OZARKS | Cash | OZRK | 70.000 | 29.040 | 2,032.80 | 1.66% | 33.60 | 1,141.40 | 891.40 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| BGC PARTNERS INC-CL A | Cash | BGCP | 279.000 | 5.960 | 1,662.84 | 1.36% | 189.72 | 2,279.69 | (616.85) |
| BUCKEYE TECHNOLOGIES INC | Cash | BKI | 42.000 | 27.710 | 1,163.82 | 0.95% | 13.44 | 808.50 | 355.32 |
| CABELAS INC | Cash | CAB | 61.000 | 35.340 | 2,155.74 | 1.76% | | 961.48 | 1,194.26 |
| CACI INTERNATIONAL INC CL A | Cash | CACI | 29.000 | 42.800 | 1,241.20 | 1.01% | | 1,614.72 | (373.52) |
| CANTEL MEDICAL CORPORATION | Cash | CMN | 75.000 | 21.860 | 1,639.50 | 1.34% | 6.98 | 856.20 | 783.30 |
| CATALYST HEALTH SOLUTIONS INC | Cash | CHSI | 29.000 | 86.870 | 2,519.23 | 2.05% | | 1,216.72 | 1,302.51 |
| CENTENE CORPORATION | Cash | CNC | 36.000 | 36.140 | 1,301.04 | 1.06% | | 1,369.44 | (68.40) |
| COLONY FINANCIAL INC | Cash | CLNY | 130.000 | 16.800 | 2,184.00 | 1.78% | 176.80 | 2,586.66 | (402.66) |
| COMMUNITY BANK SYSTEM INC | Cash | CBU | 69.000 | 26.610 | 1,836.09 | 1.50% | 71.76 | 1,436.62 | 399.47 |
| COMMUNITY TRUST BANCORPORATION INC | Cash | CTBI | 62.000 | 33.030 | 2,047.86 | 1.67% | 76.88 | 1,666.61 | 381.25 |
| CONSOLIDATED COMMUNICATIONS HOLDINGS INC | Cash | CNSL | 52.000 | 14.750 | 767.00 | 0.63% | 80.60 | 906.14 | (139.14) |
| DSW INC-CLASS A | Cash | DSW | 41.000 | 59.680 | 2,446.88 | 1.99% | 29.52 | 1,169.33 | 1,277.55 |
| DXP ENTERPRISES INC | Cash | DXPE | 45.000 | 47.000 | 2,115.00 | 1.72% | | 927.90 | 1,187.10 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DYCOM INDUSTRIES INC | Cash | DY | 86.000 | 19.580 | 1,683.88 | 1.37% | | 1,700.22 | (16.34) |
| ELIZABETH ARDEN INC | Cash | RDEN | 63.000 | 34.460 | 2,170.98 | 1.77% | | 2,445.93 | (274.95) |
| ENSIGN GROUP INC/THE | Cash | ENSG | 67.000 | 25.400 | 1,701.80 | 1.39% | 16.08 | 1,248.80 | 453.00 |
| FEI CO | Cash | FEIC | 42.000 | 45.770 | 1,922.34 | 1.57% | | 1,378.02 | 544.32 |
| FIRST MERCHANTS CORPORATION | Cash | FRME | 191.000 | 11.730 | 2,240.43 | 1.83% | 22.92 | 2,047.52 | 192.91 |
| GENESCO INCORPORATED | Cash | GCO | 34.000 | 66.500 | 2,261.00 | 1.84% | | 2,340.90 | (79.90) |
| GEORESOURCES INCORPORATED | Cash | GEOI | 58.000 | 35.700 | 2,070.60 | 1.69% | | 904.32 | 1,166.28 |
| HANGER ORTHOPEDIC GROUP INC | Cash | HGR | 83.000 | 21.570 | 1,790.31 | 1.46% | | 1,305.52 | 484.79 |
| HEARTLAND PAYMENT SYSTEMS INC | Cash | HPY | 68.000 | 29.180 | 1,984.24 | 1.62% | 16.32 | 1,498.64 | 485.60 |
| HELIX ENERGY SOLUTIONS GROUP INC | Cash | HLX | 102.000 | 17.130 | 1,747.26 | 1.42% | | 1,551.42 | 195.84 |
| HSN INC | Cash | HSNI | 59.000 | 38.900 | 2,295.10 | 1.87% | 29.50 | 2,088.70 | 206.40 |
| INNOPHOS HOLDINGS INC | Cash | IPHS | 32.000 | 50.480 | 1,615.36 | 1.32% | 34.56 | 1,043.50 | 571.86 |
| JAZZ PHARMACEUTICALS PLC ISIN #IE00B4Q5ZN47 | Cash | JAZZ | 36.000 | 43.200 | 1,555.20 | 1.27% | | 1,235.05 | 320.15 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| KADANT INC | Cash | KAI | 86.000 | 22.700 | 1,952.20 | 1.59% | | 2,060.32 | (108.12) |
| LTC PROPERTIES INCORPORATE | Cash | LTC | 70.000 | 32.270 | 2,258.90 | 1.84% | 121.80 | 2,002.20 | 256.70 |
| MAIDEN HOLDINGS LTD | Cash | MHLD | 216.000 | 8.140 | 1,758.24 | 1.43% | 69.12 | 2,019.33 | (261.09) |
| MANHATTAN ASSOCIATES INC | Cash | MANH | 41.000 | 47.500 | 1,947.50 | 1.59% | | 1,906.09 | 41.41 |
| MTS SYSTEMS CORPORATION | Cash | MTSC | 39.000 | 38.660 | 1,507.74 | 1.23% | 39.00 | 1,897.74 | (390.00) |
| MWI VETERINARY SUPPLY INC | Cash | MWIV | 23.000 | 92.950 | 2,137.85 | 1.74% | | 1,367.17 | 770.68 |
| NEWMARKET CORP | Cash | NEU | 9.000 | 208.810 | 1,879.29 | 1.53% | 27.00 | 1,733.70 | 145.59 |
| NU SKIN ENTERPRISES INC | Cash | NUS | 37.000 | 42.880 | 1,586.56 | 1.29% | 29.60 | 1,006.76 | 579.80 |
| OMEGA HEALTHCARE INVS INC | Cash | OHI | 101.000 | 21.110 | 2,132.11 | 1.74% | 169.68 | 1,947.81 | 184.30 |
| OSI SYSTEMS INC<br>state incorporation chng frm California<br>to Delaware | Cash | OSIS | 31.000 | 63.820 | 1,978.42 | 1.61% | | 894.66 | 1,083.76 |
| PARAMETRIC TECHNOLOGY CORP NEW | Cash | PMTC | 70.000 | 20.200 | 1,414.00 | 1.15% | | 1,124.19 | 289.81 |
| PERFICIENT INC | Cash | PRFT | 157.000 | 11.330 | 1,778.81 | 1.45% | | 1,215.93 | 562.88 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| SCHWEITZER-MAUDUIT INTL INC | Cash | SWM | 22.000 | 66.900 | 1,471.80 | 1.20% | 13.20 | 1,388.21 | 83.59 |
| SIRONA DENTAL SYSTEMS INC | Cash | SIRO | 39.000 | 42.780 | 1,668.42 | 1.36% | | 1,460.95 | 207.47 |
| STANDARD MOTORS PRODUCTS INCORPORATED CLASS - A | Cash | SMP | 129.000 | 13.510 | 1,742.79 | 1.42% | 46.44 | 2,900.58 | (1,157.79) |
| STONE ENERGY CORPORATION | Cash | SGY | 63.000 | 23.560 | 1,484.28 | 1.21% | | 2,097.62 | (613.34) |
| SYNNEX CORP | Cash | SNX | 44.000 | 33.350 | 1,467.40 | 1.20% | | 701.04 | 766.36 |
| TELEDYNE TECHNOLOGIES INC | Cash | TDY | 30.000 | 59.580 | 1,787.40 | 1.46% | | 1,523.10 | 264.30 |
| TENNECO INC. FROMLY TENNECO INCORPORATED | Cash | TEN | 59.000 | 27.150 | 1,601.85 | 1.31% | | 1,350.15 | 251.70 |
| TEXTAINER GROUP HOLDINGS LTD ISIN #BMG8766E1093 | Cash | TGH | 64.000 | 32.870 | 2,103.68 | 1.71% | 102.40 | 968.70 | 1,134.98 |
| TITAN INTERNATIONAL INC. | Cash | TWI | 82.000 | 22.400 | 1,836.80 | 1.50% | 1.64 | 1,420.24 | 416.56 |
| TRIANGLE CAPITAL CORP | Cash | TCAP | 111.000 | 20.340 | 2,257.74 | 1.84% | 208.68 | 1,823.82 | 433.92 |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 59.840 | 1,735.36 | 1.41% | 4.64 | 624.30 | 1,111.06 |
| UIL HOLDING CO | Cash | UIL | 61.000 | 33.810 | 2,062.41 | 1.68% | 105.41 | 2,109.38 | (46.97) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| VIROPHARMA INC | Cash | VPHM | 56.000 | 20.140 | 1,127.84 | 0.92% | | 1,768.48 | (640.64) |
| WALTER INV MGMT CORP | Cash | WAC | 96.000 | 18.930 | 1,817.28 | 1.48% | | 1,693.03 | 124.25 |
| WORLD ACCEPTANCE CORP DEL | Cash | WRLD | 31.000 | 68.440 | 2,121.64 | 1.73% | | 1,246.03 | 875.61 |
| **Total Equities** | | | | | **117,041.15** | **95.40%** | **1,965.97** | **97,131.48** | **19,909.67** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/01 | Taxable Dividend | CONSOLIDATED COMMUNICATIONS HOLDINGS INC<br>CNSL on 52.000000 PD:2012-05-01 | Cash | CNSL | 20.14 |
| 05/15 | Taxable Dividend | OMEGA HEALTHCARE INVS INC<br>OHI on 101.000000 PD:2012-05-15 | Cash | OHI | 42.42 |
| 05/29 | Taxable Dividend | TEXTAINER GROUP HOLDINGS LTD<br>ISIN #BMG8766E1093<br>TGH on 64.000000 PD:2012-05-29 | Cash | TGH | 25.60 |
| 05/31 | Taxable Dividend | LTC PROPERTIES INCORPORATE<br>LTC on 70.000000 PD:2012-05-31 | Cash | LTC | 10.15 |
| 05/31 | Taxable Dividend | BGC PARTNERS INC-CL A<br>BGCP on 279.000000 PD:2012-05-31 | Cash | BGCP | 47.43 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/31 | Special Distribution | ANIXTER INTERNATIONAL INC<br>AXE on 28.000000 PD:2012-05-31 | Cash | AXE | 126.00 |
| 05/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.04 |
| **Total Income Activity** | | | | | **271.78** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/17 | Cash Merger | THOMAS & BETTS CORPORATION<br>ACQD $72/SH 05/17/12<br>C/M @ 72.00...SA | Cash | TNB | (28.000) | 72.000 | 2,016.00 |
| **Total Securities Sold/Matured** | | | | | | | **2,016.00** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 271.74 | | 922.07 | |
| Money Market | 0.04 | | 0.13 | |
| **Total Income** | **271.78** | | **922.20** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **2,016.00** | **28,460.06** |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/30/12 | Beginning Balance | | 3,368.61 |
| 05/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 20.14 | 3,388.75 |
| 05/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 42.42 | 3,431.17 |
| 05/18/12 | Sweep to Dreyfus 696 General MMKT Cl B | 2,016.00 | 5,447.17 |
| 05/30/12 | Sweep to Dreyfus 696 General MMKT Cl B | 25.60 | 5,472.77 |
| 05/31/12 | Accumulated Earnings Posted | 0.04 | 5,472.81 |
| 05/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 57.58 | 5,530.39 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/01/12 | Dividend | STANDARD MOTORS PRODUCTS INCORPORATED CLASS - A | SMP | 11.61 |
| 06/13/12 | Dividend | NU SKIN ENTERPRISES INC | NUS | 7.40 |
| 06/15/12 | Dividend | BUCKEYE TECHNOLOGIES INC | BKI | 3.36 |
| 06/15/12 | Dividend | HEARTLAND PAYMENT SYSTEMS INC | HPY | 4.08 |
| 06/15/12 | Dividend | AVISTA CORP | AVA | 24.94 |
| 06/29/12 | Dividend | SCHWEITZER-MAUDUIT INTL INC | SWM | 3.30 |
| **Total** | | | | **54.69** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
May 31, 2012 to June 29, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Dana Investment Advisors LP
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 2,548.31 | 124,831.51 | 127,379.82 |
| Total Assets Held in Account | | 2,548.31 | 124,831.51 | 127,379.82 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Dana Investment Advisors LP**

**Statement Period**
May 31, 2012 to June 29, 2012

**Page**
1 of 12

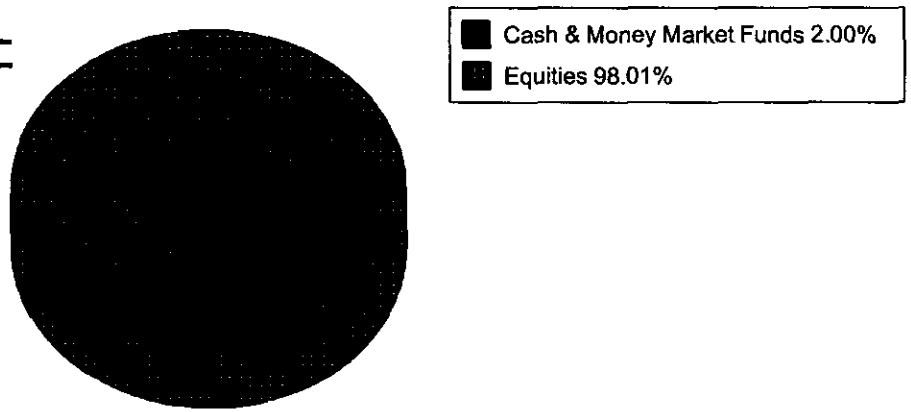
## Account Summary

| | 05/31/12 Value | 06 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 5,656.39 | 2,548.31 |
| Equities | 117,041.15 | 124,831.51 |
| **Total Account Value** | **122,697.54** | **127,379.82** |
| **Net Account Value** | **122,697.54** | **127,379.82** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 5,656.39 | 117,041.15 | 122,697.54 |
| Funds Deposited | | | |
| Income Activity | 142.07 | | 142.07 |
| Securities Sold/Matured | 18,406.49 | (18,406.49) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (21,656.64) | 21,656.64 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 4,540.21 | 4,540.21 |
| **Ending Balance** | **2,548.31** | **124,831.51** | **127,379.82** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on June 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on June 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | (7,698.08) | (6.04%) | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 10,246.39 | 8.04% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **2,548.31** | **2.00%** | | | |
| **Equities** | | | | | | | | | |
| ACI WORLDWIDE INC | Cash | ACIW | 47.000 | 44.210 | 2,077.87 | 1.63% | | 1,672.26 | 405.61 |
| AKORN INC | Cash | AKRX | 118.000 | 15.770 | 1,860.86 | 1.46% | | 1,853.78 | 7.08 |
| AMERICAN RAILCAR INDUSTRIES INC<br>company's domicile frm Delaware to North Dakota | Cash | ARII | 68.000 | 27.100 | 1,842.80 | 1.45% | | 1,858.44 | (15.64) |
| AMTRUST FINANCIAL SERVICES INC | Cash | AFSI | 77.000 | 29.710 | 2,287.67 | 1.80% | 30.80 | 1,181.52 | 1,106.15 |
| ARCTIC CAT INC. | Cash | ACAT | 56.000 | 36.560 | 2,047.36 | 1.61% | | 1,130.64 | 916.72 |
| ARRIS GROUP INC | Cash | ARRS | 138.000 | 13.910 | 1,919.58 | 1.51% | | 1,923.71 | (4.13) |
| ASCENA RETAIL GROUP INC | Cash | ASNA | 106.000 | 18.620 | 1,973.72 | 1.55% | | 1,395.01 | 578.71 |
| ASHFORD HOSPITALITY TRUST INC | Cash | AHT | 223.000 | 8.430 | 1,879.89 | 1.48% | 98.12 | 2,154.21 | (274.32) |
| ASTRONICS CORPORATION | Cash | ATRO | 55.000 | 28.240 | 1,553.20 | 1.22% | | 1,230.37 | 322.83 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| ATWOOD OCEANICS INCORPORATED | Cash | ATW | 43.000 | 37.840 | 1,627.12 | 1.28% | | 1,418.91 | 208.21 |
| AVISTA CORP | Cash | AVA | 86.000 | 26.700 | 2,296.20 | 1.80% | 99.76 | 1,767.47 | 528.73 |
| BANK OF THE OZARKS | Cash | OZRK | 70.000 | 30.080 | 2,105.60 | 1.65% | 33.60 | 1,141.40 | 964.20 |
| BGC PARTNERS INC-CL A | Cash | BGCP | 279.000 | 5.870 | 1,637.73 | 1.29% | 189.72 | 2,279.69 | (641.96) |
| BUCKEYE TECHNOLOGIES INC | Cash | BKI | 42.000 | 28.490 | 1,196.58 | 0.94% | 13.44 | 808.50 | 388.08 |
| CABELAS INC | Cash | CAB | 61.000 | 37.810 | 2,306.41 | 1.81% | | 961.48 | 1,344.93 |
| CACI INTERNATIONAL INC CL A | Cash | CACI | 29.000 | 55.020 | 1,595.58 | 1.25% | | 1,614.72 | (19.14) |
| CANTEL MEDICAL CORPORATION | Cash | CMN | 75.000 | 27.250 | 2,043.75 | 1.60% | 6.98 | 856.20 | 1,187.55 |
| CARRIZO OIL & GAS INC | Cash | CRZO | 74.000 | 23.490 | 1,738.26 | 1.36% | | 1,724.19 | 14.07 |
| CENTENE CORPORATION | Cash | CNC | 62.000 | 30.160 | 1,869.92 | 1.47% | | 2,165.82 | (295.90) |
| COINSTAR INC | Cash | CSTR | 32.000 | 68.660 | 2,197.12 | 1.72% | | 2,211.52 | (14.40) |
| COLONY FINANCIAL INC | Cash | CLNY | 130.000 | 17.300 | 2,249.00 | 1.77% | 182.00 | 2,586.66 | (337.66) |
| COMMUNITY TRUST BANCORPORATION INC | Cash | CTBI | 62.000 | 33.490 | 2,076.38 | 1.63% | 76.88 | 1,666.61 | 409.77 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| CONSOLIDATED COMMUNICATIONS HOLDINGS INC | Cash | CNSL | 52.000 | 14.800 | 769.60 | 0.60% | 80.60 | 906.14 | (136.54) |
| CYBERONICS INC | Cash | CYBX | 41.000 | 44.940 | 1,842.54 | 1.45% | | 1,856.89 | (14.35) |
| DSW INC-CLASS A | Cash | DSW | 41.000 | 54.400 | 2,230.40 | 1.75% | 29.52 | 1,169.33 | 1,061.07 |
| DXP ENTERPRISES INC | Cash | DXPE | 45.000 | 41.490 | 1,867.05 | 1.47% | | 927.90 | 939.15 |
| DYCOM INDUSTRIES INC | Cash | DY | 86.000 | 18.610 | 1,600.46 | 1.26% | | 1,700.22 | (99.76) |
| ELIZABETH ARDEN INC | Cash | RDEN | 63.000 | 38.810 | 2,445.03 | 1.92% | | 2,445.93 | (0.90) |
| ENSIGN GROUP INC/THE | Cash | ENSG | 67.000 | 28.270 | 1,894.09 | 1.49% | 16.08 | 1,248.80 | 645.29 |
| FEI CO | Cash | FEIC | 42.000 | 47.840 | 2,009.28 | 1.58% | 13.44 | 1,378.02 | 631.26 |
| FIRST MERCHANTS CORPORATION | Cash | FRME | 191.000 | 12.460 | 2,379.86 | 1.87% | 22.92 | 2,047.52 | 332.34 |
| GENESCO INCORPORATED | Cash | GCO | 34.000 | 60.150 | 2,045.10 | 1.61% | | 2,340.90 | (295.80) |
| HANGER ORTHOPEDIC GROUP INC | Cash | HGR | 83.000 | 25.640 | 2,128.12 | 1.67% | | 1,305.52 | 822.60 |
| HEARTLAND PAYMENT SYSTEMS INC | Cash | HPY | 68.000 | 30.080 | 2,045.44 | 1.61% | 16.32 | 1,498.64 | 546.80 |
| HOME BANCSHARES INC | Cash | HOMB | 65.000 | 30.580 | 1,987.70 | 1.56% | 26.00 | 1,987.69 | 0.01 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| HSN INC | Cash | HSNI | 59.000 | 40.350 | 2,380.65 | 1.87% | 29.50 | 2,088.70 | 291.95 |
| INNOPHOS HOLDINGS INC | Cash | IPHS | 32.000 | 56.460 | 1,806.72 | 1.42% | 34.56 | 1,043.50 | 763.22 |
| JAZZ PHARMACEUTICALS PLC ISIN #IE00B4Q5ZN47 | Cash | JAZZ | 36.000 | 45.010 | 1,620.36 | 1.27% | | 1,235.05 | 385.31 |
| KADANT INC | Cash | KAI | 86.000 | 23.450 | 2,016.70 | 1.58% | | 2,060.32 | (43.62) |
| LTC PROPERTIES INCORPORATE | Cash | LTC | 56.000 | 36.280 | 2,031.68 | 1.59% | 97.44 | 1,607.74 | 423.94 |
| MAIDEN HOLDINGS LTD | Cash | MHLD | 216.000 | 8.680 | 1,874.88 | 1.47% | 69.12 | 2,019.33 | (144.45) |
| MANHATTAN ASSOCIATES INC | Cash | MANH | 41.000 | 45.710 | 1,874.11 | 1.47% | | 1,906.09 | (31.98) |
| MTS SYSTEMS CORPORATION | Cash | MTSC | 39.000 | 38.550 | 1,503.45 | 1.18% | 39.00 | 1,897.74 | (394.29) |
| MWI VETERINARY SUPPLY INC | Cash | MWIV | 19.000 | 102.770 | 1,952.63 | 1.53% | | 1,132.73 | 819.90 |
| NEWMARKET CORP | Cash | NEU | 9.000 | 216.600 | 1,949.40 | 1.53% | 27.00 | 1,733.70 | 215.70 |
| NU SKIN ENTERPRISES INC | Cash | NUS | 47.000 | 46.900 | 2,204.30 | 1.73% | 37.60 | 1,475.76 | 728.54 |
| OMEGA HEALTHCARE INVS INC | Cash | OHI | 101.000 | 22.500 | 2,272.50 | 1.78% | 169.68 | 1,947.81 | 324.69 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| OSI SYSTEMS INC<br>state incorporation chng frm California<br>to Delaware | Cash | OSIS | 31.000 | 63.340 | 1,963.54 | 1.54% | | 894.66 | 1,068.88 |
| PARAMETRIC TECHNOLOGY CORP NEW | Cash | PMTC | 70.000 | 20.960 | 1,467.20 | 1.15% | | 1,124.19 | 343.01 |
| PERFICIENT INC | Cash | PRFT | 157.000 | 11.230 | 1,763.11 | 1.38% | | 1,215.93 | 547.18 |
| SAIA INC | Cash | SAIA | 81.000 | 21.890 | 1,773.09 | 1.39% | | 1,793.33 | (20.24) |
| SCHWEITZER-MAUDUIT INTL INC | Cash | SWM | 22.000 | 68.140 | 1,499.08 | 1.18% | 13.20 | 1,388.21 | 110.87 |
| SIRONA DENTAL SYSTEMS INC | Cash | SIRO | 39.000 | 45.010 | 1,755.39 | 1.38% | | 1,460.95 | 294.44 |
| SOUTHWEST GAS CORPORATION | Cash | SWX | 56.000 | 43.650 | 2,444.40 | 1.92% | 66.08 | 2,451.11 | (6.71) |
| STONE ENERGY CORPORATION | Cash | SGY | 63.000 | 25.340 | 1,596.42 | 1.25% | | 2,097.62 | (501.20) |
| SYNNEX CORP | Cash | SNX | 56.000 | 34.490 | 1,931.44 | 1.52% | | 1,117.20 | 814.24 |
| TELEDYNE TECHNOLOGIES INC | Cash | TDY | 30.000 | 61.650 | 1,849.50 | 1.45% | | 1,523.10 | 326.40 |
| TENNECO INC.<br>FROMLY<br>TENNECO<br>INCORPORATED | Cash | TEN | 83.000 | 26.820 | 2,226.06 | 1.75% | | 1,994.79 | 231.27 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TESCO CORP<br>ISIN #CA88157K1012 | Cash | TESO | 138.000 | 12.000 | 1,656.00 | 1.30% | | 1,669.80 | (13.80) |
| TEXTAINER GROUP HOLDINGS LTD<br>ISIN #BMG8766E1093 | Cash | TGH | 49.000 | 36.900 | 1,808.10 | 1.42% | 78.40 | 899.55 | 908.55 |
| TITAN INTERNATIONAL INC. | Cash | TWI | 82.000 | 24.530 | 2,011.46 | 1.58% | 1.64 | 1,420.24 | 591.22 |
| TRIANGLE CAPITAL CORP | Cash | TCAP | 90.000 | 22.780 | 2,050.20 | 1.61% | 180.00 | 1,489.50 | 560.70 |
| TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 56.270 | 1,631.83 | 1.28% | 4.64 | 624.30 | 1,007.53 |
| WALTER INV MGMT CORP | Cash | WAC | 96.000 | 23.440 | 2,250.24 | 1.77% | | 1,693.03 | 557.21 |
| WORLD ACCEPTANCE CORP DEL | Cash | WRLD | 31.000 | 65.800 | 2,039.80 | 1.60% | | 1,246.03 | 793.77 |
| **Total Equities** | | | | | **124,831.51** | **98.01%** | **1,784.04** | **102,668.60** | **22,162.91** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/01 | Taxable Dividend | STANDARD MOTORS PRODUCTS INCORPORATED CLASS - A<br>SMP on 129.000000 PD:2012-06-01 | Cash | SMP | 11.61 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/13 | Taxable Dividend | NU SKIN ENTERPRISES INC<br>NUS on 37.000000 PD:2012-06-13 | Cash | NUS | 7.40 |
| 06/15 | Taxable Dividend | TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT<br>TGI on 29.000000 PD:2012-06-15 | Cash | TGI | 1.16 |
| 06/15 | Taxable Dividend | HEARTLAND PAYMENT SYSTEMS INC<br>HPY on 68.000000 PD:2012-06-15 | Cash | HPY | 4.08 |
| 06/15 | Taxable Dividend | BUCKEYE TECHNOLOGIES INC<br>BKI on 42.000000 PD:2012-06-15 | Cash | BKI | 3.36 |
| 06/15 | Taxable Dividend | AVISTA CORP<br>AVA on 86.000000 PD:2012-06-15 | Cash | AVA | 24.94 |
| 06/18 | Taxable Dividend | FIRST MERCHANTS CORPORATION<br>FRME on 191.000000 PD:2012-06-18 | Cash | FRME | 5.73 |
| 06/20 | Taxable Dividend | HSN INC<br>HSNI on 59.000000 PD:2012-06-20 | Cash | HSNI | 7.38 |
| 06/27 | Taxable Dividend | TRIANGLE CAPITAL CORP<br>TCAP on 111.000000 PD:2012-06-27 | Cash | TCAP | 55.50 |
| 06/29 | Taxable Dividend | SCHWEITZER-MAUDUIT INTL INC<br>SWM on 22.000000 PD:2012-06-29 | Cash | SWM | 3.30 |
| 06/29 | Taxable Dividend | LTC PROPERTIES INCORPORATE<br>LTC on 70.000000 PD:2012-06-29 | Cash | LTC | 10.15 |
| 06/29 | Taxable Dividend | DSW INC-CLASS A<br>DSW on 41.000000 PD:2012-06-29 | Cash | DSW | 7.38 |
| 06/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.08 |
| **Total Income Activity** | | | | | **142.07** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/04 | Sell | GEORESOURCES INCORPORATED | Cash | GEOI | (58.000) | 34.190 | 1,982.99 |
| 06/04 | Sell | CATALYST HEALTH SOLUTIONS INC | Cash | CHSI | (29.000) | 85.000 | 2,464.94 |
| 06/29 | Sell | TEXTAINER GROUP HOLDINGS LTD ISIN #BMG8766E1093 | Cash | TGH | (15.000) | 37.020 | 555.29 |
| 06/29 | Sell | VIROPHARMA INC | Cash | VPHM | (56.000) | 23.510 | 1,316.54 |
| 06/29 | Sell | UIL HOLDING CO | Cash | UIL | (61.000) | 35.740 | 2,180.10 |
| 06/29 | Sell | TRIANGLE CAPITAL CORP | Cash | TCAP | (21.000) | 22.730 | 477.32 |
| 06/29 | Sell | STANDARD MOTORS PRODUCTS INCORPORATED CLASS - A | Cash | SMP | (129.000) | 14.060 | 1,813.71 |
| 06/29 | Sell | MWI VETERINARY SUPPLY INC | Cash | MWIV | (4.000) | 102.500 | 409.99 |
| 06/29 | Sell | LTC PROPERTIES INCORPORATE | Cash | LTC | (14.000) | 36.280 | 507.91 |
| 06/29 | Sell | HELIX ENERGY SOLUTIONS GROUP INC | Cash | HLX | (102.000) | 16.680 | 1,701.33 |
| 06/29 | Sell | COMMUNITY BANK SYSTEM INC | Cash | CBU | (69.000) | 26.960 | 1,860.20 |
| 06/29 | Sell | ASTEC INDUSTRIES INC | Cash | ASTE | (54.000) | 30.680 | 1,656.68 |
| 06/29 | Sell | ANIXTER INTERNATIONAL INC | Cash | AXE | (28.000) | 52.840 | 1,479.49 |
| **Total Securities Sold/Matured** | | | | | | | **18,406.49** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/29 | Buy | TESCO CORP ISIN #CA88157K1012 | Cash | TESO | 138.000 | 12.100 | (1,669.80) |
| 06/29 | Buy | TENNECO INC. FROMLY | Cash | TEN | 24.000 | 26.860 | (644.64) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/29 | Buy | SYNNEX CORP | Cash | SNX | 12.000 | 34.680 | (416.16) |
| 06/29 | Buy | SOUTHWEST GAS CORPORATION | Cash | SWX | 56.000 | 43.770 | (2,451.11) |
| 06/29 | Buy | SAIA INC | Cash | SAIA | 81.000 | 22.140 | (1,793.33) |
| 06/29 | Buy | NU SKIN ENTERPRISES INC | Cash | NUS | 10.000 | 46.900 | (469.00) |
| 06/29 | Buy | HOME BANCSHARES INC | Cash | HOMB | 65.000 | 30.580 | (1,987.69) |
| 06/29 | Buy | CYBERONICS INC | Cash | CYBX | 41.000 | 45.290 | (1,856.89) |
| 06/29 | Buy | COINSTAR INC | Cash | CSTR | 32.000 | 69.110 | (2,211.52) |
| 06/29 | Buy | CENTENE CORPORATION | Cash | CNC | 26.000 | 30.630 | (796.38) |
| 06/29 | Buy | CARRIZO OIL & GAS INC | Cash | CRZO | 74.000 | 23.300 | (1,724.19) |
| 06/29 | Buy | ARRIS GROUP INC | Cash | ARRS | 138.000 | 13.940 | (1,923.71) |
| 06/29 | Buy | AMERICAN RAILCAR INDUSTRIES INC company's domicile frm Delaware to | Cash | ARII | 68.000 | 27.330 | (1,858.44) |
| 06/29 | Buy | AKORN INC | Cash | AKRX | 118.000 | 15.710 | (1,853.78) |
| **Total Securities Purchased** | | | | | | | **(21,656.64)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 141.99 | | 1,064.06 | |
| Money Market | 0.08 | | 0.21 | |
| **Total Income** | **142.07** | | **1,064.27** | |

## Other Important Information

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **18,406.49** | **46,866.55** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 05/31/12 | Beginning Balance | | 5,530.39 |
| 06/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 137.61 | 5,668.00 |
| 06/07/12 | Sweep to Dreyfus 696 General MMKT Cl B | 4,447.93 | 10,115.93 |
| 06/13/12 | Sweep to Dreyfus 696 General MMKT Cl B | 7.40 | 10,123.33 |
| 06/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 33.54 | 10,156.87 |
| 06/18/12 | Sweep to Dreyfus 696 General MMKT Cl B | 5.73 | 10,162.60 |
| 06/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 7.38 | 10,169.98 |
| 06/27/12 | Sweep to Dreyfus 696 General MMKT Cl B | 55.50 | 10,225.48 |
| 06/29/12 | Accumulated Earnings Posted | 0.08 | 10,225.56 |
| 06/29/12 | Sweep to Dreyfus 696 General MMKT Cl B | 20.83 | 10,246.39 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 07/01/12 | Dividend | COMMUNITY TRUST BANCORPORATION INC | CTBI | 19.22 |
| 07/02/12 | Dividend | NEWMARKET CORP | NEU | 6.75 |
| 07/02/12 | Dividend | MTS SYSTEMS CORPORATION | MTSC | 9.75 |
| **Total** | | | | **35.72** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
June 29, 2012 to July 31, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Dana Investment Advisors LP
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 2,280.22 | 127,776.68 | 130,056.90 |
| Total Assets Held in Account | | 2,280.22 | 127,776.68 | 130,056.90 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Dana Investment Advisors LP**

| Statement Period | Page |
|---|---|
| June 29, 2012 to July 31, 2012 | 1 of 10 |

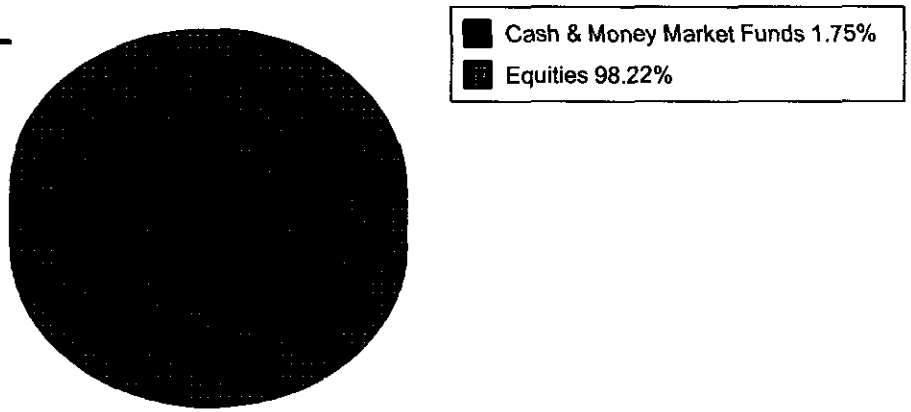
## Account Summary

| | 06/29/12 Value | 07 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,548.31 | 2,280.22 |
| Equities | 124,831.51 | 127,776.68 |
| **Total Account Value** | **127,379.82** | **130,056.90** |
| **Net Account Value** | **127,379.82** | **130,056.90** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,548.31 | 124,831.51 | 127,379.82 |
| Funds Deposited | | | |
| Income Activity | 212.20 | | 212.20 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | (480.29) | | (480.29) |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,945.17 | 2,945.17 |
| **Ending Balance** | **2,280.22** | **127,776.68** | **130,056.90** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on July 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on July 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 2,280.22 | 1.75% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **2,280.22** | **1.75%** | | | |
| **Equities** | | | | | | | | | |
| ACI WORLDWIDE INC | Cash | ACIW | 47.000 | 44.010 | 2,068.47 | 1.59% | | 1,672.26 | 396.21 |
| AKORN INC | Cash | AKRX | 118.000 | 13.670 | 1,613.06 | 1.24% | | 1,853.78 | (240.72) |
| AMERICAN RAILCAR INDUSTRIES INC<br>company's domicile frm Delaware to North Dakota | Cash | ARII | 68.000 | 30.430 | 2,069.24 | 1.59% | | 1,858.44 | 210.80 |
| AMTRUST FINANCIAL SERVICES INC | Cash | AFSI | 77.000 | 29.790 | 2,293.83 | 1.76% | 30.80 | 1,181.52 | 1,112.31 |
| ARCTIC CAT INC. | Cash | ACAT | 56.000 | 44.000 | 2,464.00 | 1.89% | | 1,130.64 | 1,333.36 |
| ARRIS GROUP INC | Cash | ARRS | 138.000 | 12.690 | 1,751.22 | 1.35% | | 1,923.71 | (172.49) |
| ASCENA RETAIL GROUP INC | Cash | ASNA | 106.000 | 18.340 | 1,944.04 | 1.49% | | 1,395.01 | 549.03 |
| ASHFORD HOSPITALITY TRUST INC | Cash | AHT | 223.000 | 7.630 | 1,701.49 | 1.31% | 98.12 | 2,154.21 | (452.72) |
| ASTRONICS CORPORATION | Cash | ATRO | 55.000 | 30.080 | 1,654.40 | 1.27% | | 1,230.37 | 424.03 |
| ATWOOD OCEANICS INCORPORATED | Cash | ATW | 43.000 | 44.530 | 1,914.79 | 1.47% | | 1,418.91 | 495.88 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| AVISTA CORP | Cash | AVA | 86.000 | 27.680 | 2,380.48 | 1.83% | 99.76 | 1,767.47 | 613.01 |
| BANK OF THE OZARKS | Cash | OZRK | 70.000 | 32.190 | 2,253.30 | 1.73% | 36.40 | 1,141.40 | 1,111.90 |
| BGC PARTNERS INC-CL A | Cash | BGCP | 279.000 | 4.970 | 1,386.63 | 1.07% | 189.72 | 2,279.69 | (893.06) |
| BUCKEYE TECHNOLOGIES INC | Cash | BKI | 42.000 | 30.120 | 1,265.04 | 0.97% | 13.44 | 808.50 | 456.54 |
| CABELAS INC | Cash | CAB | 61.000 | 45.940 | 2,802.34 | 2.15% | | 961.48 | 1,840.86 |
| CACI INTERNATIONAL INC CL A | Cash | CACI | 29.000 | 56.450 | 1,637.05 | 1.26% | | 1,614.72 | 22.33 |
| CANTEL MEDICAL CORPORATION | Cash | CMN | 75.000 | 26.120 | 1,959.00 | 1.51% | 6.98 | 856.20 | 1,102.80 |
| CARRIZO OIL & GAS INC | Cash | CRZO | 74.000 | 25.210 | 1,865.54 | 1.43% | | 1,724.19 | 141.35 |
| CENTENE CORPORATION | Cash | CNC | 62.000 | 38.040 | 2,358.48 | 1.81% | | 2,165.82 | 192.66 |
| COINSTAR INC | Cash | CSTR | 32.000 | 47.490 | 1,519.68 | 1.17% | | 2,211.52 | (691.84) |
| COLONY FINANCIAL INC | Cash | CLNY | 130.000 | 18.350 | 2,385.50 | 1.83% | 182.00 | 2,586.66 | (201.16) |
| COMMUNITY TRUST BANCORPORATION INC | Cash | CTBI | 62.000 | 33.940 | 2,104.28 | 1.62% | 78.12 | 1,666.61 | 437.67 |
| CONSOLIDATED COMMUNICATIONS HOLDINGS INC | Cash | CNSL | 52.000 | 15.860 | 824.72 | 0.63% | 80.60 | 906.14 | (81.42) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| CYBERONICS INC | Cash | CYBX | 41.000 | 43.300 | 1,775.30 | 1.37% | | 1,856.89 | (81.59) |
| DSW INC-CLASS A | Cash | DSW | 41.000 | 59.120 | 2,423.92 | 1.86% | 29.52 | 1,169.33 | 1,254.59 |
| DXP ENTERPRISES INC | Cash | DXPE | 45.000 | 44.200 | 1,989.00 | 1.53% | | 927.90 | 1,061.10 |
| DYCOM INDUSTRIES INC | Cash | DY | 86.000 | 17.420 | 1,498.12 | 1.15% | | 1,700.22 | (202.10) |
| ELIZABETH ARDEN INC | Cash | RDEN | 63.000 | 39.010 | 2,457.63 | 1.89% | | 2,445.93 | 11.70 |
| ENSIGN GROUP INC/THE | Cash | ENSG | 67.000 | 28.050 | 1,879.35 | 1.45% | 16.08 | 1,248.80 | 630.55 |
| FEI CO | Cash | FEIC | 42.000 | 47.710 | 2,003.82 | 1.54% | 13.44 | 1,378.02 | 625.80 |
| FIRST MERCHANTS CORPORATION | Cash | FRME | 191.000 | 14.230 | 2,717.93 | 2.09% | 22.92 | 2,047.52 | 670.41 |
| GENESCO INCORPORATED | Cash | GCO | 34.000 | 66.220 | 2,251.48 | 1.73% | | 2,340.90 | (89.42) |
| HANGER ORTHOPEDIC GROUP INC | Cash | HGR | 83.000 | 25.770 | 2,138.91 | 1.64% | | 1,305.52 | 833.39 |
| HEARTLAND PAYMENT SYSTEMS INC | Cash | HPY | 68.000 | 31.700 | 2,155.60 | 1.66% | 16.32 | 1,498.64 | 656.96 |
| HOME BANCSHARES INC | Cash | HOMB | 65.000 | 30.150 | 1,959.75 | 1.51% | 31.20 | 1,987.69 | (27.94) |
| HSN INC | Cash | HSNI | 59.000 | 42.360 | 2,499.24 | 1.92% | 29.50 | 2,088.70 | 410.54 |
| INNOPHOS HOLDINGS INC | Cash | IPHS | 32.000 | 57.970 | 1,855.04 | 1.43% | 34.56 | 1,043.50 | 811.54 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| JAZZ PHARMACEUTICALS PLC<br>ISIN #IE00B4Q5ZN47 | Cash | JAZZ | 36.000 | 48.070 | 1,730.52 | 1.33% | | 1,235.05 | 495.47 |
| KADANT INC | Cash | KAI | 86.000 | 20.710 | 1,781.06 | 1.37% | | 2,060.32 | (279.26) |
| LTC PROPERTIES INCORPORATE | Cash | LTC | 56.000 | 35.700 | 1,999.20 | 1.54% | 97.44 | 1,607.74 | 391.46 |
| MAIDEN HOLDINGS LTD | Cash | MHLD | 216.000 | 8.490 | 1,833.84 | 1.41% | 69.12 | 2,019.33 | (185.49) |
| MANHATTAN ASSOCIATES INC | Cash | MANH | 41.000 | 46.690 | 1,914.29 | 1.47% | | 1,906.09 | 8.20 |
| MTS SYSTEMS CORPORATION | Cash | MTSC | 39.000 | 43.470 | 1,695.33 | 1.30% | 39.00 | 1,897.74 | (202.41) |
| MWI VETERINARY SUPPLY INC | Cash | MWIV | 19.000 | 91.090 | 1,730.71 | 1.33% | | 1,132.73 | 597.98 |
| NEWMARKET CORP | Cash | NEU | 9.000 | 229.880 | 2,068.92 | 1.59% | 27.00 | 1,733.70 | 335.22 |
| NU SKIN ENTERPRISES INC | Cash | NUS | 47.000 | 51.010 | 2,397.47 | 1.84% | 37.60 | 1,475.76 | 921.71 |
| OMEGA HEALTHCARE INVS INC | Cash | OHI | 101.000 | 24.240 | 2,448.24 | 1.88% | 169.68 | 1,947.81 | 500.43 |
| OSI SYSTEMS INC<br>state incorporation chng frm California<br>to Delaware | Cash | OSIS | 31.000 | 64.540 | 2,000.74 | 1.54% | | 894.66 | 1,106.08 |
| PARAMETRIC TECHNOLOGY CORP NEW | Cash | PMTC | 70.000 | 21.540 | 1,507.80 | 1.16% | | 1,124.19 | 383.61 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| PERFICIENT INC | Cash | PRFT | 157.000 | 13.290 | 2,086.53 | 1.60% | | 1,215.93 | 870.60 |
| SAIA INC | Cash | SAIA | 81.000 | 22.600 | 1,830.60 | 1.41% | | 1,793.33 | 37.27 |
| SCHWEITZER-MAUDUIT INTL INC | Cash | SWM | 22.000 | 68.100 | 1,498.20 | 1.15% | 13.20 | 1,388.21 | 109.99 |
| SIRONA DENTAL SYSTEMS INC | Cash | SIRO | 39.000 | 43.230 | 1,685.97 | 1.30% | | 1,460.95 | 225.02 |
| SOUTHWEST GAS CORPORATION | Cash | SWX | 56.000 | 44.660 | 2,500.96 | 1.92% | 66.08 | 2,451.11 | 49.85 |
| STONE ENERGY CORPORATION | Cash | SGY | 63.000 | 26.260 | 1,654.38 | 1.27% | | 2,097.62 | (443.24) |
| SYNNEX CORP | Cash | SNX | 56.000 | 33.830 | 1,894.48 | 1.46% | | 1,117.20 | 777.28 |
| TELEDYNE TECHNOLOGIES INC | Cash | TDY | 30.000 | 62.300 | 1,869.00 | 1.44% | | 1,523.10 | 345.90 |
| TENNECO INC.<br>FROMLY<br>TENNECO<br>INCORPORATED | Cash | TEN | 83.000 | 29.290 | 2,431.07 | 1.87% | | 1,994.79 | 436.28 |
| TESCO CORP<br>ISIN #CA88157K1012 | Cash | TESO | 138.000 | 11.590 | 1,599.42 | 1.23% | | 1,669.80 | (70.38) |
| TEXTAINER GROUP HOLDINGS LTD<br>ISIN #BMG8766E1093 | Cash | TGH | 49.000 | 37.620 | 1,843.38 | 1.42% | 78.40 | 899.55 | 943.83 |
| TITAN INTERNATIONAL INC. | Cash | TWI | 82.000 | 20.670 | 1,694.94 | 1.30% | 1.64 | 1,420.24 | 274.70 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TRIANGLE CAPITAL CORP | Cash | TCAP | 90.000 | 22.930 | 2,063.70 | 1.59% | 180.00 | 1,489.50 | 574.20 |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 62.530 | 1,813.37 | 1.39% | 4.64 | 624.30 | 1,189.07 |
| WALTER INV MGMT CORP | Cash | WAC | 96.000 | 22.620 | 2,171.52 | 1.67% | | 1,693.03 | 478.49 |
| WORLD ACCEPTANCE CORP DEL | Cash | WRLD | 31.000 | 71.270 | 2,209.37 | 1.70% | | 1,246.03 | 963.34 |
| **Total Equities** | | | | | **127,776.68** | **98.22%** | **1,793.28** | **102,668.60** | **25,108.08** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/02 | Taxable Dividend | UIL HOLDING CO<br>UIL on 61.000000 PD:2012-07-02 | Cash | UIL | 26.35 |
| 07/02 | Taxable Dividend | NEWMARKET CORP<br>NEU on 9.000000 PD:2012-07-02 | Cash | NEU | 6.75 |
| 07/02 | Taxable Dividend | MTS SYSTEMS CORPORATION<br>MTSC on 39.000000 PD:2012-07-02 | Cash | MTSC | 9.75 |
| 07/02 | Taxable Dividend | COMMUNITY TRUST BANCORPORATION INC<br>CTBI on 62.000000 PD:2012-07-01 | Cash | CTBI | 19.22 |
| 07/10 | Taxable Dividend | COMMUNITY BANK SYSTEM INC<br>CBU on 69.000000 PD:2012-07-10 | Cash | CBU | 17.94 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/16 | Taxable Dividend | MAIDEN HOLDINGS LTD<br>MHLD on 216.000000 PD:2012-07-16 | Cash | MHLD | 17.28 |
| 07/16 | Taxable Dividend | TITAN INTERNATIONAL INC.<br>TWI on 82.000000 PD:2012-07-16 | Cash | TWI | 0.41 |
| 07/16 | Taxable Dividend | COLONY FINANCIAL INC<br>CLNY on 130.000000 PD:2012-07-16 | Cash | CLNY | 45.50 |
| 07/16 | Taxable Dividend | ASHFORD HOSPITALITY TRUST INC<br>AHT on 223.000000 PD:2012-07-16 | Cash | AHT | 24.53 |
| 07/16 | Taxable Dividend | AMTRUST FINANCIAL SERVICES INC<br>AFSI on 77.000000 PD:2012-07-16 | Cash | AFSI | 7.70 |
| 07/20 | Taxable Dividend | BANK OF THE OZARKS<br>OZRK on 70.000000 PD:2012-07-20 | Cash | OZRK | 9.10 |
| 07/24 | Taxable Dividend | FEI CO<br>FEIC on 42.000000 PD:2012-07-24 | Cash | FEIC | 3.36 |
| 07/31 | Taxable Dividend | LTC PROPERTIES INCORPORATE<br>LTC on 56.000000 PD:2012-07-31 | Cash | LTC | 8.12 |
| 07/31 | Taxable Dividend | INNOPHOS HOLDINGS INC<br>IPHS on 32.000000 PD:2012-07-31 | Cash | IPHS | 8.64 |
| 07/31 | Taxable Dividend | ENSIGN GROUP INC/THE<br>ENSG on 67.000000 PD:2012-07-31 | Cash | ENSG | 4.02 |
| 07/31 | Taxable Dividend | CANTEL MEDICAL CORPORATION<br>CMN on 75.000000 PD:2012-07-31 | Cash | CMN | 3.50 |
| 07/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.03 |
| **Total Income Activity** | | | | | **212.20** |

## Account Activity

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 07/18 | Journal | ADV FEE | Cash | | (480.29) |
| **Total Funds Withdrawn** | | | | | **(480.29)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 212.17 | | 1,276.23 | |
| Money Market | 0.03 | | 0.24 | |
| **Total Income** | **212.20** | | **1,276.47** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | | **46,866.55** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 06/29/12 | Beginning Balance | | 10,246.39 |
| 07/02/12 | Sweep to Dreyfus 696 General MMKT Cl B | 62.07 | 10,308.46 |
| 07/05/12 | Sweep from Dreyfus 696 General MMKT Cl B | (7,698.08) | 2,610.38 |
| 07/10/12 | Sweep to Dreyfus 696 General MMKT Cl B | 17.94 | 2,628.32 |
| 07/16/12 | Sweep to Dreyfus 696 General MMKT Cl B | 95.42 | 2,723.74 |
| 07/19/12 | Sweep from Dreyfus 696 General MMKT Cl B | (480.29) | 2,243.45 |
| 07/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 9.10 | 2,252.55 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 07/24/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3.36 | 2,255.91 |
| 07/31/12 | Accumulated Earnings Posted | 0.03 | 2,255.94 |
| 07/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 24.28 | 2,280.22 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 08/01/12 | Dividend | CONSOLIDATED COMMUNICATIONS HOLDINGS INC | CNSL | 20.14 |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
July 31, 2012 to August 31, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Dana Investment Advisors LP
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 2,419.49 | 129,932.97 | 132,352.46 |
| Total Assets Held in Account | | 2,419.49 | 129,932.97 | 132,352.46 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Dana Investment Advisors LP**

**Statement Period**
July 31, 2012 to August 31, 2012

**Page**
1 of 10

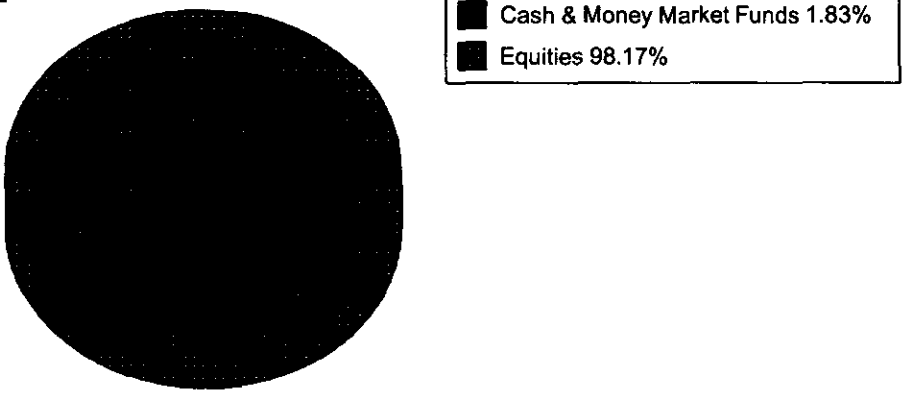
## Account Summary

| | 07/31/12 Value | 08 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,280.22 | 2,419.49 |
| Equities | 127,776.68 | 129,932.97 |
| **Total Account Value** | **130,056.90** | **132,352.46** |
| **Net Account Value** | **130,056.90** | **132,352.46** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,280.22 | 127,776.68 | 130,056.90 |
| Funds Deposited | | | |
| Income Activity | 139.27 | | 139.27 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,156.29 | 2,156.29 |
| **Ending Balance** | **2,419.49** | **129,932.97** | **132,352.46** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on August 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on August 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 2,419.49 | 1.83% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **2,419.49** | **1.83%** | | | |
| **Equities** | | | | | | | | | |
| ACI WORLDWIDE INC | Cash | ACIW | 47.000 | 43.380 | 2,038.86 | 1.54% | | 1,672.26 | 366.60 |
| AKORN INC | Cash | AKRX | 118.000 | 13.840 | 1,633.12 | 1.23% | | 1,853.78 | (220.66) |
| AMERICAN RAILCAR INDUSTRIES INC<br>company's domicile frm Delaware to North Dakota | Cash | ARII | 68.000 | 28.540 | 1,940.72 | 1.47% | | 1,858.44 | 82.28 |
| AMTRUST FINANCIAL SERVICES INC | Cash | AFSI | 77.000 | 26.070 | 2,007.39 | 1.52% | 30.80 | 1,181.52 | 825.87 |
| ARCTIC CAT INC. | Cash | ACAT | 56.000 | 43.260 | 2,422.56 | 1.83% | | 1,130.64 | 1,291.92 |
| ARRIS GROUP INC | Cash | ARRS | 138.000 | 13.630 | 1,880.94 | 1.42% | | 1,923.71 | (42.77) |
| ASCENA RETAIL GROUP INC | Cash | ASNA | 106.000 | 19.800 | 2,098.80 | 1.59% | | 1,395.01 | 703.79 |
| ASHFORD HOSPITALITY TRUST INC | Cash | AHT | 223.000 | 8.280 | 1,846.44 | 1.40% | 98.12 | 2,154.21 | (307.77) |
| ASTRONICS CORPORATION | Cash | ATRO | 55.000 | 28.000 | 1,540.00 | 1.16% | | 1,230.37 | 309.63 |
| ATWOOD OCEANICS INCORPORATED | Cash | ATW | 43.000 | 46.280 | 1,990.04 | 1.50% | | 1,418.91 | 571.13 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| AVISTA CORP | Cash | AVA | 86.000 | 25.400 | 2,184.40 | 1.65% | 99.76 | 1,767.47 | 416.93 |
| BANK OF THE OZARKS | Cash | OZRK | 70.000 | 32.100 | 2,247.00 | 1.70% | 36.40 | 1,141.40 | 1,105.60 |
| BGC PARTNERS INC-CL A | Cash | BGCP | 279.000 | 4.510 | 1,258.29 | 0.95% | 189.72 | 2,279.69 | (1,021.40) |
| BUCKEYE TECHNOLOGIES INC | Cash | BKI | 42.000 | 30.320 | 1,273.44 | 0.96% | 13.44 | 808.50 | 464.94 |
| CABELAS INC | Cash | CAB | 61.000 | 48.010 | 2,928.61 | 2.21% | | 961.48 | 1,967.13 |
| CACI INTERNATIONAL INC CL A | Cash | CACI | 29.000 | 53.390 | 1,548.31 | 1.17% | | 1,614.72 | (66.41) |
| CANTEL MEDICAL CORPORATION | Cash | CMN | 75.000 | 25.760 | 1,932.00 | 1.46% | 6.98 | 856.20 | 1,075.80 |
| CARRIZO OIL & GAS INC | Cash | CRZO | 74.000 | 25.240 | 1,867.76 | 1.41% | | 1,724.19 | 143.57 |
| CENTENE CORPORATION | Cash | CNC | 62.000 | 40.610 | 2,517.82 | 1.90% | | 2,165.82 | 352.00 |
| COINSTAR INC | Cash | CSTR | 32.000 | 51.120 | 1,635.84 | 1.24% | | 2,211.52 | (575.68) |
| COLONY FINANCIAL INC | Cash | CLNY | 130.000 | 19.210 | 2,497.30 | 1.89% | 182.00 | 2,586.66 | (89.36) |
| COMMUNITY TRUST BANCORPORATION INC | Cash | CTBI | 62.000 | 34.390 | 2,132.18 | 1.61% | 78.12 | 1,666.61 | 465.57 |
| CONSOLIDATED COMMUNICATIONS HOLDINGS INC | Cash | CNSL | 52.000 | 16.280 | 846.56 | 0.64% | 80.60 | 906.14 | (59.58) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| CYBERONICS INC | Cash | CYBX | 41.000 | 49.930 | 2,047.13 | 1.55% | | 1,856.89 | 190.24 |
| DSW INC-CLASS A | Cash | DSW | 41.000 | 64.520 | 2,645.32 | 2.00% | 29.52 | 1,169.33 | 1,475.99 |
| DXP ENTERPRISES INC | Cash | DXPE | 45.000 | 46.110 | 2,074.95 | 1.57% | | 927.90 | 1,147.05 |
| DYCOM INDUSTRIES INC | Cash | DY | 86.000 | 14.520 | 1,248.72 | 0.94% | | 1,700.22 | (451.50) |
| ELIZABETH ARDEN INC | Cash | RDEN | 63.000 | 46.540 | 2,932.02 | 2.22% | | 2,445.93 | 486.09 |
| ENSIGN GROUP INC/THE | Cash | ENSG | 67.000 | 29.440 | 1,972.48 | 1.49% | 16.08 | 1,248.80 | 723.68 |
| FEI CO | Cash | FEIC | 42.000 | 53.710 | 2,255.82 | 1.70% | 13.44 | 1,378.02 | 877.80 |
| FIRST MERCHANTS CORPORATION | Cash | FRME | 191.000 | 14.080 | 2,689.28 | 2.03% | 22.92 | 2,047.52 | 641.76 |
| GENESCO INCORPORATED | Cash | GCO | 34.000 | 70.650 | 2,402.10 | 1.81% | | 2,340.90 | 61.20 |
| HANGER ORTHOPEDIC GROUP INC | Cash | HGR | 83.000 | 28.610 | 2,374.63 | 1.79% | | 1,305.52 | 1,069.11 |
| HEARTLAND PAYMENT SYSTEMS INC | Cash | HPY | 68.000 | 30.380 | 2,065.84 | 1.56% | 16.32 | 1,498.64 | 567.20 |
| HOME BANCSHARES INC | Cash | HOMB | 65.000 | 31.510 | 2,048.15 | 1.55% | 31.20 | 1,987.69 | 60.46 |
| HSN INC | Cash | HSNI | 59.000 | 45.030 | 2,656.77 | 2.01% | 29.50 | 2,088.70 | 568.07 |
| INNOPHOS HOLDINGS INC | Cash | IPHS | 32.000 | 47.290 | 1,513.28 | 1.14% | 34.56 | 1,043.50 | 469.78 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| JAZZ PHARMACEUTICALS PLC<br>ISIN #IE00B4Q5ZN47 | Cash | JAZZ | 36.000 | 45.510 | 1,638.36 | 1.24% | | 1,235.05 | 403.31 |
| KADANT INC | Cash | KAI | 86.000 | 22.730 | 1,954.78 | 1.48% | | 2,060.32 | (105.54) |
| LTC PROPERTIES INCORPORATE | Cash | LTC | 56.000 | 33.740 | 1,889.44 | 1.43% | 104.16 | 1,607.74 | 281.70 |
| MAIDEN HOLDINGS LTD | Cash | MHLD | 216.000 | 9.180 | 1,982.88 | 1.50% | 69.12 | 2,019.33 | (36.45) |
| MANHATTAN ASSOCIATES INC | Cash | MANH | 41.000 | 50.580 | 2,073.78 | 1.57% | | 1,906.09 | 167.69 |
| MTS SYSTEMS CORPORATION | Cash | MTSC | 39.000 | 50.810 | 1,981.59 | 1.50% | 46.80 | 1,897.74 | 83.85 |
| MWI VETERINARY SUPPLY INC | Cash | MWIV | 19.000 | 100.820 | 1,915.58 | 1.45% | | 1,132.73 | 782.85 |
| NEWMARKET CORP | Cash | NEU | 9.000 | 246.120 | 2,215.08 | 1.67% | 27.00 | 1,733.70 | 481.38 |
| NU SKIN ENTERPRISES INC | Cash | NUS | 47.000 | 41.490 | 1,950.03 | 1.47% | 37.60 | 1,475.76 | 474.27 |
| OMEGA HEALTHCARE INVS INC | Cash | OHI | 101.000 | 24.020 | 2,426.02 | 1.83% | 169.68 | 1,947.81 | 478.21 |
| OSI SYSTEMS INC<br>state incorporation chng frm California<br>to Delaware | Cash | OSIS | 31.000 | 74.100 | 2,297.10 | 1.74% | | 894.66 | 1,402.44 |
| PARAMETRIC TECHNOLOGY CORP NEW | Cash | PMTC | 70.000 | 21.250 | 1,487.50 | 1.12% | | 1,124.19 | 363.31 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| PERFICIENT INC | Cash | PRFT | 157.000 | 10.710 | 1,681.47 | 1.27% | | 1,215.93 | 465.54 |
| SAIA INC | Cash | SAIA | 81.000 | 21.700 | 1,757.70 | 1.33% | | 1,793.33 | (35.63) |
| SCHWEITZER-MAUDUIT INTL INC | Cash | SWM | 44.000 | 32.280 | 1,420.32 | 1.07% | 26.40 | 1,388.21 | 32.11 |
| SIRONA DENTAL SYSTEMS INC | Cash | SIRO | 39.000 | 53.140 | 2,072.46 | 1.57% | | 1,460.95 | 611.51 |
| SOUTHWEST GAS CORPORATION | Cash | SWX | 56.000 | 42.750 | 2,394.00 | 1.81% | 66.08 | 2,451.11 | (57.11) |
| STONE ENERGY CORPORATION | Cash | SGY | 63.000 | 23.530 | 1,482.39 | 1.12% | | 2,097.62 | (615.23) |
| SYNNEX CORP | Cash | SNX | 56.000 | 34.530 | 1,933.68 | 1.46% | | 1,117.20 | 816.48 |
| TELEDYNE TECHNOLOGIES INC | Cash | TDY | 30.000 | 64.510 | 1,935.30 | 1.46% | | 1,523.10 | 412.20 |
| TENNECO INC.<br>FROMLY<br>TENNECO<br>INCORPORATED | Cash | TEN | 83.000 | 30.370 | 2,520.71 | 1.90% | | 1,994.79 | 525.92 |
| TESCO CORP<br>ISIN #CA88157K1012 | Cash | TESO | 138.000 | 10.160 | 1,402.08 | 1.06% | | 1,669.80 | (267.72) |
| TEXTAINER GROUP HOLDINGS LTD<br>ISIN #BMG8766E1093 | Cash | TGH | 49.000 | 35.320 | 1,730.68 | 1.31% | 82.32 | 899.55 | 831.13 |
| TITAN INTERNATIONAL INC. | Cash | TWI | 82.000 | 20.880 | 1,712.16 | 1.29% | 1.64 | 1,420.24 | 291.92 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TRIANGLE CAPITAL CORP | Cash | TCAP | 90.000 | 24.550 | 2,209.50 | 1.67% | 187.20 | 1,489.50 | 720.00 |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 59.430 | 1,723.47 | 1.30% | 4.64 | 624.30 | 1,099.17 |
| WALTER INV MGMT CORP | Cash | WAC | 96.000 | 27.990 | 2,687.04 | 2.03% | | 1,693.03 | 994.01 |
| WORLD ACCEPTANCE CORP DEL | Cash | WRLD | 31.000 | 73.000 | 2,263.00 | 1.71% | | 1,246.03 | 1,016.97 |
| **Total Equities** | | | | | **129,932.97** | **98.17%** | **1,832.12** | **102,668.60** | **27,264.37** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/01 | Taxable Dividend | CONSOLIDATED COMMUNICATIONS HOLDINGS INC<br>CNSL on 52.000000 PD:2012-08-01 | Cash | CNSL | 20.14 |
| 08/15 | Taxable Dividend | OMEGA HEALTHCARE INVS INC<br>OHI on 101.000000 PD:2012-08-15 | Cash | OHI | 42.42 |
| 08/23 | Taxable Dividend | BGC PARTNERS INC-CL A<br>BGCP on 279.000000 PD:2012-08-23 | Cash | BGCP | 47.43 |
| 08/28 | Taxable Dividend | TEXTAINER GROUP HOLDINGS LTD<br>ISIN #BMG8766E1093<br>TGH on 49.000000 PD:2012-08-28 | Cash | TGH | 20.58 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/31 | Taxable Dividend | LTC PROPERTIES INCORPORATE<br>LTC on 56.000000 PD:2012-08-31 | Cash | LTC | 8.68 |
| 08/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **139.27** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 08/22 | Stock Split | SCHWEITZER-MAUDUIT INTL INC<br>SWM on 22.000000 PD:2012-08-21 | Cash | SWM | 22.000 | |
| **Total Securities Received** | | | | | | |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 139.25 | | 1,415.48 | |
| Money Market | 0.02 | | 0.26 | |
| **Total Income** | **139.27** | | **1,415.74** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | | **46,866.55** |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 07/31/12 | Beginning Balance | | 2,280.22 |
| 08/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 20.14 | 2,300.36 |
| 08/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 42.42 | 2,342.78 |
| 08/23/12 | Sweep to Dreyfus 696 General MMKT Cl B | 47.43 | 2,390.21 |
| 08/29/12 | Sweep to Dreyfus 696 General MMKT Cl B | 20.58 | 2,410.79 |
| 08/31/12 | Accumulated Earnings Posted | 0.02 | 2,410.81 |
| 08/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 8.68 | 2,419.49 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/04/12 | Dividend | SOUTHWEST GAS CORPORATION | SWX | 16.52 |
| 09/05/12 | Dividend | HOME BANCSHARES INC | HOMB | 7.80 |
| 09/12/12 | Dividend | NU SKIN ENTERPRISES INC | NUS | 9.40 |
| 09/14/12 | Dividend | BUCKEYE TECHNOLOGIES INC | BKI | 3.36 |
| 09/14/12 | Dividend | HEARTLAND PAYMENT SYSTEMS INC | HPY | 4.08 |
| 09/14/12 | Dividend | AVISTA CORP | AVA | 24.94 |
| 09/28/12 | Dividend | SCHWEITZER-MAUDUIT INTL INC | SWM | 6.60 |
| **Total** | | | | **72.70** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
August 31, 2012 to September 28, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Dana Investment Advisors LP
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 2,679.01 | 132,925.33 | 135,604.34 |
| Total Assets Held in Account | | 2,679.01 | 132,925.33 | 135,604.34 |

***Please see the last page of this statement to review Southwest Securities' Privacy Policy***

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Dana Investment Advisors LP**

**Statement Period**
August 31, 2012 to September 28, 2012

**Page**

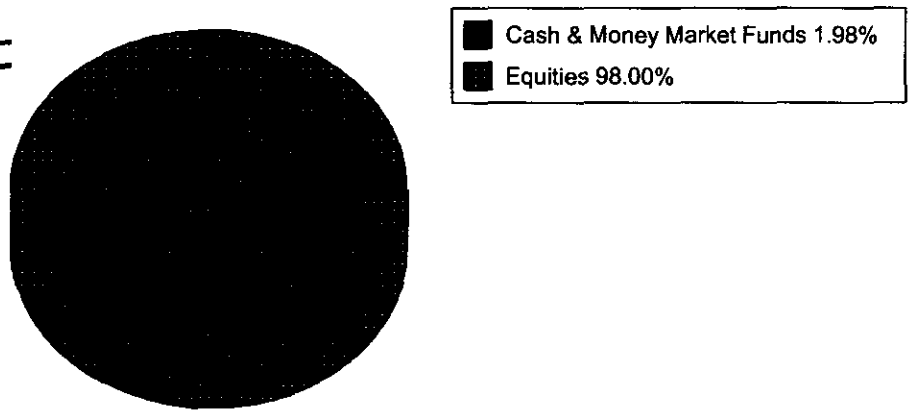

## Account Summary

| | 08/31/12 Value | 09 /28/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,419.49 | 2,679.01 |
| Equities | 129,932.97 | 132,925.33 |
| **Total Account Value** | **132,352.46** | **135,604.34** |
| **Net Account Value** | **132,352.46** | **135,604.34** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,419.49 | 129,932.97 | 132,352.46 |
| Funds Deposited | | | |
| Income Activity | 149.84 | | 149.84 |
| Securities Sold/Matured | 20,047.95 | (20,047.95) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (19,938.27) | 19,938.27 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,102.04 | 3,102.04 |
| **Ending Balance** | **2,679.01** | **132,925.33** | **135,604.34** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on September 28, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on September 28, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | 1,542.23 | 1.14% | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 1,136.78 | 0.84% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **2,679.01** | **1.98%** | | | |
| **Equities** | | | | | | | | | |
| ACI WORLDWIDE INC | Cash | ACIW | 47.000 | 42.260 | 1,986.22 | 1.46% | | 1,672.26 | 313.96 |
| AKORN INC | Cash | AKRX | 150.000 | 13.220 | 1,983.00 | 1.46% | | 2,274.90 | (291.90) |
| AMERICAN RAILCAR INDUSTRIES INC<br>company's domicile frm Delaware to North Dakota | Cash | ARII | 68.000 | 28.340 | 1,927.12 | 1.42% | | 1,858.44 | 68.68 |
| AMTRUST FINANCIAL SERVICES INC | Cash | AFSI | 84.000 | 25.620 | 2,152.08 | 1.59% | 33.60 | 1,173.00 | 979.08 |
| ANIKA THERAPEUTICS INC | Cash | ANIK | 135.000 | 15.020 | 2,027.70 | 1.50% | | 1,953.44 | 74.26 |
| ARCTIC CAT INC. | Cash | ACAT | 56.000 | 41.460 | 2,321.76 | 1.71% | | 1,130.64 | 1,191.12 |
| ARRIS GROUP INC | Cash | ARRS | 138.000 | 12.790 | 1,765.02 | 1.30% | | 1,923.71 | (158.69) |
| ASCENA RETAIL GROUP INC | Cash | ASNA | 106.000 | 21.450 | 2,273.70 | 1.68% | | 1,395.01 | 878.69 |
| ASTRONICS CORPORATION | Cash | ATRO | 55.000 | 30.800 | 1,694.00 | 1.25% | | 1,230.37 | 463.63 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| ATWOOD OCEANICS INCORPORATED | Cash | ATW | 43.000 | 45.450 | 1,954.35 | 1.44% | | 1,418.91 | 535.44 |
| AVISTA CORP | Cash | AVA | 86.000 | 25.740 | 2,213.64 | 1.63% | 99.76 | 1,767.47 | 446.17 |
| BANK OF THE OZARKS | Cash | OZRK | 70.000 | 34.470 | 2,412.90 | 1.78% | 36.40 | 1,141.40 | 1,271.50 |
| BUCKEYE TECHNOLOGIES INC | Cash | BKI | 55.000 | 32.060 | 1,763.30 | 1.30% | 17.60 | 1,231.65 | 531.65 |
| CABELAS INC | Cash | CAB | 44.000 | 54.680 | 2,405.92 | 1.77% | | 693.90 | 1,712.02 |
| CANTEL MEDICAL CORPORATION | Cash | CMN | 75.000 | 27.080 | 2,031.00 | 1.50% | 6.98 | 856.20 | 1,174.80 |
| CARRIZO OIL & GAS INC | Cash | CRZO | 74.000 | 25.010 | 1,850.74 | 1.36% | | 1,724.19 | 126.55 |
| COINSTAR INC | Cash | CSTR | 52.000 | 44.980 | 2,338.96 | 1.72% | | 3,114.12 | (775.16) |
| COLONY FINANCIAL INC | Cash | CLNY | 109.000 | 19.480 | 2,123.32 | 1.57% | 152.60 | 2,140.63 | (17.31) |
| COMMUNITY TRUST BANCORPORATION INC | Cash | CTBI | 62.000 | 35.535 | 2,203.17 | 1.62% | 78.12 | 1,666.61 | 536.56 |
| COMPUTER TASK GROUP INC | Cash | CTGX | 126.000 | 16.180 | 2,038.68 | 1.50% | | 2,014.74 | 23.94 |
| CONSOLIDATED COMMUNICATIONS HOLDINGS INC | Cash | CNSL | 52.000 | 17.190 | 893.88 | 0.66% | 80.60 | 906.14 | (12.26) |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| CYBERONICS INC | Cash | CYBX | 41.000 | 52.420 | 2,149.22 | 1.58% | | 1,856.89 | 292.33 |
| DSW INC-CLASS A | Cash | DSW | 41.000 | 66.720 | 2,735.52 | 2.02% | 29.52 | 1,169.33 | 1,566.19 |
| DUPONT FABROS TECHNOLOGY INC (REITS) | Cash | DFT | 78.000 | 25.250 | 1,969.50 | 1.45% | 46.80 | 2,111.45 | (141.95) |
| DXP ENTERPRISES INC | Cash | DXPE | 45.000 | 47.770 | 2,149.65 | 1.59% | | 927.90 | 1,221.75 |
| ELIZABETH ARDEN INC | Cash | RDEN | 49.000 | 47.240 | 2,314.76 | 1.71% | | 1,898.39 | 416.37 |
| ENSIGN GROUP INC/THE | Cash | ENSG | 67.000 | 30.605 | 2,050.53 | 1.51% | 16.08 | 1,248.80 | 801.74 |
| FEI CO | Cash | FEIC | 42.000 | 53.500 | 2,247.00 | 1.66% | 13.44 | 1,378.02 | 868.98 |
| FIRST MERCHANTS CORPORATION | Cash | FRME | 140.000 | 15.010 | 2,101.40 | 1.55% | 16.80 | 1,500.80 | 600.60 |
| GENESCO INCORPORATED | Cash | GCO | 34.000 | 66.730 | 2,268.82 | 1.67% | | 2,340.90 | (72.08) |
| GP STRATEGIES CORP | Cash | GPX | 97.000 | 19.320 | 1,874.04 | 1.38% | | 1,891.49 | (17.45) |
| HANGER ORTHOPEDIC GROUP INC | Cash | HGR | 83.000 | 28.530 | 2,367.99 | 1.75% | | 1,305.52 | 1,062.47 |
| HEARTLAND PAYMENT SYSTEMS INC | Cash | HPY | 68.000 | 31.680 | 2,154.24 | 1.59% | 16.32 | 1,498.64 | 655.60 |
| HOME BANCSHARES INC | Cash | HOMB | 65.000 | 34.090 | 2,215.85 | 1.63% | 31.20 | 1,987.69 | 228.16 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| HSN INC | Cash | HSNI | 49.000 | 49.050 | 2,403.45 | 1.77% | 24.50 | 1,735.70 | 667.75 |
| INNOPHOS HOLDINGS INC | Cash | IPHS | 32.000 | 48.490 | 1,551.68 | 1.14% | 34.56 | 1,043.50 | 508.18 |
| ION GEOPHYSICAL CORP | Cash | IO | 256.000 | 6.940 | 1,776.64 | 1.31% | | 1,858.53 | (81.89) |
| IXIA COMMUNICATIONS | Cash | XXIA | 135.000 | 16.070 | 2,169.45 | 1.60% | | 2,033.09 | 136.36 |
| JAZZ PHARMACEUTICALS PLC ISIN #IE00B4Q5ZN47 | Cash | JAZZ | 36.000 | 56.999 | 2,051.96 | 1.51% | | 1,235.05 | 816.91 |
| LTC PROPERTIES INCORPORATE | Cash | LTC | 56.000 | 31.850 | 1,783.60 | 1.32% | 104.16 | 1,607.74 | 175.86 |
| MAIDEN HOLDINGS LTD | Cash | MHLD | 216.000 | 8.890 | 1,920.24 | 1.42% | 69.12 | 2,019.33 | (99.09) |
| MANHATTAN ASSOCIATES INC | Cash | MANH | 41.000 | 57.270 | 2,348.07 | 1.73% | | 1,906.09 | 441.98 |
| MTS SYSTEMS CORPORATION | Cash | MTSC | 39.000 | 53.550 | 2,088.45 | 1.54% | 46.80 | 1,897.74 | 190.71 |
| MWI VETERINARY SUPPLY INC | Cash | MWIV | 19.000 | 106.680 | 2,026.92 | 1.49% | | 1,132.73 | 894.19 |
| NEWMARKET CORP | Cash | NEU | 9.000 | 246.480 | 2,218.32 | 1.64% | 27.00 | 1,733.70 | 484.62 |
| NU SKIN ENTERPRISES INC | Cash | NUS | 59.000 | 38.830 | 2,290.97 | 1.69% | 47.20 | 1,938.60 | 352.37 |
| OMEGA HEALTHCARE INVS INC | Cash | OHI | 101.000 | 22.730 | 2,295.73 | 1.69% | 169.68 | 1,947.81 | 347.92 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| OSI SYSTEMS INC<br>state incorporation chng frm California<br>to Delaware | Cash | OSIS | 31.000 | 77.840 | 2,413.04 | 1.78% | | 894.66 | 1,518.38 |
| PARAMETRIC TECHNOLOGY CORP NEW | Cash | PMTC | 70.000 | 21.770 | 1,523.90 | 1.12% | | 1,124.19 | 399.71 |
| PERFICIENT INC | Cash | PRFT | 157.000 | 12.070 | 1,894.99 | 1.40% | | 1,215.93 | 679.06 |
| SAIA INC | Cash | SAIA | 81.000 | 20.140 | 1,631.34 | 1.20% | | 1,793.33 | (161.99) |
| SBCT FINANCIAL CORPORATION | Cash | SCBT | 51.000 | 40.280 | 2,054.28 | 1.51% | 34.68 | 2,087.93 | (33.65) |
| SCHWEITZER-MAUDUIT INTL INC | Cash | SWM | 44.000 | 32.990 | 1,451.56 | 1.07% | 26.40 | 1,388.21 | 63.35 |
| SIRONA DENTAL SYSTEMS INC | Cash | SIRO | 39.000 | 56.960 | 2,221.44 | 1.64% | | 1,460.95 | 760.49 |
| SOUTHWEST GAS CORPORATION | Cash | SWX | 56.000 | 44.200 | 2,475.20 | 1.83% | 66.08 | 2,451.11 | 24.09 |
| STANDEX INTERNATIONAL CORP | Cash | SXI | 42.000 | 44.450 | 1,866.90 | 1.38% | 11.76 | 1,888.74 | (21.84) |
| STONE ENERGY CORPORATION | Cash | SGY | 63.000 | 25.120 | 1,582.56 | 1.17% | | 2,097.62 | (515.06) |
| TELEDYNE TECHNOLOGIES INC | Cash | TDY | 30.000 | 63.390 | 1,901.70 | 1.40% | | 1,523.10 | 378.60 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TENNECO INC. FROMLY TENNECO INCORPORATED | Cash | TEN | 83.000 | 28.000 | 2,324.00 | 1.71% | | 1,994.79 | 329.21 |
| TEXTAINER GROUP HOLDINGS LTD ISIN #BMG8766E1093 | Cash | TGH | 49.000 | 30.550 | 1,496.95 | 1.10% | 82.32 | 899.55 | 597.40 |
| TRIANGLE CAPITAL CORP | Cash | TCAP | 90.000 | 25.660 | 2,309.40 | 1.70% | 187.20 | 1,489.50 | 819.90 |
| TRIMAS CORP NEW | Cash | TRS | 78.000 | 24.110 | 1,880.58 | 1.39% | | 1,889.15 | (8.57) |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 62.500 | 1,812.50 | 1.34% | 4.64 | 624.30 | 1,188.20 |
| WALTER INV MGMT CORP | Cash | WAC | 57.000 | 37.010 | 2,109.57 | 1.56% | | 1,060.85 | 1,048.72 |
| WORLD ACCEPTANCE CORP DEL | Cash | WRLD | 31.000 | 67.450 | 2,090.95 | 1.54% | | 1,246.03 | 844.92 |
| **Total Equities** | | | | | **132,925.33** | **98.00%** | **1,611.92** | **103,623.07** | **29,302.25** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/04 | Taxable Dividend | SOUTHWEST GAS CORPORATION SWX on 56.000000 PD:2012-09-04 | Cash | SWX | 16.52 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/05 | Taxable Dividend | HOME BANCSHARES INC<br>HOMB on 65.000000 PD:2012-09-05 | Cash | HOMB | 7.80 |
| 09/12 | Taxable Dividend | NU SKIN ENTERPRISES INC<br>NUS on 47.000000 PD:2012-09-12 | Cash | NUS | 9.40 |
| 09/14 | Taxable Dividend | HEARTLAND PAYMENT SYSTEMS INC<br>HPY on 68.000000 PD:2012-09-14 | Cash | HPY | 4.08 |
| 09/14 | Taxable Dividend | BUCKEYE TECHNOLOGIES INC<br>BKI on 42.000000 PD:2012-09-14 | Cash | BKI | 3.36 |
| 09/14 | Taxable Dividend | AVISTA CORP<br>AVA on 86.000000 PD:2012-09-14 | Cash | AVA | 24.94 |
| 09/17 | Taxable Dividend | TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT<br>TGI on 29.000000 PD:2012-09-15 | Cash | TGI | 1.16 |
| 09/17 | Taxable Dividend | FIRST MERCHANTS CORPORATION<br>FRME on 191.000000 PD:2012-09-17 | Cash | FRME | 5.73 |
| 09/19 | Taxable Dividend | HSN INC<br>HSNI on 59.000000 PD:2012-09-19 | Cash | HSNI | 7.38 |
| 09/26 | Taxable Dividend | TRIANGLE CAPITAL CORP<br>TCAP on 90.000000 PD:2012-09-26 | Cash | TCAP | 46.80 |
| 09/28 | Taxable Dividend | SCHWEITZER-MAUDUIT INTL INC<br>SWM on 44.000000 PD:2012-09-28 | Cash | SWM | 6.60 |
| 09/28 | Taxable Dividend | LTC PROPERTIES INCORPORATE<br>LTC on 56.000000 PD:2012-09-28 | Cash | LTC | 8.68 |
| 09/28 | Taxable Dividend | DSW INC-CLASS A<br>DSW on 41.000000 PD:2012-09-28 | Cash | DSW | 7.38 |
| 09/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.01 |
| **Total Income Activity** | | | | | **149.84** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/12 | Sell | TESCO CORP<br>ISIN #CA88157K1012 | Cash | TESO | (138.000) | 10.260 | 1,415.86 |
| 09/12 | Sell | SYNNEX CORP | Cash | SNX | (56.000) | 35.210 | 1,971.73 |
| 09/12 | Sell | CENTENE CORPORATION | Cash | CNC | (62.000) | 37.980 | 2,354.72 |
| 09/12 | Sell | CACI INTERNATIONAL INC CL A | Cash | CACI | (29.000) | 54.560 | 1,582.20 |
| 09/12 | Sell | BGC PARTNERS INC-CL A | Cash | BGCP | (279.000) | 4.770 | 1,330.83 |
| 09/12 | Sell | ASHFORD HOSPITALITY TRUST INC | Cash | AHT | (223.000) | 8.810 | 1,964.61 |
| 09/20 | Cash in Lieu | AMTRUST FINANCIAL SERVICES INC<br>AFSI on -0.700000 PD:2012-09-20 | Cash | AFSI | (0.700) | | 6.68 |
| 09/28 | Sell | WALTER INV MGMT CORP | Cash | WAC | (39.000) | 37.180 | 1,449.99 |
| 09/28 | Sell | TITAN INTERNATIONAL INC. | Cash | TWI | (82.000) | 17.640 | 1,446.46 |
| 09/28 | Sell | KADANT INC | Cash | KAI | (86.000) | 23.550 | 2,025.26 |
| 09/28 | Sell | HSN INC | Cash | HSNI | (10.000) | 49.170 | 491.69 |
| 09/28 | Sell | FIRST MERCHANTS CORPORATION | Cash | FRME | (51.000) | 15.190 | 774.68 |
| 09/28 | Sell | ELIZABETH ARDEN INC | Cash | RDEN | (14.000) | 47.230 | 661.21 |
| 09/28 | Sell | DYCOM INDUSTRIES INC | Cash | DY | (86.000) | 14.320 | 1,231.50 |
| 09/28 | Sell | COLONY FINANCIAL INC | Cash | CLNY | (21.000) | 19.450 | 408.44 |
| 09/28 | Sell | CABELAS INC | Cash | CAB | (17.000) | 54.830 | 932.09 |
| **Total Securities Sold/Matured** | | | | | | | **20,047.95** |

## Account Activity

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 09/20 | Stock Dividend | AMTRUST FINANCIAL SERVICES INC AFSI on 77.000000 PD:2012-09-20 | Cash | AFSI | 7.700 | |
| **Total Securities Received** | | | | | | |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/12 | Buy | SBCT FINANCIAL CORPORATION | Cash | SCBT | 51.000 | 40.940 | (2,087.93) |
| 09/12 | Buy | ION GEOPHYSICAL CORP | Cash | IO | 256.000 | 7.260 | (1,858.53) |
| 09/12 | Buy | IXIA COMMUNICATIONS | Cash | XXIA | 135.000 | 15.060 | (2,033.09) |
| 09/12 | Buy | DUPONT FABROS TECHNOLOGY INC (REITS) | Cash | DFT | 78.000 | 27.070 | (2,111.45) |
| 09/12 | Buy | COMPUTER TASK GROUP INC | Cash | CTGX | 126.000 | 15.990 | (2,014.74) |
| 09/12 | Buy | ANIKA THERAPEUTICS INC | Cash | ANIK | 135.000 | 14.470 | (1,953.44) |
| 09/28 | Buy | TRIMAS CORP NEW | Cash | TRS | 78.000 | 24.220 | (1,889.15) |
| 09/28 | Buy | STANDEX INTERNATIONAL CORP | Cash | SXI | 42.000 | 44.970 | (1,888.74) |
| 09/28 | Buy | NU SKIN ENTERPRISES INC | Cash | NUS | 12.000 | 38.570 | (462.84) |
| 09/28 | Buy | GP STRATEGIES CORP | Cash | GPX | 97.000 | 19.500 | (1,891.49) |
| 09/28 | Buy | COINSTAR INC | Cash | CSTR | 20.000 | 45.130 | (902.60) |
| 09/28 | Buy | BUCKEYE TECHNOLOGIES INC | Cash | BKI | 13.000 | 32.550 | (423.15) |
| 09/28 | Buy | AKORN INC | Cash | AKRX | 32.000 | 13.160 | (421.12) |
| **Total Securities Purchased** | | | | | | | **(19,938.27)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 149.83 | | 1,565.31 | |
| Money Market | 0.01 | | 0.27 | |
| **Total Income** | **149.84** | | **1,565.58** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **20,041.27** | **66,907.82** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 08/31/12 | Beginning Balance | | 2,419.49 |
| 09/04/12 | Sweep to Dreyfus 696 General MMKT Cl B | 16.52 | 2,436.01 |
| 09/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 7.80 | 2,443.81 |
| 09/12/12 | Sweep to Dreyfus 696 General MMKT Cl B | 9.40 | 2,453.21 |
| 09/14/12 | Sweep to Dreyfus 696 General MMKT Cl B | 32.38 | 2,485.59 |
| 09/17/12 | Sweep from Dreyfus 696 General MMKT Cl B | (1,432.34) | 1,053.25 |
| 09/19/12 | Sweep to Dreyfus 696 General MMKT Cl B | 7.38 | 1,060.63 |
| 09/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 6.68 | 1,067.31 |
| 09/26/12 | Sweep to Dreyfus 696 General MMKT Cl B | 46.80 | 1,114.11 |
| 09/28/12 | Accumulated Earnings Posted | 0.01 | 1,114.12 |
| 09/28/12 | Sweep to Dreyfus 696 General MMKT Cl B | 22.66 | 1,136.78 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/01/12 | Dividend | NEWMARKET CORP | NEU | 6.75 |
| 10/01/12 | Dividend | MTS SYSTEMS CORPORATION | MTSC | 11.70 |
| 10/01/12 | Dividend | COMMUNITY TRUST BANCORPORATION INC | CTBI | 19.53 |
| **Total** | | | | **37.98** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
September 28, 2012 to October 31, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Dana Investment Advisors LP
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 2,408.51 | 130,470.47 | 132,878.98 |
| Total Assets Held in Account | | 2,408.51 | 130,470.47 | 132,878.98 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest.á If you invest in Canadian Securities please go to http://cdntax.swst.comá on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Dana Investment Advisors LP**

| Statement Period | Page |
|---|---|
| September 28, 2012 to October 31, 2012 | 1 of 10 |

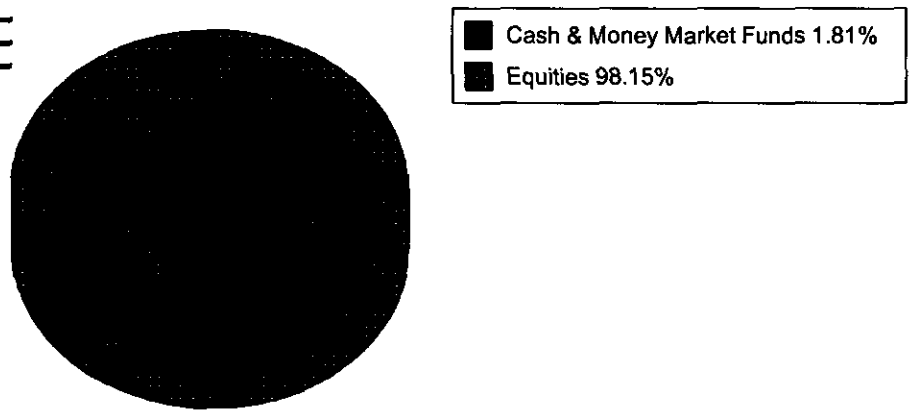
## Account Summary

| | 09/28/12 Value | 10 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,679.01 | 2,408.51 |
| Equities | 132,925.33 | 130,470.47 |
| **Total Account Value** | **135,604.34** | **132,878.98** |
| **Net Account Value** | **135,604.34** | **132,878.98** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,679.01 | 132,925.33 | 135,604.34 |
| Funds Deposited | | | |
| Income Activity | 229.15 | | 229.15 |
| Securities Sold/Matured | 11.65 | (11.65) | |
| Securities Received | | | |
| Funds Withdrawn | (511.30) | | (511.30) |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | (2,443.21) | (2,443.21) |
| **Ending Balance** | **2,408.51** | **130,470.47** | **132,878.98** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on October 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on October 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 2,408.51 | 1.81% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **2,408.51** | **1.81%** | | | |
| **Equities** | | | | | | | | | |
| ACI WORLDWIDE INC | Cash | ACIW | 47.000 | 39.100 | 1,837.70 | 1.38% | | 1,672.26 | 165.44 |
| AKORN INC | Cash | AKRX | 150.000 | 12.010 | 1,801.50 | 1.36% | | 2,274.90 | (473.40) |
| AMERICAN RAILCAR INDUSTRIES INC<br>company's domicile frm Delaware to North Dakota | Cash | ARII | 68.000 | 29.380 | 1,997.84 | 1.50% | | 1,858.44 | 139.40 |
| AMTRUST FINANCIAL SERVICES INC | Cash | AFSI | 84.000 | 24.200 | 2,032.80 | 1.53% | 33.60 | 1,173.00 | 859.80 |
| ANIKA THERAPEUTICS INC | Cash | ANIK | 135.000 | 11.210 | 1,513.35 | 1.14% | | 1,953.44 | (440.09) |
| ARCTIC CAT INC. | Cash | ACAT | 56.000 | 36.270 | 2,031.12 | 1.53% | | 1,130.64 | 900.48 |
| ARRIS GROUP INC | Cash | ARRS | 138.000 | 13.740 | 1,896.12 | 1.43% | | 1,923.71 | (27.59) |
| ASCENA RETAIL GROUP INC | Cash | ASNA | 106.000 | 19.810 | 2,099.86 | 1.58% | | 1,395.01 | 704.85 |
| ASTRONICS CORPORATION | Cash | ATRO | 55.000 | 23.210 | 1,276.55 | 0.96% | | 1,230.37 | 46.18 |
| ATWOOD OCEANICS INCORPORATED | Cash | ATW | 43.000 | 47.800 | 2,055.40 | 1.55% | | 1,418.91 | 636.49 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| AVISTA CORP | Cash | AVA | 86.000 | 25.420 | 2,186.12 | 1.65% | 99.76 | 1,767.47 | 418.65 |
| BANK OF THE OZARKS | Cash | OZRK | 70.000 | 32.740 | 2,291.80 | 1.72% | 39.20 | 1,141.40 | 1,150.40 |
| BUCKEYE TECHNOLOGIES INC | Cash | BKI | 55.000 | 26.200 | 1,441.00 | 1.08% | 19.80 | 1,231.65 | 209.35 |
| CABELAS INC | Cash | CAB | 44.000 | 44.810 | 1,971.64 | 1.48% | | 693.90 | 1,277.74 |
| CANTEL MEDICAL CORPORATION | Cash | CMN | 75.000 | 26.010 | 1,950.75 | 1.47% | 6.98 | 856.20 | 1,094.55 |
| CARRIZO OIL & GAS INC | Cash | CRZO | 74.000 | 26.794 | 1,982.76 | 1.49% | | 1,724.19 | 258.57 |
| COINSTAR INC | Cash | CSTR | 52.000 | 46.970 | 2,442.44 | 1.84% | | 3,114.12 | (671.68) |
| COLONY FINANCIAL INC | Cash | CLNY | 109.000 | 20.010 | 2,181.09 | 1.64% | 152.60 | 2,140.63 | 40.46 |
| COMMUNITY TRUST BANCORPORATION INC | Cash | CTBI | 62.000 | 33.920 | 2,103.04 | 1.58% | 78.12 | 1,666.61 | 436.43 |
| COMPUTER TASK GROUP INC | Cash | CTGX | 126.000 | 18.650 | 2,349.90 | 1.77% | | 2,014.74 | 335.16 |
| CONSOLIDATED COMMUNICATIONS HOLDINGS INC | Cash | CNSL | 52.000 | 15.420 | 801.84 | 0.60% | 80.60 | 906.14 | (104.30) |
| CYBERONICS INC | Cash | CYBX | 41.000 | 46.250 | 1,896.25 | 1.43% | | 1,856.89 | 39.36 |
| DSW INC-CLASS A | Cash | DSW | 41.000 | 62.590 | 2,566.19 | 1.93% | 29.52 | 1,169.33 | 1,396.86 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DUPONT FABROS TECHNOLOGY INC (REITS) | Cash | DFT | 78.000 | 21.460 | 1,673.88 | 1.26% | 46.80 | 2,111.45 | (437.57) |
| DXP ENTERPRISES INC | Cash | DXPE | 45.000 | 49.160 | 2,212.20 | 1.66% | | 927.90 | 1,284.30 |
| ELIZABETH ARDEN INC | Cash | RDEN | 49.000 | 47.180 | 2,311.82 | 1.74% | | 1,898.39 | 413.43 |
| ENSIGN GROUP INC/THE | Cash | ENSG | 67.000 | 29.160 | 1,953.72 | 1.47% | 16.08 | 1,248.80 | 704.92 |
| FEI CO | Cash | FEIC | 42.000 | 55.050 | 2,312.10 | 1.74% | 13.44 | 1,378.02 | 934.08 |
| FIRST MERCHANTS CORPORATION | Cash | FRME | 140.000 | 14.700 | 2,058.00 | 1.55% | 16.80 | 1,500.80 | 557.20 |
| GENESCO INCORPORATED | Cash | GCO | 34.000 | 57.300 | 1,948.20 | 1.47% | | 2,340.90 | (392.70) |
| GP STRATEGIES CORP | Cash | GPX | 97.000 | 19.250 | 1,867.25 | 1.41% | | 1,891.49 | (24.24) |
| HANGER ORTHOPEDIC GROUP INC | Cash | HGR | 83.000 | 25.350 | 2,104.05 | 1.58% | | 1,305.52 | 798.53 |
| HEARTLAND PAYMENT SYSTEMS INC | Cash | HPY | 68.000 | 26.080 | 1,773.44 | 1.33% | 16.32 | 1,498.64 | 274.80 |
| HOME BANCSHARES INC | Cash | HOMB | 65.000 | 34.640 | 2,251.60 | 1.69% | 33.80 | 1,987.69 | 263.91 |
| HSN INC | Cash | HSNI | 49.000 | 52.000 | 2,548.00 | 1.92% | 35.28 | 1,735.70 | 812.30 |
| INNOPHOS HOLDINGS INC | Cash | IPHS | 32.000 | 47.650 | 1,524.80 | 1.15% | 34.56 | 1,043.50 | 481.30 |

## Account Positions
Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| ION GEOPHYSICAL CORP | Cash | IO | 256.000 | 6.460 | 1,653.76 | 1.24% | | 1,858.53 | (204.77) |
| IXIA COMMUNICATIONS | Cash | XXIA | 135.000 | 14.010 | 1,891.35 | 1.42% | | 2,033.09 | (141.74) |
| JAZZ PHARMACEUTICALS PLC ISIN #IE00B4Q5ZN47 | Cash | JAZZ | 36.000 | 53.620 | 1,930.32 | 1.45% | | 1,235.05 | 695.27 |
| LTC PROPERTIES INCORPORATE | Cash | LTC | 56.000 | 33.010 | 1,848.56 | 1.39% | 104.16 | 1,607.74 | 240.82 |
| MAIDEN HOLDINGS LTD | Cash | MHLD | 216.000 | 8.450 | 1,825.20 | 1.37% | 69.12 | 2,019.33 | (194.13) |
| MANHATTAN ASSOCIATES INC | Cash | MANH | 41.000 | 60.000 | 2,460.00 | 1.85% | | 1,906.09 | 553.91 |
| MTS SYSTEMS CORPORATION | Cash | MTSC | 39.000 | 50.410 | 1,965.99 | 1.48% | 46.80 | 1,897.74 | 68.25 |
| MWI VETERINARY SUPPLY INC | Cash | MWIV | 19.000 | 105.020 | 1,995.38 | 1.50% | | 1,132.73 | 862.65 |
| NEWMARKET CORP | Cash | NEU | 9.000 | 271.310 | 2,441.79 | 1.84% | 27.00 | 1,733.70 | 708.09 |
| NU SKIN ENTERPRISES INC | Cash | NUS | 59.000 | 47.330 | 2,792.47 | 2.10% | 47.20 | 1,938.60 | 853.87 |
| OMEGA HEALTHCARE INVS INC | Cash | OHI | 101.000 | 22.940 | 2,316.94 | 1.74% | 177.76 | 1,947.81 | 369.13 |
| OSI SYSTEMS INC state incorporation chng frm California to Delaware | Cash | OSIS | 31.000 | 79.250 | 2,456.75 | 1.85% | | 894.66 | 1,562.09 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| PARAMETRIC TECHNOLOGY CORP NEW | Cash | PMTC | 70.000 | 20.180 | 1,412.60 | 1.06% | | 1,124.19 | 288.41 |
| PERFICIENT INC | Cash | PRFT | 157.000 | 11.370 | 1,785.09 | 1.34% | | 1,215.93 | 569.16 |
| SAIA INC | Cash | SAIA | 81.000 | 22.600 | 1,830.60 | 1.38% | | 1,793.33 | 37.27 |
| SBCT FINANCIAL CORPORATION | Cash | SCBT | 51.000 | 39.680 | 2,023.68 | 1.52% | 36.72 | 2,087.93 | (64.25) |
| SCHWEITZER-MAUDUIT INTL INC | Cash | SWM | 44.000 | 35.030 | 1,541.32 | 1.16% | 26.40 | 1,388.21 | 153.11 |
| SIRONA DENTAL SYSTEMS INC | Cash | SIRO | 39.000 | 57.260 | 2,233.14 | 1.68% | | 1,460.95 | 772.19 |
| SOUTHWEST GAS CORPORATION | Cash | SWX | 56.000 | 43.470 | 2,434.32 | 1.83% | 66.08 | 2,451.11 | (16.79) |
| STANDEX INTERNATIONAL CORP | Cash | SXI | 42.000 | 46.240 | 1,942.08 | 1.46% | 13.44 | 1,888.74 | 53.34 |
| STONE ENERGY CORPORATION | Cash | SGY | 63.000 | 23.590 | 1,486.17 | 1.12% | | 2,097.62 | (611.45) |
| TELEDYNE TECHNOLOGIES INC | Cash | TDY | 30.000 | 64.030 | 1,920.90 | 1.45% | | 1,523.10 | 397.80 |
| TENNECO INC. FROMLY TENNECO INCORPORATED | Cash | TEN | 83.000 | 30.550 | 2,535.65 | 1.91% | | 1,994.79 | 540.86 |
| TEXTAINER GROUP HOLDINGS LTD ISIN #BMG8766E1093 | Cash | TGH | 49.000 | 30.200 | 1,479.80 | 1.11% | 82.32 | 899.55 | 580.25 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TRIANGLE CAPITAL CORP | Cash | TCAP | 90.000 | 26.030 | 2,342.70 | 1.76% | 187.20 | 1,489.50 | 853.20 |
| TRIMAS CORP NEW | Cash | TRS | 78.000 | 25.080 | 1,956.24 | 1.47% | | 1,889.15 | 67.09 |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 65.420 | 1,897.18 | 1.43% | 4.64 | 624.30 | 1,272.88 |
| WALTER INV MGMT CORP | Cash | WAC | 57.000 | 48.330 | 2,754.81 | 2.07% | | 1,060.85 | 1,693.96 |
| WORLD ACCEPTANCE CORP DEL | Cash | WRLD | 31.000 | 66.760 | 2,069.56 | 1.56% | | 1,246.03 | 823.53 |
| **Total Equities** | | | | | **130,470.47** | **98.15%** | **1,642.10** | **103,623.07** | **26,847.39** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/01 | Taxable Dividend | NEWMARKET CORP<br>NEU on 9.000000 PD:2012-10-01 | Cash | NEU | 6.75 |
| 10/01 | Taxable Dividend | MTS SYSTEMS CORPORATION<br>MTSC on 39.000000 PD:2012-10-01 | Cash | MTSC | 11.70 |
| 10/01 | Taxable Dividend | COMMUNITY TRUST BANCORPORATION INC<br>CTBI on 62.000000 PD:2012-10-01 | Cash | CTBI | 19.53 |
| 10/15 | Taxable Dividend | MAIDEN HOLDINGS LTD<br>MHLD on 216.000000 PD:2012-10-15 | Cash | MHLD | 17.28 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/15 | Taxable Dividend | TITAN INTERNATIONAL INC.<br>TWI on 82.000000 PD:2012-10-15 | Cash | TWI | 0.41 |
| 10/15 | Taxable Dividend | DUPONT FABROS TECHNOLOGY INC (REITS)<br>DFT on 78.000000 PD:2012-10-15 | Cash | DFT | 11.70 |
| 10/15 | Taxable Dividend | COLONY FINANCIAL INC<br>CLNY on 130.000000 PD:2012-10-15 | Cash | CLNY | 45.50 |
| 10/15 | Taxable Dividend | AMTRUST FINANCIAL SERVICES INC<br>AFSI on 84.000000 PD:2012-10-15 | Cash | AFSI | 8.40 |
| 10/19 | Taxable Dividend | BANK OF THE OZARKS<br>OZRK on 70.000000 PD:2012-10-19 | Cash | OZRK | 9.80 |
| 10/23 | Taxable Dividend | FEI CO<br>FEIC on 42.000000 PD:2012-10-23 | Cash | FEIC | 3.36 |
| 10/26 | Special Distribution | DSW INC-CLASS A<br>DSW on 41.000000 PD:2012-10-26 | Cash | DSW | 82.00 |
| 10/31 | Taxable Dividend | LTC PROPERTIES INCORPORATE<br>LTC on 56.000000 PD:2012-10-31 | Cash | LTC | 8.68 |
| 10/31 | Taxable Dividend | ENSIGN GROUP INC/THE<br>ENSG on 67.000000 PD:2012-10-31 | Cash | ENSG | 4.02 |
| 10/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **229.15** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/20 | Cash in Lieu | AFSI adj 9/20/12 cash in lieu rate | Cash | | | | 11.65 |
| **Total Securities Sold/Matured** | | | | | | | **11.65** |

## Account Activity

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 10/11 | Journal | ADV FEE | Cash | | (511.30) |
| **Total Funds Withdrawn** | | | | | **(511.30)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 229.13 | | 1,794.44 | |
| Money Market | 0.02 | | 0.29 | |
| **Total Income** | **229.15** | | **1,794.73** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | | **66,907.82** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 09/28/12 | Beginning Balance | | 1,136.78 |
| 10/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 37.98 | 1,174.76 |
| 10/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 1,542.23 | 2,716.99 |
| 10/08/12 | Sweep to Dreyfus 696 General MMKT Cl B | 11.65 | 2,728.64 |
| 10/12/12 | Sweep from Dreyfus 696 General MMKT Cl B | (511.30) | 2,217.34 |
| 10/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 83.29 | 2,300.63 |
| 10/19/12 | Sweep to Dreyfus 696 General MMKT Cl B | 9.80 | 2,310.43 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/23/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3.36 | 2,313.79 |
| 10/29/12 | Sweep to Dreyfus 696 General MMKT Cl B | 82.00 | 2,395.79 |
| 10/31/12 | Accumulated Earnings Posted | 0.02 | 2,395.81 |
| 10/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 12.70 | 2,408.51 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 11/01/12 | Dividend | CONSOLIDATED COMMUNICATIONS HOLDINGS INC | CNSL | 20.14 |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
October 31, 2012 to November 30, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Dana Investment Advisors LP
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 2,948.60 | 130,490.00 | 133,438.60 |
| Total Assets Held in Account | | 2,948.60 | 130,490.00 | 133,438.60 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Dana Investment Advisors LP**

**Statement Period**
October 31, 2012 to November 30, 2012

**Page**
1 of 11

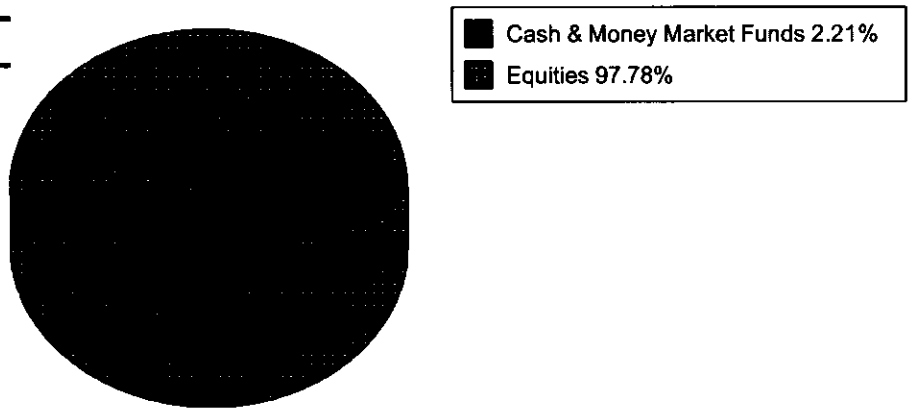
## Account Summary

| | 10/31/12 Value | 11 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,408.51 | 2,948.60 |
| Equities | 130,470.47 | 130,490.00 |
| **Total Account Value** | **132,878.98** | **133,438.60** |
| **Net Account Value** | **132,878.98** | **133,438.60** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,408.51 | 130,470.47 | 132,878.98 |
| Funds Deposited | | | |
| Income Activity | 343.58 | | 343.58 |
| Securities Sold/Matured | 196.51 | (196.51) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 216.04 | 216.04 |
| **Ending Balance** | **2,948.60** | **130,490.00** | **133,438.60** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on November 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on November 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Cash | Cash | | | | 21.01 | 0.02% | | N/A | N/A |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 2,927.59 | 2.19% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **2,948.60** | **2.21%** | | | |
| **Equities** | | | | | | | | | |
| ACI WORLDWIDE INC | Cash | ACIW | 47.000 | 43.110 | 2,026.17 | 1.52% | | 1,672.26 | 353.91 |
| AKORN INC | Cash | AKRX | 150.000 | 13.490 | 2,023.50 | 1.52% | | 2,274.90 | (251.40) |
| AMERICAN RAILCAR INDUSTRIES INC<br>company's domicile frm Delaware to North Dakota | Cash | ARII | 68.000 | 30.730 | 2,089.64 | 1.57% | | 1,858.44 | 231.20 |
| AMTRUST FINANCIAL SERVICES INC | Cash | AFSI | 84.000 | 28.820 | 2,420.88 | 1.81% | 33.60 | 1,173.00 | 1,247.88 |
| ANIKA THERAPEUTICS INC | Cash | ANIK | 135.000 | 11.830 | 1,597.05 | 1.20% | | 1,953.44 | (356.39) |
| ARCTIC CAT INC. | Cash | ACAT | 56.000 | 37.630 | 2,107.28 | 1.58% | | 1,130.64 | 976.64 |
| ARRIS GROUP INC | Cash | ARRS | 138.000 | 13.970 | 1,927.86 | 1.44% | | 1,923.71 | 4.15 |
| ASCENA RETAIL GROUP INC | Cash | ASNA | 106.000 | 20.100 | 2,130.60 | 1.60% | | 1,395.01 | 735.59 |
| ASTRONICS CORP CL B<br>CONV 1:1 TO COMMON SHS | Cash | ATROB | (1.000) | 19.920 | (19.92) | (0.01%) | | (179.54)*** | *** |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| ASTRONICS CORPORATION | Cash | ATRO | 55.000 | 20.100 | 1,105.50 | 0.83% | | 0.00 *** | *** |
| ATWOOD OCEANICS INCORPORATED | Cash | ATW | 43.000 | 46.000 | 1,978.00 | 1.48% | | 1,418.91 | 559.09 |
| AVISTA CORP | Cash | AVA | 86.000 | 23.710 | 2,039.06 | 1.53% | 99.76 | 1,767.47 | 271.59 |
| BANK OF THE OZARKS | Cash | OZRK | 70.000 | 31.780 | 2,224.60 | 1.67% | 39.20 | 1,141.40 | 1,083.20 |
| BUCKEYE TECHNOLOGIES INC | Cash | BKI | 55.000 | 27.720 | 1,524.60 | 1.14% | 19.80 | 1,231.65 | 292.95 |
| CABELAS INC | Cash | CAB | 44.000 | 47.770 | 2,101.88 | 1.58% | | 693.90 | 1,407.98 |
| CANTEL MEDICAL CORPORATION | Cash | CMN | 75.000 | 27.440 | 2,058.00 | 1.54% | 8.25 | 856.20 | 1,201.80 |
| CARRIZO OIL & GAS INC | Cash | CRZO | 74.000 | 20.750 | 1,535.50 | 1.15% | | 1,724.19 | (188.69) |
| COINSTAR INC | Cash | CSTR | 52.000 | 47.040 | 2,446.08 | 1.83% | | 3,114.12 | (668.04) |
| COLONY FINANCIAL INC | Cash | CLNY | 109.000 | 20.020 | 2,182.18 | 1.64% | 152.60 | 2,140.63 | 41.55 |
| COMMUNITY TRUST BANCORPORATION INC | Cash | CTBI | 62.000 | 32.740 | 2,029.88 | 1.52% | 78.12 | 1,666.61 | 363.27 |
| COMPUTER TASK GROUP INC | Cash | CTGX | 126.000 | 18.240 | 2,298.24 | 1.72% | | 2,014.74 | 283.50 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| CONSOLIDATED COMMUNICATIONS HOLDINGS INC | Cash | CNSL | 52.000 | 15.040 | 782.08 | 0.59% | 80.60 | 906.14 | (124.06) |
| CYBERONICS INC | Cash | CYBX | 41.000 | 51.700 | 2,119.70 | 1.59% | | 1,856.89 | 262.81 |
| DSW INC-CLASS A | Cash | DSW | 41.000 | 68.030 | 2,789.23 | 2.09% | 29.52 | 1,169.33 | 1,619.90 |
| DUPONT FABROS TECHNOLOGY INC (REITS) | Cash | DFT | 78.000 | 23.090 | 1,801.02 | 1.35% | 62.40 | 2,111.45 | (310.43) |
| DXP ENTERPRISES INC | Cash | DXPE | 45.000 | 48.290 | 2,173.05 | 1.63% | | 927.90 | 1,245.15 |
| ELIZABETH ARDEN INC | Cash | RDEN | 49.000 | 46.410 | 2,274.09 | 1.70% | | 1,898.39 | 375.70 |
| ENSIGN GROUP INC/THE | Cash | ENSG | 67.000 | 25.790 | 1,727.93 | 1.29% | 16.08 | 1,248.80 | 479.13 |
| FEI CO | Cash | FEIC | 42.000 | 55.030 | 2,311.26 | 1.73% | 13.44 | 1,378.02 | 933.24 |
| FIRST MERCHANTS CORPORATION | Cash | FRME | 140.000 | 13.580 | 1,901.20 | 1.42% | 16.80 | 1,500.80 | 400.40 |
| GENESCO INCORPORATED | Cash | GCO | 34.000 | 55.330 | 1,881.22 | 1.41% | | 2,340.90 | (459.68) |
| GP STRATEGIES CORP | Cash | GPX | 97.000 | 20.050 | 1,944.85 | 1.46% | | 1,891.49 | 53.36 |
| HANGER ORTHOPEDIC GROUP INC | Cash | HGR | 83.000 | 26.110 | 2,167.13 | 1.62% | | 1,305.52 | 861.61 |
| HEARTLAND PAYMENT SYSTEMS INC | Cash | HPY | 68.000 | 29.630 | 2,014.84 | 1.51% | 16.32 | 1,498.64 | 516.20 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| HOME BANCSHARES INC | Cash | HOMB | 65.000 | 33.160 | 2,155.40 | 1.62% | 33.80 | 1,987.69 | 167.71 |
| HSN INC | Cash | HSNI | 49.000 | 52.890 | 2,591.61 | 1.94% | 35.28 | 1,735.70 | 855.91 |
| INNOPHOS HOLDINGS INC | Cash | IPHS | 32.000 | 47.910 | 1,533.12 | 1.15% | 44.80 | 1,043.50 | 489.62 |
| ION GEOPHYSICAL CORP | Cash | IO | 256.000 | 5.960 | 1,525.76 | 1.14% | | 1,858.53 | (332.77) |
| IXIA COMMUNICATIONS | Cash | XXIA | 135.000 | 15.020 | 2,027.70 | 1.52% | | 2,033.09 | (5.39) |
| JAZZ PHARMACEUTICALS PLC ISIN #IE00B4Q5ZN47 | Cash | JAZZ | 36.000 | 53.880 | 1,939.68 | 1.45% | | 1,235.05 | 704.63 |
| LTC PROPERTIES INCORPORATE | Cash | LTC | 56.000 | 32.720 | 1,832.32 | 1.37% | 104.16 | 1,607.74 | 224.58 |
| MAIDEN HOLDINGS LTD | Cash | MHLD | 216.000 | 8.980 | 1,939.68 | 1.45% | 77.76 | 2,019.33 | (79.65) |
| MANHATTAN ASSOCIATES INC | Cash | MANH | 41.000 | 57.240 | 2,346.84 | 1.76% | | 1,906.09 | 440.75 |
| MTS SYSTEMS CORPORATION | Cash | MTSC | 39.000 | 48.350 | 1,885.65 | 1.41% | 46.80 | 1,897.74 | (12.09) |
| MWI VETERINARY SUPPLY INC | Cash | MWIV | 19.000 | 111.640 | 2,121.16 | 1.59% | | 1,132.73 | 988.43 |
| NEWMARKET CORP | Cash | NEU | 9.000 | 265.350 | 2,388.15 | 1.79% | 27.00 | 1,733.70 | 654.45 |
| NU SKIN ENTERPRISES INC | Cash | NUS | 59.000 | 45.400 | 2,678.60 | 2.01% | 47.20 | 1,938.60 | 740.00 |
| OMEGA HEALTHCARE INVS INC | Cash | OHI | 101.000 | 22.920 | 2,314.92 | 1.73% | 177.76 | 1,947.81 | 367.11 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| OSI SYSTEMS INC<br>state incorporation chng frm California<br>to Delaware | Cash | OSIS | 31.000 | 61.280 | 1,899.68 | 1.42% | | 894.66 | 1,005.02 |
| PARAMETRIC TECHNOLOGY CORP NEW | Cash | PMTC | 70.000 | 20.250 | 1,417.50 | 1.06% | | 1,124.19 | 293.31 |
| PERFICIENT INC | Cash | PRFT | 157.000 | 10.890 | 1,709.73 | 1.28% | | 1,215.93 | 493.80 |
| SAIA INC | Cash | SAIA | 81.000 | 21.660 | 1,754.46 | 1.31% | | 1,793.33 | (38.87) |
| SBCT FINANCIAL CORPORATION | Cash | SCBT | 51.000 | 38.750 | 1,976.25 | 1.48% | 36.72 | 2,087.93 | (111.68) |
| SCHWEITZER-MAUDUIT INTL INC | Cash | SWM | 44.000 | 37.470 | 1,648.68 | 1.24% | 26.40 | 1,388.21 | 260.47 |
| SIRONA DENTAL SYSTEMS INC | Cash | SIRO | 39.000 | 62.610 | 2,441.79 | 1.83% | | 1,460.95 | 980.84 |
| SOUTHWEST GAS CORPORATION | Cash | SWX | 56.000 | 41.940 | 2,348.64 | 1.76% | 66.08 | 2,451.11 | (102.47) |
| STANDEX INTERNATIONAL CORP | Cash | SXI | 42.000 | 49.260 | 2,068.92 | 1.55% | 13.44 | 1,888.74 | 180.18 |
| STONE ENERGY CORPORATION | Cash | SGY | 63.000 | 20.730 | 1,305.99 | 0.98% | | 2,097.62 | (791.63) |
| TELEDYNE TECHNOLOGIES INC | Cash | TDY | 30.000 | 63.000 | 1,890.00 | 1.42% | | 1,523.10 | 366.90 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| ***Equities (Continued)*** | | | | | | | | | |
| TENNECO INC. FROMLY TENNECO INCORPORATED | Cash | TEN | 83.000 | 32.070 | 2,661.81 | 1.99% | | 1,994.79 | 667.02 |
| TEXTAINER GROUP HOLDINGS LTD ISIN #BMG8766E1093 | Cash | TGH | 49.000 | 30.180 | 1,478.82 | 1.11% | 86.24 | 899.55 | 579.27 |
| TRIANGLE CAPITAL CORP | Cash | TCAP | 90.000 | 25.520 | 2,296.80 | 1.72% | 190.80 | 1,489.50 | 807.30 |
| TRIMAS CORP NEW | Cash | TRS | 78.000 | 25.900 | 2,020.20 | 1.51% | | 1,889.15 | 131.05 |
| TRIUMPH GROUP INC | Cash | TGI | 29.000 | 65.610 | 1,902.69 | 1.43% | 4.64 | 624.30 | 1,278.39 |
| WALTER INV MGMT CORP | Cash | WAC | 57.000 | 42.280 | 2,409.96 | 1.81% | | 1,060.85 | 1,349.11 |
| WORLD ACCEPTANCE CORP DEL | Cash | WRLD | 31.000 | 73.010 | 2,263.31 | 1.70% | | 1,246.03 | 1,017.28 |
| **Total Equities** | | | | | **130,490.00** | **97.78%** | **1,685.37** | | |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/01 | Taxable Dividend | CONSOLIDATED COMMUNICATIONS HOLDINGS INC<br>CNSL on 52.000000 PD:2012-11-01 | Cash | CNSL | 20.14 |
| 11/15 | Taxable Dividend | OMEGA HEALTHCARE INVS INC<br>OHI on 101.000000 PD:2012-11-15 | Cash | OHI | 44.44 |
| 11/23 | Taxable Dividend | SBCT FINANCIAL CORPORATION<br>SCBT on 51.000000 PD:2012-11-23 | Cash | SCBT | 9.18 |
| 11/26 | Taxable Dividend | STANDEX INTERNATIONAL CORP<br>SXI on 42.000000 PD:2012-11-26 | Cash | SXI | 3.36 |
| 11/27 | Special Distribution | NEWMARKET CORP<br>NEU on 9.000000 PD:2012-11-27 | Cash | NEU | 225.00 |
| 11/28 | Taxable Dividend | TEXTAINER GROUP HOLDINGS LTD<br>ISIN #BMG8766E1093<br>TGH on 49.000000 PD:2012-11-28 | Cash | TGH | 21.56 |
| 11/30 | Taxable Dividend | LTC PROPERTIES INCORPORATE<br>LTC on 56.000000 PD:2012-11-30 | Cash | LTC | 8.68 |
| 11/30 | Taxable Dividend | INNOPHOS HOLDINGS INC<br>IPHS on 32.000000 PD:2012-11-30 | Cash | IPHS | 11.20 |
| 11/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **343.58** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/13 | *Cash in Lieu* | ASTRONICS CORP CL B<br>CONV 1:1 TO COMMON SHS<br>ATRO on -0.250000 PD:2012-11-12 | Cash | ATROB | (0.250) | | 7.42 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/15 | Sell | ASTRONICS CORP CL B<br>CONV 1:1 TO COMMON SHS | Cash | ATROB | (9.000) | 21.010 | 189.09 |
| **Total Securities Sold/Matured** | | | | | | | **196.51** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 11/13 | Stock Spinoff | ASTRONICS CORP CL B<br>CONV 1:1 TO COMMON SHS<br>ATRO on 55.000000 PD:2012-11-12 | Cash | ATROB | 8.250 | |
| **Total Securities Received** | | | | | | |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 343.56 | | 2,138.00 | |
| Money Market | 0.02 | | 0.31 | |
| **Total Income** | **343.58** | | **2,138.31** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **189.09** | **67,096.91** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/31/12 | Beginning Balance | | 2,408.51 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 11/01/12 | Sweep to Dreyfus 696 General MMKT Cl B | 20.14 | 2,428.65 |
| 11/14/12 | Sweep to Dreyfus 696 General MMKT Cl B | 7.42 | 2,436.07 |
| 11/15/12 | Sweep to Dreyfus 696 General MMKT Cl B | 44.44 | 2,480.51 |
| 11/20/12 | Sweep to Dreyfus 696 General MMKT Cl B | 168.08 | 2,648.59 |
| 11/23/12 | Sweep to Dreyfus 696 General MMKT Cl B | 9.18 | 2,657.77 |
| 11/26/12 | Sweep to Dreyfus 696 General MMKT Cl B | 3.36 | 2,661.13 |
| 11/28/12 | Sweep to Dreyfus 696 General MMKT Cl B | 225.00 | 2,886.13 |
| 11/29/12 | Sweep to Dreyfus 696 General MMKT Cl B | 21.56 | 2,907.69 |
| 11/30/12 | Accumulated Earnings Posted | 0.02 | 2,907.71 |
| 11/30/12 | Sweep to Dreyfus 696 General MMKT Cl B | 19.88 | 2,927.59 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 12/03/12 | Dividend | SOUTHWEST GAS CORPORATION | SWX | 16.52 |
| 12/05/12 | Dividend | HOME BANCSHARES INC | HOMB | 8.45 |
| 12/05/12 | Dividend | NU SKIN ENTERPRISES INC | NUS | 11.80 |
| 12/14/12 | Dividend | HEARTLAND PAYMENT SYSTEMS INC | HPY | 4.08 |
| 12/14/12 | Dividend | CANTEL MEDICAL CORPORATION | CMN | 4.13 |
| 12/14/12 | Dividend | BUCKEYE TECHNOLOGIES INC | BKI | 4.95 |
| 12/14/12 | Dividend | AVISTA CORP | AVA | 24.94 |
| 12/28/12 | Dividend | SCHWEITZER-MAUDUIT INTL INC | SWM | 6.60 |
| **Total** | | | | **81.47** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. *The audited statement of financial condition as of June 29, 2012* is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

double check

**Statement Period**
November 30, 2012 to December 31, 2012

Marken Interests, Ltd.
Northcrest Financial, Inc., GP
Kenny Marchant, President
Dana Investment Advisors LP
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd. | 2,501.13 | 133,706.59 | 136,207.72 |
| Total Assets Held in Account | | 2,501.13 | 133,706.59 | 136,207.72 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests, Ltd.**
**Northcrest Financial, Inc., GP**
**Kenny Marchant, President**
**Dana Investment Advisors LP**

| Statement Period | Page |
|---|---|
| November 30, 2012 to December 31, 2012 | 1 of 13 |

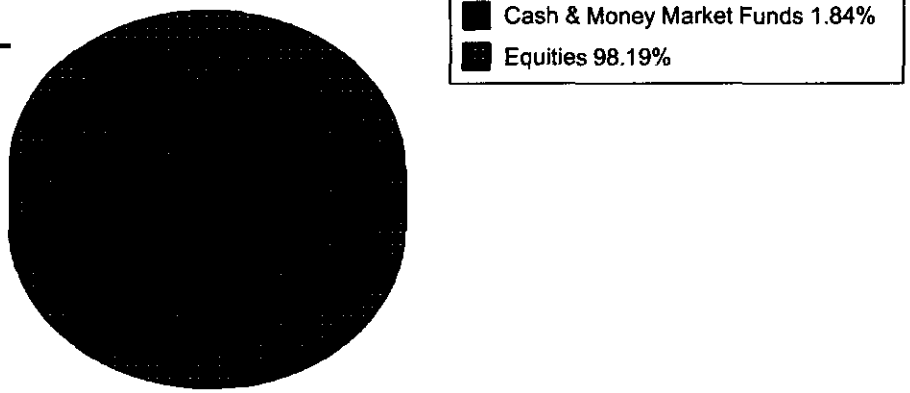
## Account Summary

| | 11/30/12 Value | 12 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,948.60 | 2,501.13 |
| Equities | 130,490.00 | 133,706.59 |
| **Total Account Value** | **133,438.60** | **136,207.72** |
| **Net Account Value** | **133,438.60** | **136,207.72** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,948.60 | 130,490.00 | 133,438.60 |
| Funds Deposited | | | |
| Income Activity | 270.37 | | 270.37 |
| Securities Sold/Matured | 13,869.17 | (13,869.17) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (14,587.01) | 14,587.01 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,498.75 | 2,498.75 |
| **Ending Balance** | **2,501.13** | **133,706.59** | **136,207.72** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on December 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.01% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on December 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | | | |
| Dreyfus 696 General MMKT Cl B | MMkt | | | | 2,501.13 | 1.84% | | N/A | N/A |
| **Total Cash & Money Market Funds** | | | | | **2,501.13** | **1.84%** | | | |
| **Equities** | | | | | | | | | |
| ACETO CORP | Cash | ACET | 188.000 | 10.050 | 1,889.40 | 1.39% | 41.36 | 1,826.42 | 62.98 |
| ACI WORLDWIDE INC | Cash | ACIW | 47.000 | 43.690 | 2,053.43 | 1.51% | | 1,672.26 | 381.17 |
| AKORN INC | Cash | AKRX | 150.000 | 13.360 | 2,004.00 | 1.47% | | 2,274.90 | (270.90) |
| AMERICAN RAILCAR INDUSTRIES INC<br>company's domicile frm Delaware to North Dakota | Cash | ARII | 68.000 | 31.730 | 2,157.64 | 1.58% | 68.00 | 1,858.44 | 299.20 |
| AMTRUST FINANCIAL SERVICES INC | Cash | AFSI | 84.000 | 28.690 | 2,409.96 | 1.77% | 33.60 | 1,173.00 | 1,236.96 |
| ANIKA THERAPEUTICS INC | Cash | ANIK | 183.000 | 9.940 | 1,819.02 | 1.34% | | 2,432.96 | (613.94) |
| ARCTIC CAT INC. | Cash | ACAT | 56.000 | 33.390 | 1,869.84 | 1.37% | | 1,130.64 | 739.20 |
| ARRIS GROUP INC | Cash | ARRS | 138.000 | 14.940 | 2,061.72 | 1.51% | | 1,923.71 | 138.01 |
| ASCENA RETAIL GROUP INC | Cash | ASNA | 106.000 | 18.470 | 1,957.82 | 1.44% | | 1,395.01 | 562.81 |
| ASTRONICS CORPORATION | Cash | ATRO | 94.000 | 22.880 | 2,150.72 | 1.58% | | 823.29 *** | *** |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| ATWOOD OCEANICS INCORPORATED | Cash | ATW | 43.000 | 45.790 | 1,968.97 | 1.45% | | 1,418.91 | 550.06 |
| AVISTA CORP | Cash | AVA | 103.000 | 24.110 | 2,483.33 | 1.82% | 119.48 | 2,175.64 | 307.69 |
| BANK OF THE OZARKS | Cash | OZRK | 70.000 | 33.470 | 2,342.90 | 1.72% | 39.20 | 1,141.40 | 1,201.50 |
| CABELAS INC | Cash | CAB | 44.000 | 41.750 | 1,837.00 | 1.35% | | 693.90 | 1,143.10 |
| CANTEL MEDICAL CORPORATION | Cash | CMN | 61.000 | 29.730 | 1,813.53 | 1.33% | 6.71 | 696.37 | 1,117.16 |
| CARRIZO OIL & GAS INC | Cash | CRZO | 74.000 | 20.920 | 1,548.08 | 1.14% | | 1,724.19 | (176.11) |
| COINSTAR INC | Cash | CSTR | 52.000 | 52.010 | 2,704.52 | 1.99% | | 3,114.12 | (409.60) |
| COLONY FINANCIAL INC | Cash | CLNY | 109.000 | 19.500 | 2,125.50 | 1.56% | 152.60 | 2,140.63 | (15.13) |
| COMPUTER TASK GROUP INC | Cash | CTGX | 126.000 | 18.230 | 2,296.98 | 1.69% | | 2,014.74 | 282.24 |
| CONSOLIDATED COMMUNICATIONS HOLDINGS INC | Cash | CNSL | 52.000 | 15.910 | 827.32 | 0.61% | 80.60 | 906.14 | (78.82) |
| COOPER TIRE RUBBER CO. | Cash | CTB | 90.000 | 25.360 | 2,282.40 | 1.68% | 37.80 | 2,265.30 | 17.10 |
| CYBERONICS INC | Cash | CYBX | 41.000 | 52.530 | 2,153.73 | 1.58% | | 1,856.89 | 296.84 |
| DSW INC-CLASS A | Cash | DSW | 41.000 | 65.690 | 2,693.29 | 1.98% | 29.52 | 1,169.33 | 1,523.96 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| DUPONT FABROS TECHNOLOGY INC (REITS) | Cash | DFT | 78.000 | 24.160 | 1,884.48 | 1.38% | 62.40 | 2,111.45 | (226.97) |
| DXP ENTERPRISES INC | Cash | DXPE | 45.000 | 49.070 | 2,208.15 | 1.62% | | 927.90 | 1,280.25 |
| ELIZABETH ARDEN INC | Cash | RDEN | 49.000 | 45.010 | 2,205.49 | 1.62% | | 1,898.39 | 307.10 |
| ENSIGN GROUP INC/THE | Cash | ENSG | 67.000 | 27.150 | 1,819.05 | 1.34% | 17.42 | 1,248.80 | 570.25 |
| EPL OIL & GAS INC | Cash | EPL | 83.000 | 22.550 | 1,871.65 | 1.37% | | 1,761.55 | 110.10 |
| FEI CO | Cash | FEIC | 42.000 | 55.470 | 2,329.76 | 1.71% | 13.44 | 1,378.02 | 951.74 |
| FIRST MERCHANTS CORPORATION | Cash | FRME | 140.000 | 14.840 | 2,077.60 | 1.53% | 16.80 | 1,500.80 | 576.80 |
| GENESCO INCORPORATED | Cash | GCO | 44.000 | 55.000 | 2,420.00 | 1.78% | | 2,869.50 | (449.50) |
| GP STRATEGIES CORP | Cash | GPX | 97.000 | 20.650 | 2,003.05 | 1.47% | | 1,891.49 | 111.56 |
| GRAPHIC PACKAGING HLDG CO | Cash | GPK | 290.000 | 6.460 | 1,873.40 | 1.38% | | 1,826.71 | 46.69 |
| HANGER ORTHOPEDIC GROUP INC | Cash | HGR | 67.000 | 27.360 | 1,833.12 | 1.35% | | 1,045.27 | 787.85 |
| HEARTLAND PAYMENT SYSTEMS INC | Cash | HPY | 68.000 | 29.500 | 2,006.00 | 1.47% | 16.32 | 1,498.64 | 507.36 |
| HOME BANCSHARES INC | Cash | HOMB | 65.000 | 33.020 | 2,146.30 | 1.58% | 33.80 | 1,987.69 | 158.61 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| HORACE MANN EDUCATORS CORP N COM | Cash | HMN | 107.000 | 19.960 | 2,135.72 | 1.57% | 68.48 | 2,118.49 | 17.23 |
| HSN INC | Cash | HSNI | 49.000 | 55.080 | 2,698.92 | 1.98% | 35.28 | 1,735.70 | 963.22 |
| ION GEOPHYSICAL CORP | Cash | IO | 256.000 | 6.510 | 1,666.56 | 1.22% | | 1,858.53 | (191.97) |
| IXIA COMMUNICATIONS | Cash | XXIA | 135.000 | 16.980 | 2,292.30 | 1.68% | | 2,033.09 | 259.21 |
| JAZZ PHARMACEUTICALS PLC ISIN #IE00B4Q5ZN47 | Cash | JAZZ | 36.000 | 53.250 | 1,917.00 | 1.41% | | 1,235.05 | 681.95 |
| LTC PROPERTIES INCORPORATE | Cash | LTC | 56.000 | 35.190 | 1,970.64 | 1.45% | 104.16 | 1,607.74 | 362.90 |
| MANHATTAN ASSOCIATES INC | Cash | MANH | 34.000 | 60.340 | 2,051.56 | 1.51% | | 1,580.66 | 470.90 |
| MTS SYSTEMS CORPORATION | Cash | MTSC | 39.000 | 50.930 | 1,986.27 | 1.46% | 46.80 | 1,897.74 | 88.53 |
| MWI VETERINARY SUPPLY INC | Cash | MWIV | 19.000 | 110.000 | 2,090.00 | 1.53% | | 1,132.73 | 957.27 |
| NEWMARKET CORP | Cash | NEU | 7.000 | 262.200 | 1,835.40 | 1.35% | 21.00 | 1,347.46 | 487.94 |
| NU SKIN ENTERPRISES INC | Cash | NUS | 50.000 | 37.050 | 1,852.50 | 1.36% | 40.00 | 1,693.72 | 158.78 |
| OMEGA HEALTHCARE INVS INC | Cash | OHI | 101.000 | 23.850 | 2,408.85 | 1.77% | 177.76 | 1,947.81 | 461.04 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| OSI SYSTEMS INC<br>state incorporation chng frm California<br>to Delaware | Cash | OSIS | 31.000 | 64.040 | 1,985.24 | 1.46% | | 894.66 | 1,090.58 |
| PARAMETRIC TECHNOLOGY CORP NEW | Cash | PMTC | 70.000 | 22.510 | 1,575.70 | 1.16% | | 1,124.19 | 451.51 |
| PERFICIENT INC | Cash | PRFT | 157.000 | 11.780 | 1,849.46 | 1.36% | | 1,215.93 | 633.53 |
| SAIA INC | Cash | SAIA | 81.000 | 23.120 | 1,872.72 | 1.37% | | 1,793.33 | 79.39 |
| SBCT FINANCIAL CORPORATION | Cash | SCBT | 51.000 | 40.180 | 2,049.18 | 1.50% | 36.72 | 2,087.93 | (38.75) |
| SCHWEITZER-MAUDUIT INTL INC | Cash | SWM | 44.000 | 39.030 | 1,717.32 | 1.26% | 26.40 | 1,388.21 | 329.11 |
| SIRONA DENTAL SYSTEMS INC | Cash | SIRO | 29.000 | 64.460 | 1,869.34 | 1.37% | | 1,103.85 | 765.49 |
| SOUTHWEST GAS CORPORATION | Cash | SWX | 56.000 | 42.410 | 2,374.96 | 1.74% | 66.08 | 2,451.11 | (76.15) |
| STANDEX INTERNATIONAL CORP | Cash | SXI | 42.000 | 51.290 | 2,154.18 | 1.58% | 13.44 | 1,888.74 | 265.44 |
| TELEDYNE TECHNOLOGIES INC | Cash | TDY | 30.000 | 65.070 | 1,952.10 | 1.43% | | 1,523.10 | 429.00 |
| TEXTAINER GROUP HOLDINGS LTD<br>ISIN #BMG8766E1093 | Cash | TGH | 63.000 | 31.460 | 1,981.98 | 1.46% | 110.88 | 1,331.31 | 650.67 |
| TRIANGLE CAPITAL CORP | Cash | TCAP | 90.000 | 25.490 | 2,294.10 | 1.68% | 190.80 | 1,489.50 | 804.60 |

## Account Positions

Accounting Method: FIFO

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income | Total Cost | Unrealized Gain/(Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | | | |
| TRIMAS CORP NEW | Cash | TRS | 78.000 | 28.008 | 2,184.60 | 1.60% | | 1,889.15 | 295.45 |
| TRIUMPH GROUP INC | Cash | TGI | 29.000 | 65.300 | 1,893.70 | 1.39% | 4.64 | 624.30 | 1,269.40 |
| UNITED FINANCIAL BANCORP INC MD. | Cash | UBNK | 137.000 | 15.720 | 2,153.64 | 1.58% | 54.80 | 2,117.20 | 36.44 |
| WALTER INV MGMT CORP | Cash | WAC | 57.000 | 43.020 | 2,452.14 | 1.80% | | 1,060.85 | 1,391.29 |
| WORLD ACCEPTANCE CORP DEL | Cash | WRLD | 31.000 | 74.560 | 2,311.36 | 1.70% | | 1,246.03 | 1,065.33 |
| **Total Equities** | | | | | **133,706.59** | **98.19%** | **1,766.29** | **105,192.51** | **28,514.09** |

*** Information required to calculate your total cost and/or unrealized profit and loss is unavailable. Please contact your Financial Advisor for assistance with this information.

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/03 | Taxable Dividend | SOUTHWEST GAS CORPORATION<br>SWX on 56.000000 PD:2012-12-03 | Cash | SWX | 16.52 |
| 12/05 | Taxable Dividend | NU SKIN ENTERPRISES INC<br>NUS on 59.000000 PD:2012-12-05 | Cash | NUS | 11.80 |
| 12/05 | Taxable Dividend | HOME BANCSHARES INC<br>HOMB on 65.000000 PD:2012-12-05 | Cash | HOMB | 8.45 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/14 | Taxable Dividend | HEARTLAND PAYMENT SYSTEMS INC<br>HPY on 68.000000 PD:2012-12-14 | Cash | HPY | 4.08 |
| 12/14 | Taxable Dividend | CANTEL MEDICAL CORPORATION<br>CMN on 75.000000 PD:2012-12-14 | Cash | CMN | 4.13 |
| 12/14 | Taxable Dividend | BUCKEYE TECHNOLOGIES INC<br>BKI on 55.000000 PD:2012-12-14 | Cash | BKI | 4.95 |
| 12/14 | Taxable Dividend | AVISTA CORP<br>AVA on 86.000000 PD:2012-12-14 | Cash | AVA | 24.94 |
| 12/17 | Taxable Dividend | TRIUMPH GROUP INC<br>TGI on 29.000000 PD:2012-12-15 | Cash | TGI | 1.16 |
| 12/17 | Taxable Dividend | FIRST MERCHANTS CORPORATION<br>FRME on 140.000000 PD:2012-12-17 | Cash | FRME | 4.20 |
| 12/19 | Taxable Dividend | HSN INC<br>HSNI on 49.000000 PD:2012-12-19 | Cash | HSNI | 8.82 |
| 12/21 | Taxable Dividend | NEWMARKET CORP<br>NEU on 9.000000 PD:2012-12-21 | Cash | NEU | 6.75 |
| 12/24 | Taxable Dividend | AMERICAN RAILCAR INDUSTRIES INC<br>company's domicile frm Delaware to<br>ARII on 68.000000 PD:2012-12-24 | Cash | ARII | 17.00 |
| 12/26 | Taxable Dividend | TRIANGLE CAPITAL CORP<br>TCAP on 90.000000 PD:2012-12-26 | Cash | TCAP | 47.70 |
| 12/28 | Taxable Dividend | MAIDEN HOLDINGS LTD<br>MHLD on 216.000000 PD:2012-12-28 | Cash | MHLD | 19.44 |
| 12/28 | Taxable Dividend | SCHWEITZER-MAUDUIT INTL INC<br>SWM on 44.000000 PD:2012-12-28 | Cash | SWM | 6.60 |
| 12/28 | Taxable Dividend | MTS SYSTEMS CORPORATION<br>MTSC on 39.000000 PD:2012-12-28 | Cash | MTSC | 11.70 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/28 | Taxable Dividend | ENSIGN GROUP INC/THE<br>ENSG on 67.000000 PD:2012-12-28 | Cash | ENSG | 4.36 |
| 12/28 | Taxable Dividend | DSW INC-CLASS A<br>DSW accelerated div | Cash | DSW | 14.76 |
| 12/28 | Taxable Dividend | AMTRUST FINANCIAL SERVICES INC<br>AFSI on 84.000000 PD:2012-12-28 | Cash | AFSI | 8.40 |
| 12/28 | Taxable Dividend | ACETO CORP<br>ACET on 188.000000 PD:2012-12-28 | Cash | ACET | 10.34 |
| 12/31 | Taxable Dividend | LTC PROPERTIES INCORPORATE<br>LTC on 56.000000 PD:2012-12-31 | Cash | LTC | 8.68 |
| 12/31 | Taxable Dividend | HORACE MANN EDUCATORS CORP N COM<br>HMN on 107.000000 PD:2012-12-31 | Cash | HMN | 17.12 |
| 12/31 | Taxable Dividend | HOME BANCSHARES INC<br>HOMB on 65.000000 PD:2012-12-31 | Cash | HOMB | 8.45 |
| 12/31 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.02 |
| **Total Income Activity** | | | | | **270.37** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/05 | Sell - Cancel | ASTRONICS CORP CL B<br>CONV 1:1 TO COMMON SHS | Cash | ATROB | 9.000 | 21.010 | (189.09) |
| 12/05 | Sell | ASTRONICS CORP CL B<br>CONV 1:1 TO COMMON SHS | Cash | ATROB | (8.000) | 21.010 | 168.08 |
| 12/12 | Sell | MAIDEN HOLDINGS LTD | Cash | MHLD | (216.000) | 8.941 | 1,931.22 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/12 | Sell | TENNECO INC. FROMLY | Cash | TEN | (83.000) | 33.320 | 2,765.50 |
| 12/12 | Sell | STONE ENERGY CORPORATION | Cash | SGY | (63.000) | 20.700 | 1,304.07 |
| 12/12 | Sell | SIRONA DENTAL SYSTEMS INC | Cash | SIRO | (10.000) | 62.480 | 624.79 |
| 12/12 | Sell | NU SKIN ENTERPRISES INC | Cash | NUS | (9.000) | 46.380 | 417.41 |
| 12/12 | Sell | NEWMARKET CORP | Cash | NEU | (2.000) | 273.571 | 547.13 |
| 12/12 | Sell | MANHATTAN ASSOCIATES INC | Cash | MANH | (7.000) | 57.260 | 400.81 |
| 12/12 | Sell | INNOPHOS HOLDINGS INC | Cash | IPHS | (32.000) | 47.660 | 1,525.09 |
| 12/12 | Sell | HANGER ORTHOPEDIC GROUP INC | Cash | HGR | (16.000) | 26.920 | 430.71 |
| 12/12 | Sell | COMMUNITY TRUST BANCORPORATION INC | Cash | CTBI | (62.000) | 32.140 | 1,992.64 |
| 12/12 | Sell | CANTEL MEDICAL CORPORATION | Cash | CMN | (14.000) | 29.680 | 415.51 |
| 12/12 | Sell | BUCKEYE TECHNOLOGIES INC | Cash | BKI | (55.000) | 27.915 | 1,535.30 |
| **Total Securities Sold/Matured** | | | | | | | **13,869.17** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/12 | Buy | TEXTAINER GROUP HOLDINGS LTD ISIN #BMG8766E1093 | Cash | TGH | 14.000 | 30.840 | (431.76) |
| 12/12 | Buy | UNITED FINANCIAL BANCORP INC MD. | Cash | UBNK | 137.000 | 15.454 | (2,117.20) |
| 12/12 | Buy | HORACE MANN EDUCATORS CORP N COM | Cash | HMN | 107.000 | 19.799 | (2,118.49) |
| 12/12 | Buy | GRAPHIC PACKAGING HLDG CO | Cash | GPK | 290.000 | 6.299 | (1,826.71) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/12 | Buy | GENESCO INCORPORATED | Cash | GCO | 10.000 | 52.860 | (528.60) |
| 12/12 | Buy | EPL OIL & GAS INC | Cash | EPL | 83.000 | 21.224 | (1,761.55) |
| 12/12 | Buy | COOPER TIRE RUBBER CO. | Cash | CTB | 90.000 | 25.170 | (2,265.30) |
| 12/12 | Buy | AVISTA CORP | Cash | AVA | 17.000 | 24.010 | (408.17) |
| 12/12 | Buy | ASTRONICS CORPORATION | Cash | ATRO | 39.000 | 21.110 | (823.29) |
| 12/12 | Buy | ANIKA THERAPEUTICS INC | Cash | ANIK | 48.000 | 9.990 | (479.52) |
| 12/12 | Buy | ACETO CORP | Cash | ACET | 188.000 | 9.715 | (1,826.42) |
| **Total Securities Purchased** | | | | | | | **(14,587.01)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 270.35 | | 2,408.35 | |
| Money Market | 0.02 | | 0.33 | |
| **Total Income** | **270.37** | | **2,408.68** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **13,869.17** | **80,966.08** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 11/30/12 | Beginning Balance | | 2,927.59 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/03/12 | Sweep to Dreyfus 696 General MMKT Cl B | 16.52 | 2,944.11 |
| 12/05/12 | Sweep to Dreyfus 696 General MMKT Cl B | 20.25 | 2,964.36 |
| 12/14/12 | Sweep to Dreyfus 696 General MMKT Cl B | 38.10 | 3,002.46 |
| 12/17/12 | Sweep from Dreyfus 696 General MMKT Cl B | (691.47) | 2,310.99 |
| 12/19/12 | Sweep to Dreyfus 696 General MMKT Cl B | 8.82 | 2,319.81 |
| 12/21/12 | Sweep to Dreyfus 696 General MMKT Cl B | 6.75 | 2,326.56 |
| 12/24/12 | Sweep to Dreyfus 696 General MMKT Cl B | 17.00 | 2,343.56 |
| 12/26/12 | Sweep to Dreyfus 696 General MMKT Cl B | 47.70 | 2,391.26 |
| 12/28/12 | Sweep to Dreyfus 696 General MMKT Cl B | 75.60 | 2,466.86 |
| 12/31/12 | Accumulated Earnings Posted | 0.02 | 2,466.88 |
| 12/31/12 | Sweep to Dreyfus 696 General MMKT Cl B | 34.25 | 2,501.13 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 01/02/13 | Dividend | MTS SYSTEMS CORPORATION | MTSC | 11.70 |
| 01/15/13 | Dividend | DUPONT FABROS TECHNOLOGY INC (REITS) | DFT | 15.60 |
| 01/15/13 | Dividend | COLONY FINANCIAL INC | CLNY | 38.15 |
| **Total** | | | | **65.45** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

First Dallas Securities

# SNAPSHOT [redacted]



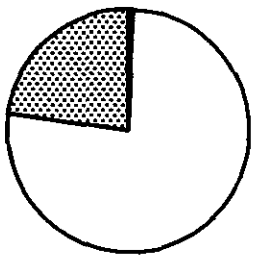
**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$2,555,969.51** | **$2,555,969.51** |
| Income earned | 4,510.76 | 4,510.76 |
| Change in value | 122,920.73 | 122,920.73 |
| **Closing value** | **$2,683,401.00** | **$2,683,401.00** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON DEC 31 | % | CURRENT VALUE ON JAN 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 59,363.43 | 2.32 | 17,106.51 | 0.64 | 3 |
| | Stocks, options & ETFs | 1,929,362.16 | 75.48 | 2,053,687.72 | 76.53 | 39,989 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 567,243.92 | 22.19 | 612,606.77 | 22.83 | 3,554 |
| | **Asset value** | **$2,555,969.51** | **100%** | **$2,683,401.00** | **100%** | **$43,546** |

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
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ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$59,363.43** | |
| Income and distributions | 4,510.76 | 4,510.76 |
| **Net additions to cash** | **$4,510.76** | **$4,510.76** |
| Securities purchased | -43,008.17 | -43,008.17 |
| Other subtractions | -3,759.51 | -3,759.51 |
| **Net subtractions from cash** | **-$46,767.68** | **-$46,767.68** |
| **Closing value of cash and sweep balances** | **$17,106.51** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.62 | 0.62 |
| | Qualified dividends | 2,675.00 | 2,675.00 |
| | **Total taxable income** | **$2,675.62** | **$2,675.62** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$2,675.62** | **$2,675.62** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 0.00 |
| **Total** | **$0.00** | **$0.00** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK & TRUST CO<br>COLLATERAL ACCOUNT FBO<br>MARKEN INTEREST, LTD<br>A PARTNERSHIP |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5538-0688 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 262.50 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 16,844.01 | 3.36 |
| Interest Period 01/01/12 - 01/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$17,106.51** | **$3.36** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| AH BELO CORP | | | | | | | | |
| AHC | | | | | | | | |
| Acquired 06/13/11 | 10,000 | 6.69 | 66,932.95 | | 59,400.00 | -7,532.95 | | |
| Acquired 08/01/11 | 3,000 | 6.21 | 18,657.05 | | 17,820.00 | -837.05 | | |
| Acquired 12/29/11 | 7,000 | 4.37 | 30,672.65 | | 41,580.00 | 10,907.35 | | |
| **Total** | **20,000** | | **$116,262.65** | **5.9400** | **$118,800.00** | **$2,537.35** | **$4,800.00** | **4.04** |
| ANCESTRY.COM INC | | | | | | | | |
| ACOM | | | | | | | | |
| Acquired 10/28/11 | 500 | 22.56 | 11,301.65 | 29.6000 | 14,800.00 | 3,498.35 | N/A | N/A |
| ATMOS ENERGY CORP | | | | | | | | |
| ATO | | | | | | | | |
| Acquired 02/02/11 | 1,000 | 33.11 | 33,136.25 | 32.4100 | 32,410.00 | -726.25 | 1,380.00 | 4.25 |
| BOEING CO | | | | | | | | |
| BA | | | | | | | | |
| Acquired 10/06/10 nc | 500 | 68.97 | 34,507.05 | | 37,090.00 | 2,582.95 | | |
| Acquired 11/15/10 nc | 650 | 63.56 | 41,336.40 | | 48,217.00 | 6,880.60 | | |
| Acquired 01/12/11 | 250 | 69.85 | 17,483.55 | | 18,545.00 | 1,061.45 | | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total** | **1,400** | | **$93,327.00** | **74.1800** | **$103,852.00** | **$10,525.00** | **$2,464.00** | **2.37** |
| CHESAPEAKE ENERGY CORP | | | | | | | | |
| CHK | | | | | | | | |
| Acquired 12/30/10 nc | 2,000 | 26.09 | 52,212.55 | | 42,260.00 | -9,952.55 | | |
| Acquired 02/02/11 | 1,000 | 30.28 | 30,298.95 | | 21,130.00 | -9,168.95 | | |
| **Total** | **3,000** | | **$82,511.50** | **21.1300** | **$63,390.00** | **-$19,121.50** | **$1,050.00** | **1.66** |
| CHEVRON CORPORATION | | | | | | | | |
| CVX | | | | | | | | |
| Acquired 03/28/05 nc | 300 | 58.45 | 17,558.95 | | 30,936.00 | 13,377.05 | | |
| Acquired 05/05/05 nc | 700 | 53.43 | 37,448.95 | | 72,184.00 | 34,735.05 | | |
| **Total** | **1,000** | | **$55,007.90** | **103.1200** | **$103,120.00** | **$48,112.10** | **$3,240.00** | **3.14** |
| CHICOS FAS INC | | | | | | | | |
| CHS | | | | | | | | |
| Acquired 10/06/10 nc | 4,775 | 9.99 | 47,766.56 | 11.4400 | 54,626.00 | 6,859.44 | 955.00 | 1.74 |
| COINSTAR INC | | | | | | | | |
| CSTR | | | | | | | | |
| Acquired 12/22/11 | 300 | 45.24 | 13,591.82 | 49.7300 | 14,919.00 | 1,327.18 | N/A | N/A |
| COSTCO WHSL CORP NEW | | | | | | | | |
| COM | | | | | | | | |
| COST | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 71.56 | 71,588.85 | 82.2700 | 82,270.00 | 10,681.15 | 960.00 | 1.16 |
| CROCS INC | | | | | | | | |
| CROX | | | | | | | | |
| Acquired 01/13/12 | 2,250 | 18.29 | 41,173.03 | 19.0200 | 42,795.00 | 1,621.97 | N/A | N/A |
| CROSS A T CO CL A COM | | | | | | | | |
| ATX | | | | | | | | |
| Acquired 08/23/11 | 1,000 | 9.70 | 9,718.95 | | 9,930.00 | 211.05 | | |
| Acquired 09/15/11 | 1,200 | 10.00 | 12,025.79 | | 11,916.00 | -109.79 | | |
| Acquired 09/16/11 | 2,800 | 10.15 | 28,454.63 | | 27,804.00 | -650.63 | | |
| **Total** | **5,000** | | **$50,199.37** | **9.9300** | **$49,650.00** | **-$549.37** | **N/A** | **N/A** |
| ENSCO PLC | | | | | | | | |
| SPONSORED ADR | | | | | | | | |
| ESV | | | | | | | | |
| Acquired 10/26/05 nc | 250 | 46.70 | 11,676.28 | | 13,160.00 | 1,483.72 | | |
| Acquired 06/21/06 nc | 500 | 42.45 | 21,225.95 | | 26,320.00 | 5,094.05 | | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total** | **750** | | **$32,902.23** | **52.6400** | **$39,480.00** | **$6,577.77** | **$1,050.00** | **2.66** |
| EXXON MOBIL CORP | | | | | | | | |
| XOM | | | | | | | | |
| Acquired 10/08/04 nc | 1,000 | 50.11 | 50,175.95 | | 83,740.00 | 33,564.05 | | |
| Acquired 02/11/05 nc | 500 | 56.08 | 28,075.95 | | 41,870.00 | 13,794.05 | | |
| **Total** | **1,500** | | **$78,251.90** | **83.7400** | **$125,610.00** | **$47,358.10** | **$2,820.00** | **2.25** |
| FREEPORT-MCMORAN COPPER & GOLD INC | | | | | | | | |
| CLASS B | | | | | | | | |
| FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 46.2100 | 46,210.00 | 7,058.85 | 1,000.00 | 2.16 |
| HALLIBURTON COMPANY | | | | | | | | |
| HAL | | | | | | | | |
| Acquired 10/21/04 nc | 1,000 | 17.42 | 17,457.97 | | 36,780.00 | 19,322.03 | | |
| Acquired 05/04/05 nc | 1,000 | 21.27 | 21,305.95 | | 36,780.00 | 15,474.05 | | |
| Acquired 04/21/11 | 50 | 49.87 | 2,512.94 | | 1,839.00 | -673.94 | | |
| **Total** | **2,050** | | **$41,276.86** | **36.7800** | **$75,399.00** | **$34,122.14** | **$738.00** | **0.98** |
| HYPERDYNAMICS CORP | | | | | | | | |
| HDY | | | | | | | | |
| Acquired 12/22/10 nc | 2,500 | 4.86 | 12,190.70 | | 6,550.00 | -5,640.70 | | |
| Acquired 02/02/11 | 5,000 | 4.74 | 23,762.95 | | 13,100.00 | -10,662.95 | | |
| Acquired 03/25/11 | 7,500 | 5.36 | 40,248.95 | | 19,650.00 | -20,598.95 | | |
| Acquired 06/13/11 | 5,000 | 4.54 | 22,749.95 | | 13,100.00 | -9,649.95 | | |
| Acquired 07/14/11 | 5,000 | 4.23 | 21,204.45 | | 13,100.00 | -8,104.45 | | |
| Acquired 12/29/11 | 5,000 | 2.30 | 11,564.95 | | 13,100.00 | 1,535.05 | | |
| **Total** | **30,000** | | **$131,721.95** | **2.6200** | **$78,600.00** | **-$53,121.95** | **N/A** | **N/A** |
| JOHNSON & JOHNSON | | | | | | | | |
| JNJ | | | | | | | | |
| Acquired 04/17/07 nc | 300 | 64.66 | 19,423.09 | | 19,773.00 | 349.91 | | |
| Acquired 04/25/07 nc | 200 | 64.87 | 12,991.95 | | 13,182.00 | 190.05 | | |
| Acquired 08/20/07 nc | 500 | 61.65 | 30,863.65 | | 32,955.00 | 2,091.35 | | |
| Acquired 02/26/10 nc | 500 | 63.19 | 31,617.25 | | 32,955.00 | 1,337.75 | | |
| **Total** | **1,500** | | **$94,895.94** | **65.9100** | **$98,865.00** | **$3,969.06** | **$3,420.00** | **3.46** |
| KIRBY CORP | | | | | | | | |
| KEX | | | | | | | | |
| Acquired 09/15/11 | 1,000 | 56.90 | 56,922.25 | 66.7700 | 66,770.00 | 9,847.75 | N/A | N/A |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| MESABI TRUST<br>CTF BEN INT<br>MSB | | | | | | | | |
| Acquired 10/28/11 nc | 500 | 28.57 | 14,306.95 | 32.0600 | 16,030.00 | 1,723.05 | 1,520.00 | 9.48 |
| MICROSOFT CORP<br>MSFT | | | | | | | | |
| Acquired 03/04/11 | 3,000 | 26.14 | 78,452.15 | 29.5300 | 88,590.00 | 10,137.85 | 2,400.00 | 2.70 |
| NATIONAL OILWELL VARCO INC<br>NOV | | | | | | | | |
| Acquired 10/28/11 | 200 | 74.09 | 14,838.19 | | 14,796.00 | -42.19 | | |
| Acquired 12/15/11 | 200 | 67.20 | 13,458.95 | | 14,796.00 | 1,337.05 | | |
| **Total** | **400** | | **$28,297.14** | **73.9800** | **$29,592.00** | **$1,294.86** | **$192.00** | **0.65** |
| PROCTER & GAMBLE CO<br>PG | | | | | | | | |
| Acquired 02/26/10 nc | 1,000 | 63.22 | 63,245.25 | 63.0400 | 63,040.00 | -205.25 | 2,100.00 | 3.33 |
| PULTE GROUP INC<br>PHM | | | | | | | | |
| Acquired 12/22/10 nc | 3,500 | 7.59 | 26,609.15 | | 26,075.00 | -534.15 | | |
| Acquired 11/18/11 | 1,000 | 5.48 | 5,498.95 | | 7,450.00 | 1,951.05 | | |
| **Total** | **4,500** | | **$32,108.10** | **7.4500** | **$33,525.00** | **$1,416.90** | **N/A** | **N/A** |
| SANDRIDGE ENERGY INC<br>SD | | | | | | | | |
| Acquired 12/30/10 nc | 3,500 | 7.35 | 25,763.20 | | 27,230.00 | 1,466.80 | | |
| Acquired 03/02/11 | 1,850 | 10.35 | 19,184.40 | | 14,393.00 | -4,791.40 | | |
| Acquired 08/11/11 | 4,650 | 7.42 | 34,557.29 | | 36,177.00 | 1,619.71 | | |
| **Total** | **10,000** | | **$79,504.89** | **7.7800** | **$77,800.00** | **-$1,704.89** | **N/A** | **N/A** |
| SCHLUMBERGER LTD<br>SLB | | | | | | | | |
| Acquired 02/01/08 nc | 500 | 78.07 | 39,070.95 | | 37,585.00 | -1,485.95 | | |
| Acquired 02/12/08 nc | 500 | 82.29 | 41,180.95 | | 37,585.00 | -3,595.95 | | |
| Acquired 03/05/08 nc | 500 | 87.20 | 43,635.95 | | 37,585.00 | -6,050.95 | | |
| Acquired 10/17/08 nc | 1,000 | 49.84 | 49,914.95 | | 75,170.00 | 25,255.05 | | |
| **Total** | **2,500** | | **$173,802.80** | **75.1700** | **$187,925.00** | **$14,122.20** | **$2,750.00** | **1.46** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| TEXAS INDUSTRIES INC | | | | | | | | |
| TXI | | | | | | | | |
| Acquired 03/29/05 nc | 500 | 41.51 | 20,752.72 | | 15,630.00 | -5,122.72 | | |
| Acquired 05/05/05 nc | 500 | 34.84 | 17,422.43 | | 15,630.00 | -1,792.43 | | |
| Acquired 10/02/08 nc | 1,022 | 39.66 | 40,606.74 | | 31,947.72 | -8,659.02 | | |
| **Total** | **2,022** | | **$78,781.89** | **31.2600** | **$63,207.72** | **-$15,574.17** | **N/A** | **N/A** |
| UNION PACIFIC CORP | | | | | | | | |
| UNP | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 97.90 | 97,928.15 | | 114,310.00 | 16,381.85 | | |
| Acquired 09/13/11 | 200 | 86.88 | 17,396.39 | | 22,862.00 | 5,465.61 | | |
| **Total** | **1,200** | | **$115,324.54** | **114.3100** | **$137,172.00** | **$21,847.46** | **$2,880.00** | **2.10** |
| WAL-MART STORES INC | | | | | | | | |
| WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 61,360.00 | 9,631.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 30,680.00 | 3,706.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **61.3600** | **$92,040.00** | **$13,337.10** | **$2,190.00** | **2.38** |
| XCEL ENERGY INC | | | | | | | | |
| XEL | | | | | | | | |
| Acquired 06/07/05 nc | 1,000 | 18.94 | 19,005.95 | | 26,600.00 | 7,594.05 | | |
| Acquired 08/16/05 nc | 1,000 | 18.73 | 18,795.95 | | 26,600.00 | 7,804.05 | | |
| **Total** | **2,000** | | **$37,801.90** | **26.6000** | **$53,200.00** | **$15,398.10** | **$2,080.00** | **3.91** |
| **Total Stocks and ETFs** | | | **$1,871,317.37** | | **$2,053,687.72** | **$182,370.35** | **$39,989.00** | **1.95** |
| **Total Stocks, options & ETFs** | | | **$1,871,317.37** | | **$2,053,687.72** | **$182,370.35** | **$39,989.00** | **1.95** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS HDPEX | | | | | | | | |
| Acquired 01/12/10 nc | 9,285.05100 | 10.77 | 100,018.95 | | 116,805.85 | 16,786.90 | | |
| Reinvestments m | 822.37100 | 11.38 | 9,362.27 | | 10,345.51 | 983.24 | | |
| **Total** | **10,107.42200** | | **$109,381.22** | **12.5800** | **$127,151.36** | **$17,770.14** | **$2,830.07** | **2.23** |
| HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS HDPBX | | | | | | | | |
| Acquired 12/30/10 nc | 9,225.09200 | 10.84 | 100,018.95 | | 104,058.95 | 4,040.00 | | |
| Reinvestments nc | 67.17800 | 10.74 | 721.49 | | 757.85 | 36.36 | | |
| **Total** | **9,292.27000** | | **$100,740.44** | **11.2800** | **$104,816.80** | **$4,076.36** | **$724.79** | **0.69** |
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 100,449.95 | 431.00 | | |
| Acquired 06/21/10 nc | 6,162.46800 | 11.68 | 71,996.58 | | 68,773.20 | -3,223.38 | | |
| Acquired 12/28/11 nc | 1,504.51400 | 9.97 | 15,005.95 | | 16,790.40 | 1,784.45 | | |
| Reinvestments nc | 482.37300 | 11.05 | 5,333.63 | | 5,383.29 | 49.66 | | |
| **Total** | **17,150.25500** | | **$192,355.11** | **11.1600** | **$191,396.84** | **-$958.27** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 110,956.03 | 10,937.08 | | |
| Acquired 06/21/10 nc | 3,646.28300 | 19.74 | 71,996.58 | | 78,285.74 | 6,289.16 | | |
| **Total** | **8,814.24200** | | **$172,015.53** | **21.4700** | **$189,241.77** | **$17,226.24** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total Open End Mutual Funds** | | | **$574,492.30** | | **$612,606.77** | **$38,114.47** | **$3,554.86** | **0.58** |
| **Total Mutual Funds** | | | **$574,492.30** | | **$612,606.77** | **$38,114.47** | **$3,554.86** | **0.58** |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 01/01 | | | | BEGINNING BALANCE | | | 59,363.43 |
| 01/03 | Cash | DIVIDEND | | UNION PACIFIC CORP<br>010212 1,200<br>AS OF 1/02/12 | | 720.00 | |
| 01/03 | Cash | DIVIDEND | | WAL-MART STORES INC<br>010312 1,500 | | 547.50 | 60,630.93 |
| 01/04 | Cash | SHRT TRM GAIN | | HODGES EQTY INCME FD<br>RETAIL CL PROFESSIONALLY<br>MNGD PORTFOLIOS<br>123011 10,064.74900<br>AS OF 12/30/11 | | 517.62 | |
| 01/04 | Cash | LT CAP GAIN | | HODGES EQTY INCME FD<br>RETAIL CL PROFESSIONALLY<br>MNGD PORTFOLIOS<br>123011 10,054.12900<br>AS OF 12/30/11 | | 646.45 | |
| 01/04 | Cash | DIVIDEND | | HODGES EQTY INCME FD<br>RETAIL CL PROFESSIONALLY<br>MNGD PORTFOLIOS<br>123011 10,052.09900<br>AS OF 12/30/11 | | 671.07 | |
| 01/04 | Cash | REINVEST DIV | 55.32300 | HODGES EQTY INCME FD<br>RETAIL CL PROFESSIONALLY<br>MNGD PORTFOLIOS | 12.1300 | -671.07 | |
| 01/04 | Cash | REINVEST DIV | 53.29300 | HODGES EQTY INCME FD<br>RETAIL CL PROFESSIONALLY<br>MNGD PORTFOLIOS | 12.1300 | -646.45 | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 01/04 | Cash | REINVEST DIV | 42.67300 | HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS | 12.1300 | -517.62 | 60,630.93 |
| 01/06 | Cash | DIVIDEND | | SCHLUMBERGER LTD 010612 2,500 | | 625.00 | 61,255.93 |
| 01/13 | Cash | PURCHASE | 2,250.00000 | CROCS INC | 18.2907 | -41,173.03 | 20,082.90 |
| 01/19 | Cash | ADVISORY FEE | | MANAGEMENT FEE | | -3,759.51 | 16,323.39 |
| 01/20 | Cash | DIVIDEND | | XCEL ENERGY INC 012012 2,000 | | 520.00 | 16,843.39 |
| 01/31 | Cash | DIVIDEND | | CHESAPEAKE ENERGY CORP 013112 3,000 | | 262.50 | |
| 01/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP 013112 16,843 | | 0.62 | 17,106.51 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 01/01 | | BEGINNING BALANCE | 4,913.33 |
| 01/04 | TRANSFER TO | BANK DEPOSIT SWEEP | 28,138.69 |
| 01/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 27,578.91 |
| 01/09 | TRANSFER TO | BANK DEPOSIT SWEEP | 625.00 |
| 01/19 | TRANSFER FROM | BANK DEPOSIT SWEEP | -41,173.03 |
| 01/20 | TRANSFER FROM | BANK DEPOSIT SWEEP | -3,759.51 |
| 01/23 | TRANSFER TO | BANK DEPOSIT SWEEP | 520.00 |
| 01/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.62 |
| 01/31 | | ENDING BALANCE | 16,844.01 |

First Dallas Securities

# SNAPSHOT [redacted]



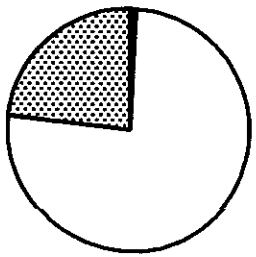
**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$2,683,401.00** | **$2,555,969.51** |
| Income earned | 1,395.32 | 5,906.08 |
| Change in value | 26,343.69 | 149,264.42 |
| **Closing value** | **$2,711,140.01** | **$2,711,140.01** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON JAN 31 | % | CURRENT VALUE ON FEB 29 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 17,106.51 | 0.64 | 21,788.63 | 0.80 | 4 |
| | Stocks, options & ETFs | 2,053,687.72 | 76.53 | 2,062,339.01 | 76.07 | 40,007 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 612,606.77 | 22.83 | 627,012.37 | 23.13 | 3,554 |
| | **Asset value** | **$2,683,401.00** | **100%** | **$2,711,140.01** | **100%** | **$43,565** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$17,106.51** | |
| Income and distributions | 1,395.32 | 5,906.08 |
| Securities sold and redeemed | 15,086.48 | 15,086.48 |
| **Net additions to cash** | **$16,481.80** | **$20,992.56** |
| Securities purchased | -11,799.68 | -54,807.85 |
| Other subtractions | 0.00 | -3,759.51 |
| **Net subtractions from cash** | **-$11,799.68** | **-$58,567.36** |
| **Closing value of cash and sweep balances** | **$21,788.63** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.32 | 0.94 |
| | Qualified dividends | 1,015.00 | 3,690.00 |
| | **Total taxable income** | **$1,015.32** | **$3,690.94** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$1,015.32** | **$3,690.94** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 1,494.66 | 1,494.66 |
| Long term (L) | 0.00 | 0.00 |
| **Total** | **$1,494.66** | **$1,494.66** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK & TRUST CO<br>COLLATERAL ACCOUNT FBO<br>MARKEN INTEREST, LTD<br>A PARTNERSHIP |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5538-0688 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 15,086.48 | 15,086.48 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.02 | 21,788.63 | 4.35 |
| Interest Period 02/01/12 - 02/29/12 | | | |
| **Total Cash and Sweep Balances** | | **$21,788.63** | **$4.35** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| AH BELO CORP<br>AHC | | | | | | | | |
| Acquired 06/13/11 | 10,000 | 6.69 | 66,932.95 | | 47,200.00 | -19,732.95 | | |
| Acquired 08/01/11 | 3,000 | 6.21 | 18,657.05 | | 14,160.00 | -4,497.05 | | |
| Acquired 12/29/11 | 7,000 | 4.37 | 30,672.65 | | 33,040.00 | 2,367.35 | | |
| **Total** | **20,000** | | **$116,262.65** | **4.7200** | **$94,400.00** | **-$21,862.65** | **$4,800.00** | **5.08** |
| ANCESTRY.COM INC<br>ACOM | | | | | | | | |
| Acquired 10/28/11 | 500 | 22.56 | 11,301.65 | 22.7800 | 11,390.00 | 88.35 | N/A | N/A |
| ATMOS ENERGY CORP<br>ATO | | | | | | | | |
| Acquired 02/02/11 | 1,000 | 33.11 | 33,136.25 | 30.7300 | 30,730.00 | -2,406.25 | 1,380.00 | 4.49 |

First Dallas Securities

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COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO | | | | | | | | |
| BA | | | | | | | | |
| Acquired 10/06/10 nc | 500 | 68.97 | 34,507.05 | | 37,475.00 | 2,967.95 | | |
| Acquired 11/15/10 nc | 650 | 63.56 | 41,336.40 | | 48,717.50 | 7,381.10 | | |
| Acquired 01/12/11 | 250 | 69.85 | 17,483.55 | | 18,737.50 | 1,253.95 | | |
| **Total** | **1,400** | | **$93,327.00** | **74.9500** | **$104,930.00** | **$11,603.00** | **$2,464.00** | **2.35** |
| CHESAPEAKE ENERGY CORP | | | | | | | | |
| CHK | | | | | | | | |
| Acquired 12/30/10 nc | 2,000 | 26.09 | 52,212.55 | | 50,000.00 | -2,212.55 | | |
| Acquired 02/02/11 | 1,000 | 30.28 | 30,298.95 | | 25,000.00 | -5,298.95 | | |
| **Total** | **3,000** | | **$82,511.50** | **25.0000** | **$75,000.00** | **-$7,511.50** | **$1,050.00** | **1.40** |
| CHEVRON CORPORATION | | | | | | | | |
| CVX | | | | | | | | |
| Acquired 03/28/05 nc | 300 | 58.45 | 17,558.95 | | 32,736.00 | 15,177.05 | | |
| Acquired 05/05/05 nc | 700 | 53.43 | 37,448.95 | | 76,384.00 | 38,935.05 | | |
| **Total** | **1,000** | | **$55,007.90** | **109.1200** | **$109,120.00** | **$54,112.10** | **$3,240.00** | **2.97** |
| CHICOS FAS INC | | | | | | | | |
| CHS | | | | | | | | |
| Acquired 10/06/10 nc | 4,775 | 9.99 | 47,766.56 | 15.0100 | 71,672.75 | 23,906.19 | 955.00 | 1.33 |
| COSTCO WHSL CORP NEW | | | | | | | | |
| COM | | | | | | | | |
| COST | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 71.56 | 71,588.85 | 86.0600 | 86,060.00 | 14,471.15 | 960.00 | 1.11 |
| CROCS INC | | | | | | | | |
| CROX | | | | | | | | |
| Acquired 01/13/12 | 2,250 | 18.29 | 41,173.03 | 19.6400 | 44,190.00 | 3,016.97 | N/A | N/A |
| CROSS A T CO CL A COM | | | | | | | | |
| ATX | | | | | | | | |
| Acquired 08/23/11 | 1,000 | 9.70 | 9,718.95 | | 9,950.00 | 231.05 | | |
| Acquired 09/15/11 | 1,200 | 10.00 | 12,025.79 | | 11,940.00 | -85.79 | | |
| Acquired 09/16/11 | 2,800 | 10.15 | 28,454.63 | | 27,860.00 | -594.63 | | |
| **Total** | **5,000** | | **$50,199.37** | **9.9500** | **$49,750.00** | **-$449.37** | **N/A** | **N/A** |
| E M C CORP MASS | | | | | | | | |
| EMC | | | | | | | | |
| Acquired 02/08/12 | 450 | 26.17 | 11,799.68 | 27.6900 | 12,460.50 | 660.82 | N/A | N/A |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| ENSCO PLC SPONSORED ADR ESV | | | | | | | | |
| Acquired 10/26/05 nc | 250 | 46.70 | 11,676.28 | | 14,575.00 | 2,898.72 | | |
| Acquired 06/21/06 nc | 500 | 42.45 | 21,225.95 | | 29,150.00 | 7,924.05 | | |
| **Total** | **750** | | **$32,902.23** | **58.3000** | **$43,725.00** | **$10,822.77** | **$1,068.75** | **2.44** |
| EXXON MOBIL CORP XOM | | | | | | | | |
| Acquired 10/08/04 nc | 1,000 | 50.11 | 50,175.95 | | 86,500.00 | 36,324.05 | | |
| Acquired 02/11/05 nc | 500 | 56.08 | 28,075.95 | | 43,250.00 | 15,174.05 | | |
| **Total** | **1,500** | | **$78,251.90** | **86.5000** | **$129,750.00** | **$51,498.10** | **$2,820.00** | **2.17** |
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 42.5600 | 42,560.00 | 3,408.85 | 1,000.00 | 2.34 |
| HALLIBURTON COMPANY HAL | | | | | | | | |
| Acquired 10/21/04 nc | 1,000 | 17.42 | 17,457.97 | | 36,590.00 | 19,132.03 | | |
| Acquired 05/04/05 nc | 1,000 | 21.27 | 21,305.95 | | 36,590.00 | 15,284.05 | | |
| Acquired 04/21/11 | 50 | 49.87 | 2,512.94 | | 1,829.50 | -683.44 | | |
| **Total** | **2,050** | | **$41,276.86** | **36.5900** | **$75,009.50** | **$33,732.64** | **$738.00** | **0.98** |
| HYPERDYNAMICS CORP HDY | | | | | | | | |
| Acquired 12/22/10 nc | 2,500 | 4.86 | 12,190.70 | | 3,400.00 | -8,790.70 | | |
| Acquired 02/02/11 | 5,000 | 4.74 | 23,762.95 | | 6,800.00 | -16,962.95 | | |
| Acquired 03/25/11 | 7,500 | 5.36 | 40,248.95 | | 10,200.00 | -30,048.95 | | |
| Acquired 06/13/11 | 5,000 | 4.54 | 22,749.95 | | 6,800.00 | -15,949.95 | | |
| Acquired 07/14/11 | 5,000 | 4.23 | 21,204.45 | | 6,800.00 | -14,404.45 | | |
| Acquired 12/29/11 | 5,000 | 2.30 | 11,564.95 | | 6,800.00 | -4,764.95 | | |
| **Total** | **30,000** | | **$131,721.95** | **1.3600** | **$40,800.00** | **-$90,921.95** | **N/A** | **N/A** |
| JOHNSON & JOHNSON JNJ | | | | | | | | |
| Acquired 04/17/07 nc | 300 | 64.66 | 19,423.09 | | 19,524.00 | 100.91 | | |
| Acquired 04/25/07 nc | 200 | 64.87 | 12,991.95 | | 13,016.00 | 24.05 | | |
| Acquired 08/20/07 nc | 500 | 61.65 | 30,863.65 | | 32,540.00 | 1,676.35 | | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 02/26/10 nc | 500 | 63.19 | 31,617.25 | | 32,540.00 | 922.75 | | |
| **Total** | **1,500** | | **$94,895.94** | **65.0800** | **$97,620.00** | **$2,724.06** | **$3,420.00** | **3.50** |
| KIRBY CORP<br>KEX | | | | | | | | |
| Acquired 09/15/11 | 1,000 | 56.90 | 56,922.25 | 68.6200 | 68,620.00 | 11,697.75 | N/A | N/A |
| MESABI TRUST<br>CTF BEN INT<br>MSB | | | | | | | | |
| Acquired 10/28/11 nc | 500 | 28.57 | 14,306.95 | 31.9600 | 15,980.00 | 1,673.05 | 1,520.00 | 9.51 |
| MICROSOFT CORP<br>MSFT | | | | | | | | |
| Acquired 03/04/11 | 3,000 | 26.14 | 78,452.15 | 31.7400 | 95,220.00 | 16,767.85 | 2,400.00 | 2.52 |
| NATIONAL OILWELL VARCO INC<br>NOV | | | | | | | | |
| Acquired 10/28/11 | 200 | 74.09 | 14,838.19 | | 16,506.00 | 1,667.81 | | |
| Acquired 12/15/11 | 200 | 67.20 | 13,458.95 | | 16,506.00 | 3,047.05 | | |
| **Total** | **400** | | **$28,297.14** | **82.5300** | **$33,012.00** | **$4,714.86** | **$192.00** | **0.58** |
| PROCTER & GAMBLE CO<br>PG | | | | | | | | |
| Acquired 02/26/10 nc | 1,000 | 63.22 | 63,245.25 | 67.6200 | 67,620.00 | 4,374.75 | 2,100.00 | 3.10 |
| PULTE GROUP INC<br>PHM | | | | | | | | |
| Acquired 12/22/10 nc | 3,500 | 7.59 | 26,609.15 | | 30,870.00 | 4,260.85 | | |
| Acquired 11/18/11 | 1,000 | 5.48 | 5,498.95 | | 8,820.00 | 3,321.05 | | |
| **Total** | **4,500** | | **$32,108.10** | **8.8200** | **$39,690.00** | **$7,581.90** | **N/A** | **N/A** |
| SANDRIDGE ENERGY INC<br>SD | | | | | | | | |
| Acquired 12/30/10 nc | 3,500 | 7.35 | 25,763.20 | | 30,345.00 | 4,581.80 | | |
| Acquired 03/02/11 | 1,850 | 10.35 | 19,184.40 | | 16,039.50 | -3,144.90 | | |
| Acquired 08/11/11 | 4,650 | 7.42 | 34,557.29 | | 40,315.50 | 5,758.21 | | |
| **Total** | **10,000** | | **$79,504.89** | **8.6700** | **$86,700.00** | **$7,195.11** | **N/A** | **N/A** |
| SCHLUMBERGER LTD<br>SLB | | | | | | | | |
| Acquired 02/01/08 nc | 500 | 78.07 | 39,070.95 | | 38,805.00 | -265.95 | | |
| Acquired 02/12/08 nc | 500 | 82.29 | 41,180.95 | | 38,805.00 | -2,375.95 | | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 03/05/08 nc | 500 | 87.20 | 43,635.95 | | 38,805.00 | -4,830.95 | | |
| Acquired 10/17/08 nc | 1,000 | 49.84 | 49,914.95 | | 77,610.00 | 27,695.05 | | |
| **Total** | **2,500** | | **$173,802.80** | **77.6100** | **$194,025.00** | **$20,222.20** | **$2,750.00** | **1.42** |
| TEXAS INDUSTRIES INC | | | | | | | | |
| TXI | | | | | | | | |
| Acquired 03/29/05 nc | 500 | 41.51 | 20,752.72 | | 16,915.00 | -3,837.72 | | |
| Acquired 05/05/05 nc | 500 | 34.84 | 17,422.43 | | 16,915.00 | -507.43 | | |
| Acquired 10/02/08 nc | 1,022 | 39.66 | 40,606.74 | | 34,574.26 | -6,032.48 | | |
| **Total** | **2,022** | | **$78,781.89** | **33.8300** | **$68,404.26** | **-$10,377.63** | **N/A** | **N/A** |
| UNION PACIFIC CORP | | | | | | | | |
| UNP | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 97.90 | 97,928.15 | | 110,250.00 | 12,321.85 | | |
| Acquired 09/13/11 | 200 | 86.88 | 17,396.39 | | 22,050.00 | 4,653.61 | | |
| **Total** | **1,200** | | **$115,324.54** | **110.2500** | **$132,300.00** | **$16,975.46** | **$2,880.00** | **2.18** |
| WAL-MART STORES INC | | | | | | | | |
| WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 59,080.00 | 7,351.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 29,540.00 | 2,566.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **59.0800** | **$88,620.00** | **$9,917.10** | **$2,190.00** | **2.47** |
| XCEL ENERGY INC | | | | | | | | |
| XEL | | | | | | | | |
| Acquired 06/07/05 nc | 1,000 | 18.94 | 19,005.95 | | 26,490.00 | 7,484.05 | | |
| Acquired 08/16/05 nc | 1,000 | 18.73 | 18,795.95 | | 26,490.00 | 7,694.05 | | |
| **Total** | **2,000** | | **$37,801.90** | **26.4900** | **$52,980.00** | **$15,178.10** | **$2,080.00** | **3.93** |
| **Total Stocks and ETFs** | | | **$1,869,525.23** | | **$2,062,339.01** | **$192,813.78** | **$40,007.75** | **1.94** |
| **Total Stocks, options & ETFs** | | | **$1,869,525.23** | | **$2,062,339.01** | **$192,813.78** | **$40,007.75** | **1.94** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS HDPEX | | | | | | | | |
| Acquired 01/12/10 nc | 9,285.05100 | 10.77 | 100,018.95 | | 119,034.26 | 19,015.31 | | |
| Reinvestments m | 822.37100 | 11.38 | 9,362.27 | | 10,542.89 | 1,180.62 | | |
| **Total** | **10,107.42200** | | **$109,381.22** | **12.8200** | **$129,577.15** | **$20,195.93** | **$2,830.07** | **2.18** |
| HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS HDPBX | | | | | | | | |
| Acquired 12/30/10 nc | 9,225.09200 | 10.84 | 100,018.95 | | 107,103.23 | 7,084.28 | | |
| Reinvestments nc | 67.17800 | 10.74 | 721.49 | | 780.02 | 58.53 | | |
| **Total** | **9,292.27000** | | **$100,740.44** | **11.6100** | **$107,883.25** | **$7,142.81** | **$724.79** | **0.67** |
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 105,220.43 | 5,201.48 | | |
| Acquired 06/21/10 nc | 6,162.46800 | 11.68 | 71,996.58 | | 72,039.31 | 42.73 | | |
| Acquired 12/28/11 nc | 1,504.51400 | 9.97 | 15,005.95 | | 17,587.80 | 2,581.85 | | |
| Reinvestments nc | 482.37300 | 11.05 | 5,333.63 | | 5,638.94 | 305.31 | | |
| **Total** | **17,150.25500** | | **$192,355.11** | **11.6900** | **$200,486.48** | **$8,131.37** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 110,852.67 | 10,833.72 | | |
| Acquired 06/21/10 nc | 3,646.28300 | 19.74 | 71,996.58 | | 78,212.82 | 6,216.24 | | |
| **Total** | **8,814.24200** | | **$172,015.53** | **21.4500** | **$189,065.49** | **$17,049.96** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total Open End Mutual Funds** | | | **$574,492.30** | | **$627,012.37** | **$52,520.07** | **$3,554.86** | **0.57** |
| **Total Mutual Funds** | | | **$574,492.30** | | **$627,012.37** | **$52,520.07** | **$3,554.86** | **0.57** |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 02/01 | | | | BEGINNING BALANCE | | | 17,106.51 |
| 02/01 | Cash | DIVIDEND | | FREEPORT-MCMORAN COPPER & GOLD INC CLASS B 020112 1,000 | | 250.00 | 17,356.51 |
| 02/06 | Cash | SALE | -300.00000 | COINSTAR INC | 50.3524 | 15,086.48 | 32,442.99 |
| 02/08 | Cash | PURCHASE | 450.00000 | E M C CORP MASS | 26.1794 | -11,799.68 | 20,643.31 |
| 02/15 | Cash | DIVIDEND | | PROCTER & GAMBLE CO 021512 1,000 | | 525.00 | 21,168.31 |
| 02/21 | Cash | ROYALTY PYMT | | MESABI TRUST CTF BEN INT 022012 500 AS OF 2/20/12 | | 380.00 | 21,548.31 |
| 02/24 | Cash | DIVIDEND | | COSTCO WHSL CORP NEW COM 022412 1,000 | | 240.00 | 21,788.31 |
| 02/29 | Cash | INTEREST | | BANK DEPOSIT SWEEP 022912 21,788 | | 0.32 | 21,788.63 |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 02/01 | | BEGINNING BALANCE | 16,844.01 |
| 02/01 | TRANSFER TO | BANK DEPOSIT SWEEP | 262.50 |
| 02/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 250.00 |
| 02/10 | TRANSFER TO | BANK DEPOSIT SWEEP | 3,286.80 |
| 02/16 | TRANSFER TO | BANK DEPOSIT SWEEP | 525.00 |
| 02/22 | TRANSFER TO | BANK DEPOSIT SWEEP | 380.00 |
| 02/27 | TRANSFER TO | BANK DEPOSIT SWEEP | 240.00 |
| 02/29 | REINVEST INT | BANK DEPOSIT SWEEP | 0.32 |
| 02/29 | | ENDING BALANCE | 21,788.63 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 1,494.66 | 0.00 | 1,494.66 | 1,494.66 | 0.00 | 1,494.66 |
| Long term | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| **Total Realized Gain/Loss** | **$1,494.66** | **$0.00** | **$1,494.66** | **$1,494.66** | **$0.00** | **$1,494.66** |

### Realized Gain/Loss Detail

### Short term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| COINSTAR INC | 300.00000 | 45.2429 | 12/22/11 | 02/06/12 | 15,086.48 | 13,591.82 | 1,494.66 |
| **Total Short term** | | | | | **$15,086.48** | **$13,591.82** | **$1,494.66** |

First Dallas Securities

# SNAPSHOT [redacted]



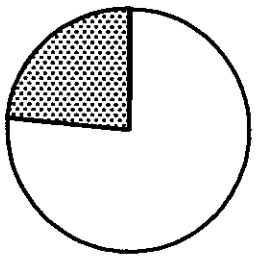
**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$2,711,140.01** | **$2,555,969.51** |
| Income earned | 5,895.70 | 11,801.78 |
| Change in value | -21,380.03 | 127,884.39 |
| **Closing value** | **$2,695,655.68** | **$2,695,655.68** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON FEB 29 | % | CURRENT VALUE ON MAR 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 21,788.63 | 0.80 | 2,620.74 | 0.10 | 0 |
| | Stocks, options & ETFs | 2,062,339.01 | 76.07 | 2,059,544.22 | 76.40 | 36,994 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 627,012.37 | 23.13 | 633,490.72 | 23.50 | 3,726 |
| | **Asset value** | **$2,711,140.01** | **100%** | **$2,695,655.68** | **100%** | **$40,720** |

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$21,788.63** | |
| Income and distributions | 5,895.70 | 11,801.78 |
| Securities sold and redeemed | 125,961.66 | 141,048.14 |
| **Net additions to cash** | **$131,857.36** | **$152,849.92** |
| Securities purchased | -151,025.25 | -205,833.10 |
| Other subtractions | 0.00 | -3,759.51 |
| **Net subtractions from cash** | **-$151,025.25** | **-$209,592.61** |
| **Closing value of cash and sweep balances** | **$2,620.74** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.26 | 1.20 |
| | Qualified dividends | 5,895.44 | 9,585.44 |
| | **Total taxable income** | **$5,895.70** | **$9,586.64** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$5,895.70** | **$9,586.64** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 1,494.66 |
| Long term (L) | 22,121.28 | 22,121.28 |
| **Total** | **$22,121.28** | **$23,615.94** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK & TRUST CO<br>COLLATERAL ACCOUNT FBO<br>MARKEN INTEREST, LTD<br>A PARTNERSHIP |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5538-0688 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 125,961.66 | 141,048.14 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 48.00 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 2,572.74 | 0.51 |
| Interest Period 03/01/12 - 03/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$2,620.74** | **$0.51** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| AH BELO CORP | | | | | | | | |
| AHC | | | | | | | | |
| Acquired 06/13/11 | 10,000 | 6.69 | 66,932.95 | | 48,900.00 | -18,032.95 | | |
| Acquired 08/01/11 | 3,000 | 6.21 | 18,657.05 | | 14,670.00 | -3,987.05 | | |
| Acquired 12/29/11 | 7,000 | 4.37 | 30,672.65 | | 34,230.00 | 3,557.35 | | |
| **Total** | **20,000** | | **$116,262.65** | **4.8900** | **$97,800.00** | **-$18,462.65** | **$4,800.00** | **4.91** |
| ANCESTRY.COM INC | | | | | | | | |
| ACOM | | | | | | | | |
| Acquired 10/28/11 | 500 | 22.56 | 11,301.65 | | 11,370.00 | 68.35 | | |
| Acquired 03/08/12 | 500 | 24.15 | 12,098.90 | | 11,370.00 | -728.90 | | |
| **Total** | **1,000** | | **$23,400.55** | **22.7400** | **$22,740.00** | **-$660.55** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA | | | | | | | | |
| Acquired 10/06/10 nc | 500 | 68.97 | 34,507.05 | | 37,185.00 | 2,677.95 | | |
| Acquired 11/15/10 nc | 650 | 63.56 | 41,336.40 | | 48,340.50 | 7,004.10 | | |
| Acquired 01/12/11 | 250 | 69.85 | 17,483.55 | | 18,592.50 | 1,108.95 | | |
| **Total** | **1,400** | | **$93,327.00** | **74.3700** | **$104,118.00** | **$10,791.00** | **$2,464.00** | **2.37** |
| C&J ENERGY SERVICES INC<br>CJES | | | | | | | | |
| Acquired 03/08/12 | 2,000 | 18.86 | 37,758.75 | 17.7900 | 35,580.00 | -2,178.75 | N/A | N/A |
| CHESAPEAKE ENERGY CORP<br>CHK | | | | | | | | |
| Acquired 12/30/10 nc | 2,000 | 26.09 | 52,212.55 | | 46,340.00 | -5,872.55 | | |
| Acquired 02/02/11 | 1,000 | 30.28 | 30,298.95 | | 23,170.00 | -7,128.95 | | |
| **Total** | **3,000** | | **$82,511.50** | **23.1700** | **$69,510.00** | **-$13,001.50** | **$1,050.00** | **1.51** |
| CHEVRON CORPORATION<br>CVX | | | | | | | | |
| Acquired 03/28/05 nc | 300 | 58.45 | 17,558.95 | | 32,163.00 | 14,604.05 | | |
| Acquired 05/05/05 nc | 700 | 53.43 | 37,448.95 | | 75,047.00 | 37,598.05 | | |
| **Total** | **1,000** | | **$55,007.90** | **107.2100** | **$107,210.00** | **$52,202.10** | **$3,240.00** | **3.02** |
| CHICOS FAS INC<br>CHS | | | | | | | | |
| Acquired 10/06/10 nc | 4,775 | 9.99 | 47,766.56 | | 72,102.50 | 24,335.94 | | |
| Acquired 03/08/12 | 2,725 | 15.26 | 41,625.34 | | 41,147.50 | -477.84 | | |
| **Total** | **7,500** | | **$89,391.90** | **15.1000** | **$113,250.00** | **$23,858.10** | **$1,575.00** | **1.39** |
| COSTCO WHSL CORP NEW<br>COM<br>COST | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 71.56 | 71,588.85 | 90.8000 | 90,800.00 | 19,211.15 | 960.00 | 1.05 |
| CROCS INC<br>CROX | | | | | | | | |
| Acquired 01/13/12 | 2,250 | 18.29 | 41,173.03 | 20.9200 | 47,070.00 | 5,896.97 | N/A | N/A |
| CROSS A T CO CL A COM<br>ATX | | | | | | | | |
| Acquired 08/23/11 | 1,000 | 9.70 | 9,718.95 | | 12,040.00 | 2,321.05 | | |
| Acquired 09/15/11 | 1,200 | 10.00 | 12,025.79 | | 14,448.00 | 2,422.21 | | |
| Acquired 09/16/11 | 2,800 | 10.15 | 28,454.63 | | 33,712.00 | 5,257.37 | | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total** | **5,000** | | **$50,199.37** | **12.0400** | **$60,200.00** | **$10,000.63** | **N/A** | **N/A** |
| E M C CORP MASS<br>EMC | | | | | | | | |
| Acquired 02/08/12 | 450 | 26.17 | 11,799.68 | | 13,446.00 | 1,646.32 | | |
| Acquired 03/08/12 | 550 | 28.54 | 15,718.98 | | 16,434.00 | 715.02 | | |
| **Total** | **1,000** | | **$27,518.66** | **29.8800** | **$29,880.00** | **$2,361.34** | **N/A** | **N/A** |
| EXXON MOBIL CORP<br>XOM | | | | | | | | |
| Acquired 10/08/04 nc | 1,000 | 50.11 | 50,175.95 | | 86,730.00 | 36,554.05 | | |
| Acquired 02/11/05 nc | 500 | 56.08 | 28,075.95 | | 43,365.00 | 15,289.05 | | |
| **Total** | **1,500** | | **$78,251.90** | **86.7300** | **$130,095.00** | **$51,843.10** | **$2,820.00** | **2.17** |
| FREEPORT-MCMORAN COPPER<br>& GOLD INC<br>CLASS B<br>FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 38.0400 | 38,040.00 | -1,111.15 | 1,250.00 | 3.28 |
| HALLIBURTON COMPANY<br>HAL | | | | | | | | |
| Acquired 10/21/04 nc | 1,000 | 17.42 | 17,457.97 | | 33,190.00 | 15,732.03 | | |
| Acquired 05/04/05 nc | 1,000 | 21.27 | 21,305.95 | | 33,190.00 | 11,884.05 | | |
| Acquired 04/21/11 | 50 | 49.87 | 2,512.94 | | 1,659.50 | -853.44 | | |
| **Total** | **2,050** | | **$41,276.86** | **33.1900** | **$68,039.50** | **$26,762.64** | **$738.00** | **1.08** |
| HYPERDYNAMICS CORP<br>HDY | | | | | | | | |
| Acquired 12/22/10 nc | 2,500 | 4.86 | 12,190.70 | | 3,225.00 | -8,965.70 | | |
| Acquired 02/02/11 | 5,000 | 4.74 | 23,762.95 | | 6,450.00 | -17,312.95 | | |
| Acquired 03/25/11 | 7,500 | 5.36 | 40,248.95 | | 9,675.00 | -30,573.95 | | |
| Acquired 06/13/11 | 5,000 | 4.54 | 22,749.95 | | 6,450.00 | -16,299.95 | | |
| Acquired 07/14/11 | 5,000 | 4.23 | 21,204.45 | | 6,450.00 | -14,754.45 | | |
| Acquired 12/29/11 | 5,000 | 2.30 | 11,564.95 | | 6,450.00 | -5,114.95 | | |
| **Total** | **30,000** | | **$131,721.95** | **1.2900** | **$38,700.00** | **-$93,021.95** | **N/A** | **N/A** |
| JEFFERIES GROUP<br>JEF | | | | | | | | |
| Acquired 03/08/12 | 1,500 | 16.73 | 25,122.35 | 18.8400 | 28,260.00 | 3,137.65 | 450.00 | 1.59 |

First Dallas Securities

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MARKEN INTEREST, LTD
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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| JOHNSON & JOHNSON | | | | | | | | |
| JNJ | | | | | | | | |
| Acquired 04/17/07 nc | 300 | 64.66 | 19,423.09 | | 19,788.00 | 364.91 | | |
| Acquired 04/25/07 nc | 200 | 64.87 | 12,991.95 | | 13,192.00 | 200.05 | | |
| Acquired 08/20/07 nc | 500 | 61.65 | 30,863.65 | | 32,980.00 | 2,116.35 | | |
| Acquired 02/26/10 nc | 500 | 63.19 | 31,617.25 | | 32,980.00 | 1,362.75 | | |
| **Total** | **1,500** | | **$94,895.94** | **65.9600** | **$98,940.00** | **$4,044.06** | **$3,420.00** | **3.46** |
| KANSAS CITY SOUTHERN NEW | | | | | | | | |
| KSU | | | | | | | | |
| Acquired 03/16/12 | 250 | 74.72 | 18,700.93 | 71.6900 | 17,922.50 | -778.43 | N/A | N/A |
| KIRBY CORP | | | | | | | | |
| KEX | | | | | | | | |
| Acquired 09/15/11 | 1,000 | 56.90 | 56,922.25 | 65.7900 | 65,790.00 | 8,867.75 | N/A | N/A |
| MESABI TRUST | | | | | | | | |
| CTF BEN INT | | | | | | | | |
| MSB | | | | | | | | |
| Acquired 10/28/11 nc | 500 | 28.57 | 14,306.95 | 30.6400 | 15,320.00 | 1,013.05 | 1,520.00 | 9.92 |
| MICROSOFT CORP | | | | | | | | |
| MSFT | | | | | | | | |
| Acquired 03/04/11 | 3,000 | 26.14 | 78,452.15 | 32.2550 | 96,765.00 | 18,312.85 | 2,400.00 | 2.48 |
| NATIONAL OILWELL VARCO | | | | | | | | |
| INC | | | | | | | | |
| NOV | | | | | | | | |
| Acquired 10/28/11 | 200 | 74.09 | 14,838.19 | | 15,894.00 | 1,055.81 | | |
| Acquired 12/15/11 | 200 | 67.20 | 13,458.95 | | 15,894.00 | 2,435.05 | | |
| **Total** | **400** | | **$28,297.14** | **79.4700** | **$31,788.00** | **$3,490.86** | **$192.00** | **0.60** |
| PROCTER & GAMBLE CO | | | | | | | | |
| PG | | | | | | | | |
| Acquired 02/26/10 nc | 1,000 | 63.22 | 63,245.25 | 67.2100 | 67,210.00 | 3,964.75 | 2,100.00 | 3.12 |
| PULTE GROUP INC | | | | | | | | |
| PHM | | | | | | | | |
| Acquired 12/22/10 nc | 3,500 | 7.59 | 26,609.15 | | 30,975.00 | 4,365.85 | | |
| Acquired 11/18/11 | 1,000 | 5.48 | 5,498.95 | | 8,850.00 | 3,351.05 | | |
| **Total** | **4,500** | | **$32,108.10** | **8.8500** | **$39,825.00** | **$7,716.90** | **N/A** | **N/A** |

First Dallas Securities

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MARKEN INTEREST, LTD
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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| SANDRIDGE ENERGY INC | | | | | | | | |
| SD | | | | | | | | |
| Acquired 12/30/10 nc | 3,500 | 7.35 | 25,763.20 | | 27,405.00 | 1,641.80 | | |
| Acquired 03/02/11 | 1,850 | 10.35 | 19,184.40 | | 14,485.50 | -4,698.90 | | |
| Acquired 08/11/11 | 4,650 | 7.42 | 34,557.29 | | 36,409.50 | 1,852.21 | | |
| **Total** | **10,000** | | **$79,504.89** | **7.8300** | **$78,300.00** | **-$1,204.89** | **N/A** | **N/A** |
| SCHLUMBERGER LTD | | | | | | | | |
| SLB | | | | | | | | |
| Acquired 02/01/08 nc | 500 | 78.07 | 39,070.95 | | 34,965.00 | -4,105.95 | | |
| Acquired 02/12/08 nc | 500 | 82.29 | 41,180.95 | | 34,965.00 | -6,215.95 | | |
| Acquired 03/05/08 nc | 500 | 87.20 | 43,635.95 | | 34,965.00 | -8,670.95 | | |
| Acquired 10/17/08 nc | 1,000 | 49.84 | 49,914.95 | | 69,930.00 | 20,015.05 | | |
| **Total** | **2,500** | | **$173,802.80** | **69.9300** | **$174,825.00** | **$1,022.20** | **$2,750.00** | **1.57** |
| TEXAS INDUSTRIES INC | | | | | | | | |
| TXI | | | | | | | | |
| Acquired 03/29/05 nc | 500 | 41.51 | 20,752.72 | | 17,505.00 | -3,247.72 | | |
| Acquired 05/05/05 nc | 500 | 34.84 | 17,422.43 | | 17,505.00 | 82.57 | | |
| Acquired 10/02/08 nc | 1,022 | 39.66 | 40,606.74 | | 35,780.22 | -4,826.52 | | |
| **Total** | **2,022** | | **$78,781.89** | **35.0100** | **$70,790.22** | **-$7,991.67** | **N/A** | **N/A** |
| UNION PACIFIC CORP | | | | | | | | |
| UNP | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 97.90 | 97,928.15 | | 107,480.00 | 9,551.85 | | |
| Acquired 09/13/11 | 200 | 86.88 | 17,396.39 | | 21,496.00 | 4,099.61 | | |
| **Total** | **1,200** | | **$115,324.54** | **107.4800** | **$128,976.00** | **$13,651.46** | **$2,880.00** | **2.23** |
| WAL-MART STORES INC | | | | | | | | |
| WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 61,200.00 | 9,471.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 30,600.00 | 3,626.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **61.2000** | **$91,800.00** | **$13,097.10** | **$2,385.00** | **2.60** |
| **Total Stocks and ETFs** | | | **$1,916,710.10** | | **$2,059,544.22** | **$142,834.12** | **$36,994.00** | **1.80** |
| **Total Stocks, options & ETFs** | | | **$1,916,710.10** | | **$2,059,544.22** | **$142,834.12** | **$36,994.00** | **1.80** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
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## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS HDPEX | | | | | | | | |
| Acquired 01/12/10 nc | 9,285.05100 | 10.77 | 100,018.95 | | 119,777.07 | 19,758.12 | | |
| Reinvestments m | 822.37100 | 11.38 | 9,362.27 | | 10,608.67 | 1,246.40 | | |
| **Total** | **10,107.42200** | | **$109,381.22** | **12.9000** | **$130,385.74** | **$21,004.52** | **$3,001.90** | **2.30** |
| HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS HDPBX | | | | | | | | |
| Acquired 12/30/10 nc | 9,225.09200 | 10.84 | 100,018.95 | | 108,855.99 | 8,837.04 | | |
| Reinvestments nc | 67.17800 | 10.74 | 721.49 | | 792.79 | 71.30 | | |
| **Total** | **9,292.27000** | | **$100,740.44** | **11.8000** | **$109,648.78** | **$8,908.34** | **$724.79** | **0.66** |
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 106,390.55 | 6,371.60 | | |
| Acquired 06/21/10 nc | 6,162.46800 | 11.68 | 71,996.58 | | 72,840.43 | 843.85 | | |
| Acquired 12/28/11 nc | 1,504.51400 | 9.97 | 15,005.95 | | 17,783.38 | 2,777.43 | | |
| Reinvestments nc | 482.37300 | 11.05 | 5,333.63 | | 5,701.65 | 368.02 | | |
| **Total** | **17,150.25500** | | **$192,355.11** | **11.8200** | **$202,716.01** | **$10,360.90** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 111,834.58 | 11,815.63 | | |
| Acquired 06/21/10 nc | 3,646.28300 | 19.74 | 71,996.58 | | 78,905.61 | 6,909.03 | | |
| **Total** | **8,814.24200** | | **$172,015.53** | **21.6400** | **$190,740.19** | **$18,724.66** | **N/A** | **N/A** |

NORTH DALLAS BANK & TRUST CO
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## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total Open End Mutual Funds** | | | **$574,492.30** | | **$633,490.72** | **$58,998.42** | **$3,726.69** | **0.59** |
| **Total Mutual Funds** | | | **$574,492.30** | | **$633,490.72** | **$58,998.42** | **$3,726.69** | **0.59** |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 03/01 | | | | BEGINNING BALANCE | | | 21,788.63 |
| 03/02 | Cash | DIVIDEND | | BOEING CO<br>030212 1,400 | | 616.00 | |
| 03/02 | Cash | DIVIDEND | | AH BELO CORP<br>030212 20,000 | | 1,200.00 | 23,604.63 |
| 03/08 | Cash | DIVIDEND | | MICROSOFT CORP<br>030812 3,000 | | 600.00 | |
| 03/08 | Cash | SALE | -1,000.00000 | ATMOS ENERGY CORP | 30.8968 | 30,877.29 | |
| 03/08 | Cash | SALE | -750.00000 | ENSCO PLC<br>SPONSORED ADR | 56.3429 | 42,237.47 | |
| 03/08 | Cash | SALE | -2,000.00000 | XCEL ENERGY INC | 26.4334 | 52,846.90 | |
| 03/08 | Cash | PURCHASE | 500.00000 | ANCESTRY.COM INC | 24.1599 | -12,098.90 | |
| 03/08 | Cash | PURCHASE | 2,000.00000 | C&J ENERGY SERVICES INC | 18.8699 | -37,758.75 | |
| 03/08 | Cash | PURCHASE | 2,725.00000 | CHICOS FAS INC | 15.2684 | -41,625.34 | |
| 03/08 | Cash | PURCHASE | 550.00000 | E M C CORP MASS | 28.5455 | -15,718.98 | |
| 03/08 | Cash | PURCHASE | 1,500.00000 | JEFFERIES GROUP | 16.7356 | -25,122.35 | 17,841.97 |
| 03/09 | Cash | DIVIDEND | | EXXON MOBIL CORP<br>030912 1,500 | | 705.00 | 18,546.97 |
| 03/12 | Cash | DIVIDEND | | ATMOS ENERGY CORP<br>031212 1,000 | | 345.00 | |
| 03/12 | Cash | DIVIDEND | | CHEVRON CORPORATION<br>031212 1,000 | | 810.00 | 19,701.97 |
| 03/13 | Cash | DIVIDEND | | JOHNSON & JOHNSON<br>031312 1,500 | | 855.00 | 20,556.97 |

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MARKEN INTEREST, LTD
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## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 03/16 | Cash | PURCHASE | 250.00000 | KANSAS CITY SOUTHERN NEW | 74.7279 | -18,700.93 | 1,856.04 |
| 03/23 | Cash | DIVIDEND | | ENSCO PLC SPONSORED ADR 032312 750 | | 281.25 | 2,137.29 |
| 03/26 | Cash | DIVIDEND | | CHICOS FAS INC 032612 4,775 | | 250.69 | 2,387.98 |
| 03/28 | Cash | DIVIDEND | | HALLIBURTON COMPANY 032812 2,050 | | 184.50 | 2,572.48 |
| 03/30 | Cash | DIVIDEND | | NATIONAL OILWELL VARCO INC 033012 400 | | 48.00 | |
| 03/30 | Cash | INTEREST | | BANK DEPOSIT SWEEP 033012 2,572 | | 0.26 | 2,620.74 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 03/01 | | BEGINNING BALANCE | 21,788.63 |
| 03/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 1,816.00 |
| 03/09 | TRANSFER TO | BANK DEPOSIT SWEEP | 600.00 |
| 03/13 | TRANSFER FROM | BANK DEPOSIT SWEEP | -4,502.66 |
| 03/14 | TRANSFER TO | BANK DEPOSIT SWEEP | 855.00 |
| 03/21 | TRANSFER FROM | BANK DEPOSIT SWEEP | -18,700.93 |
| 03/26 | TRANSFER TO | BANK DEPOSIT SWEEP | 281.25 |
| 03/27 | TRANSFER TO | BANK DEPOSIT SWEEP | 250.69 |
| 03/29 | TRANSFER TO | BANK DEPOSIT SWEEP | 184.50 |
| 03/30 | REINVEST INT | BANK DEPOSIT SWEEP | 0.26 |
| 03/31 | | ENDING BALANCE | 2,572.74 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 0.00 | 0.00 | 0.00 | 1,494.66 | 0.00 | 1,494.66 |
| Long term | 24,380.24 | -2,258.96 | 22,121.28 | 24,380.24 | -2,258.96 | 22,121.28 |
| **Total Realized Gain/Loss** | **$24,380.24** | **-$2,258.96** | **$22,121.28** | **$25,874.90** | **-$2,258.96** | **$23,615.94** |

First Dallas Securities

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### Realized Gain/Loss Detail

### Long term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| ATMOS ENERGY CORP | 1,000.00000 | 33.1173 | 02/02/11 | 03/08/12 | 30,877.29 | 33,136.25 | -2,258.96 |
| ENSCO PLC SPONSORED ADR | 250.00000 | 46.7051 | 10/26/05nc | 03/08/12 | 14,079.15 | 11,676.28 | 2,402.87 |
| | 500.00000 | 42.4519 | 06/21/06nc | 03/08/12 | 28,158.32 | 21,225.95 | 6,932.37 |
| XCEL ENERGY INC | 1,000.00000 | 18.9400 | 06/07/05nc | 03/08/12 | 26,423.45 | 19,005.95 | 7,417.50 |
| | 1,000.00000 | 18.7300 | 08/16/05nc | 03/08/12 | 26,423.45 | 18,795.95 | 7,627.50 |
| **Total Long term** | | | | | **$125,961.66** | **$103,840.38** | **$22,121.28** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Specific instructions and disclosures

**Cost basis - To add or update cost basis information or modify any cost basis reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



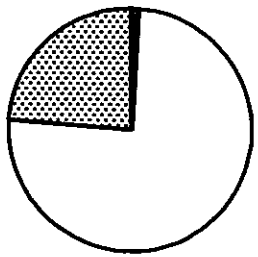
**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$2,695,655.68** | **$2,555,969.51** |
| Income earned | 3,100.76 | 14,902.54 |
| Change in value | -32,141.90 | 95,742.49 |
| **Closing value** | **$2,666,614.54** | **$2,666,614.54** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON MAR 31 | % | CURRENT VALUE ON APR 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 2,620.74 | 0.10 | 26,077.04 | 0.98 | 10 |
| | Stocks, options & ETFs | 2,059,544.22 | 76.40 | 2,007,204.42 | 75.27 | 36,415 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 633,490.72 | 23.50 | 633,333.08 | 23.75 | 3,744 |
| | **Asset value** | **$2,695,655.68** | **100%** | **$2,666,614.54** | **100%** | **$40,169** |

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$2,620.74** | |
| Income and distributions | 3,100.76 | 14,902.54 |
| Securities sold and redeemed | 51,920.39 | 192,968.53 |
| **Net additions to cash** | **$55,021.15** | **$207,871.07** |
| Securities purchased | -27,708.88 | -233,541.98 |
| Other subtractions | -3,855.97 | -7,615.48 |
| **Net subtractions from cash** | **-$31,564.85** | **-$241,157.46** |
| **Closing value of cash and sweep balances** | **$26,077.04** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.24 | 1.44 |
| | Ordinary dividends and ST capital gains | 785.52 | 785.52 |
| | Qualified dividends | 2,315.00 | 11,900.44 |
| | **Total taxable income** | **$3,100.76** | **$12,687.40** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$3,100.76** | **$12,687.40** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 1,494.66 |
| Long term (L) | -30,591.11 | -8,469.83 |
| **Total** | **-$30,591.11** | **-$6,975.17** |

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK & TRUST CO<br>COLLATERAL ACCOUNT FBO<br>MARKEN INTEREST, LTD<br>A PARTNERSHIP |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5538-0688 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 51,920.39 | 192,968.53 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | -26,612.11 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 52,689.15 | 10.53 |
| Interest Period 04/01/12 - 04/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$26,077.04** | **$10.53** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| AH BELO CORP<br>AHC | | | | | | | | |
| Acquired 06/13/11 | 10,000 | 6.69 | 66,932.95 | | 44,100.00 | -22,832.95 | | |
| Acquired 08/01/11 | 3,000 | 6.21 | 18,657.05 | | 13,230.00 | -5,427.05 | | |
| Acquired 12/29/11 | 7,000 | 4.37 | 30,672.65 | | 30,870.00 | 197.35 | | |
| **Total** | **20,000** | | **$116,262.65** | **4.4100** | **$88,200.00** | **-$28,062.65** | **$4,800.00** | **5.44** |
| ANCESTRY.COM INC<br>ACOM | | | | | | | | |
| Acquired 10/28/11 | 500 | 22.56 | 11,301.65 | | 13,350.00 | 2,048.35 | | |
| Acquired 03/08/12 | 500 | 24.15 | 12,098.90 | | 13,350.00 | 1,251.10 | | |
| **Total** | **1,000** | | **$23,400.55** | **26.7000** | **$26,700.00** | **$3,299.45** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA | | | | | | | | |
| Acquired 10/06/10 nc | 500 | 68.97 | 34,507.05 | | 38,400.00 | 3,892.95 | | |
| Acquired 11/15/10 nc | 650 | 63.56 | 41,336.40 | | 49,920.00 | 8,583.60 | | |
| Acquired 01/12/11 | 250 | 69.85 | 17,483.55 | | 19,200.00 | 1,716.45 | | |
| **Total** | **1,400** | | **$93,327.00** | **76.8000** | **$107,520.00** | **$14,193.00** | **$2,464.00** | **2.29** |
| C&J ENERGY SERVICES INC<br>CJES | | | | | | | | |
| Acquired 03/08/12 | 2,000 | 18.86 | 37,758.75 | 18.8500 | 37,700.00 | -58.75 | N/A | N/A |
| CHEVRON CORPORATION<br>CVX | | | | | | | | |
| Acquired 03/28/05 nc | 300 | 58.45 | 17,558.95 | | 31,968.00 | 14,409.05 | | |
| Acquired 05/05/05 nc | 700 | 53.43 | 37,448.95 | | 74,592.00 | 37,143.05 | | |
| **Total** | **1,000** | | **$55,007.90** | **106.5600** | **$106,560.00** | **$51,552.10** | **$3,600.00** | **3.38** |
| CHICOS FAS INC<br>CHS | | | | | | | | |
| Acquired 10/06/10 nc | 4,775 | 9.99 | 47,766.56 | | 73,344.00 | 25,577.44 | | |
| Acquired 03/08/12 | 2,725 | 15.26 | 41,625.34 | | 41,856.00 | 230.66 | | |
| **Total** | **7,500** | | **$89,391.90** | **15.3600** | **$115,200.00** | **$25,808.10** | **$1,575.00** | **1.37** |
| COSTCO WHSL CORP NEW<br>COM<br>COST | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 71.56 | 71,588.85 | 88.1800 | 88,180.00 | 16,591.15 | 960.00 | 1.08 |
| CROCS INC<br>CROX | | | | | | | | |
| Acquired 01/13/12 | 2,250 | 18.29 | 41,173.03 | | 45,450.00 | 4,276.97 | | |
| Acquired 04/26/12 | 750 | 20.08 | 15,078.95 | | 15,150.00 | 71.05 | | |
| **Total** | **3,000** | | **$56,251.98** | **20.2000** | **$60,600.00** | **$4,348.02** | **N/A** | **N/A** |
| CROSS A T CO CL A COM<br>ATX | | | | | | | | |
| Acquired 08/23/11 | 1,000 | 9.70 | 9,718.95 | | 11,480.00 | 1,761.05 | | |
| Acquired 09/15/11 | 1,200 | 10.00 | 12,025.79 | | 13,776.00 | 1,750.21 | | |
| Acquired 09/16/11 | 2,800 | 10.15 | 28,454.63 | | 32,144.00 | 3,689.37 | | |
| **Total** | **5,000** | | **$50,199.37** | **11.4800** | **$57,400.00** | **$7,200.63** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
APRIL 1 - APRIL 30, 2012
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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| E M C CORP MASS | | | | | | | | |
| EMC | | | | | | | | |
| Acquired 02/08/12 | 450 | 26.17 | 11,799.68 | | 12,694.50 | 894.82 | | |
| Acquired 03/08/12 | 550 | 28.54 | 15,718.98 | | 15,515.50 | -203.48 | | |
| **Total** | **1,000** | | **$27,518.66** | **28.2100** | **$28,210.00** | **$691.34** | **N/A** | **N/A** |
| EXXON MOBIL CORP | | | | | | | | |
| XOM | | | | | | | | |
| Acquired 10/08/04 nc | 1,000 | 50.11 | 50,175.95 | | 86,340.00 | 36,164.05 | | |
| Acquired 02/11/05 nc | 500 | 56.08 | 28,075.95 | | 43,170.00 | 15,094.05 | | |
| **Total** | **1,500** | | **$78,251.90** | **86.3400** | **$129,510.00** | **$51,258.10** | **$3,420.00** | **2.64** |
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B | | | | | | | | |
| FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 38.3000 | 38,300.00 | -851.15 | 1,250.00 | 3.26 |
| HALLIBURTON COMPANY | | | | | | | | |
| HAL | | | | | | | | |
| Acquired 10/21/04 nc | 1,000 | 17.42 | 17,457.97 | | 34,220.00 | 16,762.03 | | |
| Acquired 05/04/05 nc | 1,000 | 21.27 | 21,305.95 | | 34,220.00 | 12,914.05 | | |
| Acquired 04/21/11 | 50 | 49.87 | 2,512.94 | | 1,711.00 | -801.94 | | |
| **Total** | **2,050** | | **$41,276.86** | **34.2200** | **$70,151.00** | **$28,874.14** | **$738.00** | **1.05** |
| HYPERDYNAMICS CORP | | | | | | | | |
| HDY | | | | | | | | |
| Acquired 12/22/10 nc | 2,500 | 4.86 | 12,190.70 | | 2,333.75 | -9,856.95 | | |
| Acquired 02/02/11 | 5,000 | 4.74 | 23,762.95 | | 4,667.50 | -19,095.45 | | |
| Acquired 03/25/11 | 7,500 | 5.36 | 40,248.95 | | 7,001.25 | -33,247.70 | | |
| Acquired 06/13/11 | 5,000 | 4.54 | 22,749.95 | | 4,667.50 | -18,082.45 | | |
| Acquired 07/14/11 | 5,000 | 4.23 | 21,204.45 | | 4,667.50 | -16,536.95 | | |
| *Acquired 12/29/11* | *5,000* | *2.30* | *11,564.95* | | *4,667.50* | *-6,897.45* | | |
| **Total** | **30,000** | | **$131,721.95** | **0.9335** | **$28,005.00** | **-$103,716.95** | **N/A** | **N/A** |
| JEFFERIES GROUP | | | | | | | | |
| JEF | | | | | | | | |
| Acquired 03/08/12 | 1,500 | 16.73 | 25,122.35 | 15.9300 | 23,895.00 | -1,227.35 | 450.00 | 1.88 |
| JOHNSON & JOHNSON | | | | | | | | |
| JNJ | | | | | | | | |
| Acquired 04/17/07 nc | 300 | 64.66 | 19,423.09 | | 19,530.00 | 106.91 | | |
| Acquired 04/25/07 nc | 200 | 64.87 | 12,991.95 | | 13,020.00 | 28.05 | | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 08/20/07 nc | 500 | 61.65 | 30,863.65 | | 32,550.00 | 1,686.35 | | |
| Acquired 02/26/10 nc | 500 | 63.19 | 31,617.25 | | 32,550.00 | 932.75 | | |
| **Total** | **1,500** | | **$94,895.94** | **65.1000** | **$97,650.00** | **$2,754.06** | **$3,660.00** | **3.75** |
| KANSAS CITY SOUTHERN NEW<br>KSU | | | | | | | | |
| Acquired 03/16/12 | 250 | 74.72 | 18,700.93 | 77.0200 | 19,255.00 | 554.07 | 195.00 | 1.01 |
| KIRBY CORP<br>KEX | | | | | | | | |
| Acquired 09/15/11 | 1,000 | 56.90 | 56,922.25 | 66.3700 | 66,370.00 | 9,447.75 | N/A | N/A |
| MESABI TRUST<br>CTF BEN INT<br>MSB | | | | | | | | |
| Acquired 10/28/11 nc | 500 | 28.57 | 14,306.95 | 30.4900 | 15,245.00 | 938.05 | 130.00 | 0.85 |
| MICROSOFT CORP<br>MSFT | | | | | | | | |
| Acquired 03/04/11 | 3,000 | 26.14 | 78,452.15 | 32.0150 | 96,045.00 | 17,592.85 | 2,400.00 | 2.49 |
| NATIONAL OILWELL VARCO<br>INC<br>NOV | | | | | | | | |
| Acquired 10/28/11 | 200 | 74.09 | 14,838.19 | | 15,152.00 | 313.81 | | |
| Acquired 12/15/11 | 200 | 67.20 | 13,458.95 | | 15,152.00 | 1,693.05 | | |
| **Total** | **400** | | **$28,297.14** | **75.7600** | **$30,304.00** | **$2,006.86** | **$192.00** | **0.63** |
| PROCTER & GAMBLE CO<br>PG | | | | | | | | |
| Acquired 02/26/10 nc | 1,000 | 63.22 | 63,245.25 | 63.6400 | 63,640.00 | 394.75 | 2,248.00 | 3.53 |
| PULTE GROUP INC<br>PHM | | | | | | | | |
| Acquired 12/22/10 nc | 3,500 | 7.59 | 26,609.15 | | 34,440.00 | 7,830.85 | | |
| Acquired 11/18/11 | 1,000 | 5.48 | 5,498.95 | | 9,840.00 | 4,341.05 | | |
| **Total** | **4,500** | | **$32,108.10** | **9.8400** | **$44,280.00** | **$12,171.90** | **N/A** | **N/A** |
| SANDRIDGE ENERGY INC<br>SD | | | | | | | | |
| Acquired 12/30/10 nc | 3,500 | 7.35 | 25,763.20 | | 27,965.00 | 2,201.80 | | |
| Acquired 03/02/11 | 1,850 | 10.35 | 19,184.40 | | 14,781.50 | -4,402.90 | | |
| Acquired 08/11/11 | 4,650 | 7.42 | 34,557.29 | | 37,153.50 | 2,596.21 | | |
| **Total** | **10,000** | | **$79,504.89** | **7.9900** | **$79,900.00** | **$395.11** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| SCHLUMBERGER LTD | | | | | | | | |
| SLB | | | | | | | | |
| Acquired 02/01/08 nc | 500 | 78.07 | 39,070.95 | | 37,070.00 | -2,000.95 | | |
| Acquired 02/12/08 nc | 500 | 82.29 | 41,180.95 | | 37,070.00 | -4,110.95 | | |
| Acquired 03/05/08 nc | 500 | 87.20 | 43,635.95 | | 37,070.00 | -6,565.95 | | |
| Acquired 10/17/08 nc | 1,000 | 49.84 | 49,914.95 | | 74,140.00 | 24,225.05 | | |
| **Total** | **2,500** | | **$173,802.80** | **74.1400** | **$185,350.00** | **$11,547.20** | **$2,750.00** | **1.48** |
| TEXAS INDUSTRIES INC | | | | | | | | |
| TXI | | | | | | | | |
| Acquired 03/29/05 nc | 500 | 41.51 | 20,752.72 | | 16,805.00 | -3,947.72 | | |
| Acquired 05/05/05 nc | 500 | 34.84 | 17,422.43 | | 16,805.00 | -617.43 | | |
| Acquired 10/02/08 nc | 1,022 | 39.66 | 40,606.74 | | 34,349.42 | -6,257.32 | | |
| **Total** | **2,022** | | **$78,781.89** | **33.6100** | **$67,959.42** | **-$10,822.47** | **N/A** | **N/A** |
| UNION PACIFIC CORP | | | | | | | | |
| UNP | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 97.90 | 97,928.15 | | 112,440.00 | 14,511.85 | | |
| Acquired 09/13/11 | 200 | 86.88 | 17,396.39 | | 22,488.00 | 5,091.61 | | |
| **Total** | **1,200** | | **$115,324.54** | **112.4400** | **$134,928.00** | **$19,603.46** | **$2,880.00** | **2.13** |
| WAL-MART STORES INC | | | | | | | | |
| WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 58,910.00 | 7,181.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 29,455.00 | 2,481.05 | | |
| Acquired 04/26/12 | 200 | 59.12 | 11,844.41 | | 11,782.00 | -62.41 | | |
| **Total** | **1,700** | | **$90,547.31** | **58.9100** | **$100,147.00** | **$9,599.69** | **$2,703.00** | **2.70** |
| **Total Stocks and ETFs** | | | **$1,861,121.96** | | **$2,007,204.42** | **$146,082.46** | **$36,415.00** | **1.81** |
| **Total Stocks, options & ETFs** | | | **$1,861,121.96** | | **$2,007,204.42** | **$146,082.46** | **$36,415.00** | **1.81** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS HDPEX | | | | | | | | |
| Acquired 01/12/10 nc | 9,285.05100 | 10.77 | 100,018.95 | | 120,427.02 | 20,408.07 | | |
| Reinvestments m | 883.26400 | 11.48 | 10,147.79 | | 11,456.02 | 1,308.23 | | |
| **Total** | **10,168.31500** | | **$110,166.74** | **12.9700** | **$131,883.04** | **$21,716.30** | **$3,019.98** | **2.29** |
| HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS HDPBX | | | | | | | | |
| Acquired 12/30/10 nc | 9,225.09200 | 10.84 | 100,018.95 | | 110,147.51 | 10,128.56 | | |
| Reinvestments nc | 67.17800 | 10.74 | 721.49 | | 802.19 | 80.70 | | |
| **Total** | **9,292.27000** | | **$100,740.44** | **11.9400** | **$110,949.70** | **$10,209.26** | **$724.79** | **0.65** |
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 103,960.30 | 3,941.35 | | |
| Acquired 06/21/10 nc | 6,162.46800 | 11.68 | 71,996.58 | | 71,176.57 | -820.01 | | |
| Acquired 12/28/11 nc | 1,504.51400 | 9.97 | 15,005.95 | | 17,377.15 | 2,371.20 | | |
| Reinvestments nc | 482.37300 | 11.05 | 5,333.63 | | 5,571.42 | 237.79 | | |
| **Total** | **17,150.25500** | | **$192,355.11** | **11.5500** | **$198,085.44** | **$5,730.33** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 112,816.49 | 12,797.54 | | |
| Acquired 06/21/10 nc | 3,646.28300 | 19.74 | 71,996.58 | | 79,598.41 | 7,601.83 | | |
| **Total** | **8,814.24200** | | **$172,015.53** | **21.8300** | **$192,414.90** | **$20,399.37** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total Open End Mutual Funds** | | | **$575,277.82** | | **$633,333.08** | **$58,055.26** | **$3,744.77** | **0.59** |
| **Total Mutual Funds** | | | **$575,277.82** | | **$633,333.08** | **$58,055.26** | **$3,744.77** | **0.59** |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 04/01 | | | | BEGINNING BALANCE | | | 2,620.74 |
| 04/02 | Cash | DIVIDEND | | UNION PACIFIC CORP<br>040212 1,200 | | 720.00 | 3,340.74 |
| 04/03 | Cash | DIVIDEND | | HODGES EQTY INCME FD<br>RETAIL CL PROFESSIONALLY<br>MNGD PORTFOLIOS<br>033012 10,107.42200<br>AS OF 3/30/12 | | 785.52 | |
| 04/03 | Cash | REINVST DIV/INT | 60.89300 | HODGES EQTY INCME FD<br>RETAIL CL PROFESSIONALLY<br>MNGD PORTFOLIOS<br>REINVEST AT 12.900 | | -785.52 | 3,340.74 |
| 04/04 | Cash | DIVIDEND | | WAL-MART STORES INC<br>040412 1,500 | | 596.25 | 3,936.99 |
| 04/13 | Cash | DIVIDEND | | SCHLUMBERGER LTD<br>041312 2,500 | | 687.50 | 4,624.49 |
| 04/17 | Cash | ADVISORY FEE | | MANAGEMENT FEE | | -3,855.97 | 768.52 |
| 04/18 | Cash | SALE | -3,000.00000 | CHESAPEAKE ENERGY CORP | 17.3135 | 51,920.39 | 52,688.91 |
| 04/26 | Cash | PURCHASE | 750.00000 | CROCS INC | 20.0800 | -15,078.95 | |
| 04/26 | Cash | PURCHASE | 200.00000 | WAL-MART STORES INC | 59.1273 | -11,844.41 | 25,765.55 |
| 04/27 | Cash | DIVIDEND | | KANSAS CITY SOUTHERN NEW<br>042712 250 | | 48.75 | 25,814.30 |
| 04/30 | Cash | DIVIDEND | | CHESAPEAKE ENERGY CORP<br>043012 3,000 | | 262.50 | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 04/30 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>043012 52,688 | | 0.24 | 26,077.04 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 04/01 | | BEGINNING BALANCE | 2,572.74 |
| 04/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 48.00 |
| 04/03 | TRANSFER TO | BANK DEPOSIT SWEEP | 720.00 |
| 04/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 596.25 |
| 04/16 | TRANSFER TO | BANK DEPOSIT SWEEP | 687.50 |
| 04/18 | TRANSFER FROM | BANK DEPOSIT SWEEP | -3,855.97 |
| 04/24 | TRANSFER TO | BANK DEPOSIT SWEEP | 51,920.39 |
| 04/30 | REINVEST INT | BANK DEPOSIT SWEEP | 0.24 |
| 04/30 | | ENDING BALANCE | 52,689.15 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 0.00 | 0.00 | 0.00 | 1,494.66 | 0.00 | 1,494.66 |
| Long term | 0.00 | -30,591.11 | -30,591.11 | 24,380.24 | -32,850.07 | -8,469.83 |
| **Total Realized Gain/Loss** | **$0.00** | **-$30,591.11** | **-$30,591.11** | **$25,874.90** | **-$32,850.07** | **-$6,975.17** |

### Realized Gain/Loss Detail

### Long term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| CHESAPEAKE ENERGY CORP | 2,000.00000 | 26.0968 | 12/30/10nc | 04/18/12 | 34,613.59 | 52,212.55 | -17,598.96 |
| | 1,000.00000 | 30.2800 | 02/02/11 | 04/18/12 | 17,306.80 | 30,298.95 | -12,992.15 |
| **Total Long term** | | | | | **$51,920.39** | **$82,511.50** | **-$30,591.11** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

# SNAPSHOT [redacted]



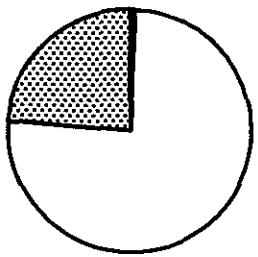
**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$2,666,614.54** | **$2,555,969.51** |
| Income earned | 1,019.90 | 15,922.44 |
| Change in value | -218,916.29 | -123,173.80 |
| **Closing value** | **$2,448,718.15** | **$2,448,718.15** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON APR 30 | % | CURRENT VALUE ON MAY 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 26,077.04 | 0.98 | 14,482.05 | 0.59 | 2 |
| | Stocks, options & ETFs | 2,007,204.42 | 75.27 | 1,852,738.00 | 75.66 | 37,600 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 633,333.08 | 23.75 | 581,498.10 | 23.75 | 3,744 |
| | **Asset value** | **$2,666,614.54** | **100%** | **$2,448,718.15** | **100%** | **$41,346** |

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$26,077.04** | |
| Income and distributions | 1,019.90 | 15,922.44 |
| Securities sold and redeemed | 65,909.57 | 258,878.10 |
| **Net additions to cash** | **$66,929.47** | **$274,800.54** |
| Securities purchased | -78,524.46 | -312,066.44 |
| Other subtractions | 0.00 | -7,615.48 |
| **Net subtractions from cash** | **-$78,524.46** | **-$319,681.92** |
| **Closing value of cash and sweep balances** | **$14,482.05** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.40 | 1.84 |
| | Ordinary dividends and ST capital gains | 0.00 | 785.52 |
| | Qualified dividends | 987.00 | 12,887.44 |
| | Other | 32.50 | 32.50 |
| | **Total taxable income** | **$1,019.90** | **$13,707.30** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$1,019.90** | **$13,707.30** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 8,987.32 | 10,481.98 |
| Long term (L) | 0.00 | -8,469.83 |
| **Total** | **$8,987.32** | **$2,012.15** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK & TRUST CO<br>COLLATERAL ACCOUNT FBO<br>MARKEN INTEREST, LTD<br>A PARTNERSHIP |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5538-0688 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
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ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 65,909.57 | 258,878.10 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.02 | 14,482.05 | 2.89 |
| Interest Period 05/01/12 - 05/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$14,482.05** | **$2.89** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| AH BELO CORP<br>AHC | | | | | | | | |
| Acquired 06/13/11 | 10,000 | 6.69 | 66,932.95 | | 40,000.00 | -26,932.95 | | |
| Acquired 08/01/11 | 3,000 | 6.21 | 18,657.05 | | 12,000.00 | -6,657.05 | | |
| Acquired 12/29/11 | 7,000 | 4.37 | 30,672.65 | | 28,000.00 | -2,672.65 | | |
| **Total** | **20,000** | | **$116,262.65** | **4.0000** | **$80,000.00** | **-$36,262.65** | **$4,800.00** | **6.00** |
| ANCESTRY.COM INC<br>ACOM | | | | | | | | |
| Acquired 10/28/11 | 500 | 22.56 | 11,301.65 | | 10,770.00 | -531.65 | | |
| Acquired 03/08/12 | 500 | 24.15 | 12,098.90 | | 10,770.00 | -1,328.90 | | |
| **Total** | **1,000** | | **$23,400.55** | **21.5400** | **$21,540.00** | **-$1,860.55** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA | | | | | | | | |
| Acquired 10/06/10 nc | 500 | 68.97 | 34,507.05 | | 34,805.00 | 297.95 | | |
| Acquired 11/15/10 nc | 650 | 63.56 | 41,336.40 | | 45,246.50 | 3,910.10 | | |
| Acquired 01/12/11 | 250 | 69.85 | 17,483.55 | | 17,402.50 | -81.05 | | |
| **Total** | **1,400** | | **$93,327.00** | **69.6100** | **$97,454.00** | **$4,127.00** | **$2,464.00** | **2.53** |
| C&J ENERGY SERVICES INC<br>CJES | | | | | | | | |
| Acquired 03/08/12 | 2,000 | 18.86 | 37,758.75 | 17.8800 | 35,760.00 | -1,998.75 | N/A | N/A |
| CHEVRON CORPORATION<br>CVX | | | | | | | | |
| Acquired 03/28/05 nc | 300 | 58.45 | 17,558.95 | | 29,493.00 | 11,934.05 | | |
| Acquired 05/05/05 nc | 700 | 53.43 | 37,448.95 | | 68,817.00 | 31,368.05 | | |
| **Total** | **1,000** | | **$55,007.90** | **98.3100** | **$98,310.00** | **$43,302.10** | **$3,600.00** | **3.66** |
| CHICOS FAS INC<br>CHS | | | | | | | | |
| Acquired 10/06/10 nc | 4,775 | 9.99 | 47,766.56 | | 69,762.75 | 21,996.19 | | |
| Acquired 03/08/12 | 2,725 | 15.26 | 41,625.34 | | 39,812.25 | -1,813.09 | | |
| **Total** | **7,500** | | **$89,391.90** | **14.6100** | **$109,575.00** | **$20,183.10** | **$1,575.00** | **1.44** |
| COSTCO WHSL CORP NEW<br>COM<br>COST | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 71.56 | 71,588.85 | 86.3900 | 86,390.00 | 14,801.15 | 1,100.00 | 1.27 |
| CROCS INC<br>CROX | | | | | | | | |
| Acquired 01/13/12 | 2,250 | 18.29 | 41,173.03 | | 38,047.50 | -3,125.53 | | |
| Acquired 04/26/12 | 750 | 20.08 | 15,078.95 | | 12,682.50 | -2,396.45 | | |
| **Total** | **3,000** | | **$56,251.98** | **16.9100** | **$50,730.00** | **-$5,521.98** | **N/A** | **N/A** |
| CROSS A T CO CL A COM<br>ATX | | | | | | | | |
| Acquired 08/23/11 | 1,000 | 9.70 | 9,718.95 | | 10,130.00 | 411.05 | | |
| Acquired 09/15/11 | 1,200 | 10.00 | 12,025.79 | | 12,156.00 | 130.21 | | |
| Acquired 09/16/11 | 2,800 | 10.15 | 28,454.63 | | 28,364.00 | -90.63 | | |
| **Total** | **5,000** | | **$50,199.37** | **10.1300** | **$50,650.00** | **$450.63** | **N/A** | **N/A** |

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| E M C CORP MASS | | | | | | | | |
| EMC | | | | | | | | |
| Acquired 02/08/12 | 450 | 26.17 | 11,799.68 | | 10,732.50 | -1,067.18 | | |
| Acquired 03/08/12 | 550 | 28.54 | 15,718.98 | | 13,117.50 | -2,601.48 | | |
| **Total** | **1,000** | | **$27,518.66** | **23.8500** | **$23,850.00** | **-$3,668.66** | **N/A** | **N/A** |
| EXXON MOBIL CORP | | | | | | | | |
| XOM | | | | | | | | |
| Acquired 10/08/04 nc | 1,000 | 50.11 | 50,175.95 | | 78,630.00 | 28,454.05 | | |
| Acquired 02/11/05 nc | 500 | 56.08 | 28,075.95 | | 39,315.00 | 11,239.05 | | |
| **Total** | **1,500** | | **$78,251.90** | **78.6300** | **$117,945.00** | **$39,693.10** | **$3,420.00** | **2.90** |
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B | | | | | | | | |
| FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | | 32,040.00 | -7,111.15 | | |
| Acquired 05/17/12 | 450 | 32.58 | 14,682.56 | | 14,418.00 | -264.56 | | |
| **Total** | **1,450** | | **$53,833.71** | **32.0400** | **$46,458.00** | **-$7,375.71** | **$1,812.50** | **3.90** |
| HALLIBURTON COMPANY | | | | | | | | |
| HAL | | | | | | | | |
| Acquired 10/21/04 nc | 1,000 | 17.42 | 17,457.97 | | 30,060.00 | 12,602.03 | | |
| Acquired 05/04/05 nc | 1,000 | 21.27 | 21,305.95 | | 30,060.00 | 8,754.05 | | |
| Acquired 04/21/11 | 50 | 49.87 | 2,512.94 | | 1,503.00 | -1,009.94 | | |
| **Total** | **2,050** | | **$41,276.86** | **30.0600** | **$61,623.00** | **$20,346.14** | **$738.00** | **1.20** |
| HYPERDYNAMICS CORP | | | | | | | | |
| HDY | | | | | | | | |
| Acquired 12/22/10 nc | 2,500 | 4.86 | 12,190.70 | | 1,900.00 | -10,290.70 | | |
| Acquired 02/02/11 | 5,000 | 4.74 | 23,762.95 | | 3,800.00 | -19,962.95 | | |
| Acquired 03/25/11 | 7,500 | 5.36 | 40,248.95 | | 5,700.00 | -34,548.95 | | |
| Acquired 06/13/11 | 5,000 | 4.54 | 22,749.95 | | 3,800.00 | -18,949.95 | | |
| Acquired 07/14/11 | 5,000 | 4.23 | 21,204.45 | | 3,800.00 | -17,404.45 | | |
| Acquired 12/29/11 | 5,000 | 2.30 | 11,564.95 | | 3,800.00 | -7,764.95 | | |
| **Total** | **30,000** | | **$131,721.95** | **0.7600** | **$22,800.00** | **-$108,921.95** | **N/A** | **N/A** |
| JEFFERIES GROUP | | | | | | | | |
| JEF | | | | | | | | |
| Acquired 03/08/12 | 1,500 | 16.73 | 25,122.35 | 13.3600 | 20,040.00 | -5,082.35 | 450.00 | 2.24 |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| JOHNSON & JOHNSON | | | | | | | | |
| JNJ | | | | | | | | |
| Acquired 04/17/07 nc | 300 | 64.66 | 19,423.09 | | 18,729.00 | -694.09 | | |
| Acquired 04/25/07 nc | 200 | 64.87 | 12,991.95 | | 12,486.00 | -505.95 | | |
| Acquired 08/20/07 nc | 500 | 61.65 | 30,863.65 | | 31,215.00 | 351.35 | | |
| Acquired 02/26/10 nc | 500 | 63.19 | 31,617.25 | | 31,215.00 | -402.25 | | |
| **Total** | **1,500** | | **$94,895.94** | **62.4300** | **$93,645.00** | **-$1,250.94** | **$3,660.00** | **3.91** |
| KANSAS CITY SOUTHERN NEW | | | | | | | | |
| KSU | | | | | | | | |
| Acquired 03/16/12 | 250 | 74.72 | 18,700.93 | | 16,495.00 | -2,205.93 | | |
| Acquired 05/02/12 | 250 | 76.08 | 19,038.95 | | 16,495.00 | -2,543.95 | | |
| **Total** | **500** | | **$37,739.88** | **65.9800** | **$32,990.00** | **-$4,749.88** | **$390.00** | **1.18** |
| MESABI TRUST | | | | | | | | |
| CTF BEN INT | | | | | | | | |
| MSB | | | | | | | | |
| Acquired 10/28/11 nc | 500 | 28.57 | 14,306.95 | 24.6900 | 12,345.00 | -1,961.95 | 130.00 | 1.05 |
| MICROSOFT CORP | | | | | | | | |
| MSFT | | | | | | | | |
| Acquired 03/04/11 | 3,000 | 26.14 | 78,452.15 | 29.1900 | 87,570.00 | 9,117.85 | 2,400.00 | 2.74 |
| NATIONAL OILWELL VARCO | | | | | | | | |
| INC | | | | | | | | |
| NOV | | | | | | | | |
| Acquired 10/28/11 | 200 | 74.09 | 14,838.19 | | 13,350.00 | -1,488.19 | | |
| Acquired 12/15/11 | 200 | 67.20 | 13,458.95 | | 13,350.00 | -108.95 | | |
| Acquired 05/02/12 | 600 | 74.64 | 44,802.95 | | 40,050.00 | -4,752.95 | | |
| **Total** | **1,000** | | **$73,100.09** | **66.7500** | **$66,750.00** | **-$6,350.09** | **$480.00** | **0.72** |
| PROCTER & GAMBLE CO | | | | | | | | |
| PG | | | | | | | | |
| Acquired 02/26/10 nc | 1,000 | 63.22 | 63,245.25 | 62.2900 | 62,290.00 | -955.25 | 2,248.00 | 3.60 |
| PULTE GROUP INC | | | | | | | | |
| PHM | | | | | | | | |
| Acquired 12/22/10 nc | 3,500 | 7.59 | 26,609.15 | | 32,760.00 | 6,150.85 | | |
| Acquired 11/18/11 | 1,000 | 5.48 | 5,498.95 | | 9,360.00 | 3,861.05 | | |
| **Total** | **4,500** | | **$32,108.10** | **9.3600** | **$42,120.00** | **$10,011.90** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| SANDRIDGE ENERGY INC<br>SD | | | | | | | | |
| Acquired 12/30/10 nc | 3,500 | 7.35 | 25,763.20 | | 22,225.00 | -3,538.20 | | |
| Acquired 03/02/11 | 1,850 | 10.35 | 19,184.40 | | 11,747.50 | -7,436.90 | | |
| Acquired 08/11/11 | 4,650 | 7.42 | 34,557.29 | | 29,527.50 | -5,029.79 | | |
| **Total** | **10,000** | | **$79,504.89** | **6.3500** | **$63,500.00** | **-$16,004.89** | **N/A** | **N/A** |
| SCHLUMBERGER LTD<br>SLB | | | | | | | | |
| Acquired 02/01/08 nc | 500 | 78.07 | 39,070.95 | | 31,625.00 | -7,445.95 | | |
| Acquired 02/12/08 nc | 500 | 82.29 | 41,180.95 | | 31,625.00 | -9,555.95 | | |
| Acquired 03/05/08 nc | 500 | 87.20 | 43,635.95 | | 31,625.00 | -12,010.95 | | |
| Acquired 10/17/08 nc | 1,000 | 49.84 | 49,914.95 | | 63,250.00 | 13,335.05 | | |
| **Total** | **2,500** | | **$173,802.80** | **63.2500** | **$158,125.00** | **-$15,677.80** | **$2,750.00** | **1.74** |
| TEXAS INDUSTRIES INC<br>TXI | | | | | | | | |
| Acquired 03/29/05 nc | 500 | 41.51 | 20,752.72 | | 16,000.00 | -4,752.72 | | |
| Acquired 05/05/05 nc | 500 | 34.84 | 17,422.43 | | 16,000.00 | -1,422.43 | | |
| Acquired 10/02/08 nc | 1,022 | 39.66 | 40,606.74 | | 32,704.00 | -7,902.74 | | |
| **Total** | **2,022** | | **$78,781.89** | **32.0000** | **$64,704.00** | **-$14,077.89** | **N/A** | **N/A** |
| UNION PACIFIC CORP<br>UNP | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 97.90 | 97,928.15 | | 111,400.00 | 13,471.85 | | |
| Acquired 09/13/11 | 200 | 86.88 | 17,396.39 | | 22,280.00 | 4,883.61 | | |
| **Total** | **1,200** | | **$115,324.54** | **111.4000** | **$133,680.00** | **$18,355.46** | **$2,880.00** | **2.15** |
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 65,820.00 | 14,091.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 32,910.00 | 5,936.05 | | |
| Acquired 04/26/12 | 200 | 59.12 | 11,844.41 | | 13,164.00 | 1,319.59 | | |
| **Total** | **1,700** | | **$90,547.31** | **65.8200** | **$111,894.00** | **$21,346.69** | **$2,703.00** | **2.42** |
| **Total Stocks and ETFs** | | | **$1,882,724.17** | | **$1,852,738.00** | **-$29,986.17** | **$37,600.50** | **2.03** |
| **Total Stocks, options & ETFs** | | | **$1,882,724.17** | | **$1,852,738.00** | **-$29,986.17** | **$37,600.50** | **2.03** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS HDPEX | | | | | | | | |
| Acquired 01/12/10 nc | 9,285.05100 | 10.77 | 100,018.95 | | 113,184.68 | 13,165.73 | | |
| Reinvestments m | 883.26400 | 11.48 | 10,147.79 | | 10,767.07 | 619.28 | | |
| **Total** | **10,168.31500** | | **$110,166.74** | **12.1900** | **$123,951.75** | **$13,785.01** | **$3,019.98** | **2.44** |
| HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS HDPBX | | | | | | | | |
| Acquired 12/30/10 nc | 9,225.09200 | 10.84 | 100,018.95 | | 103,413.19 | 3,394.24 | | |
| Reinvestments nc | 67.17800 | 10.73 | 721.49 | | 753.15 | 31.66 | | |
| **Total** | **9,292.27000** | | **$100,740.44** | **11.2100** | **$104,166.34** | **$3,425.90** | **$724.79** | **0.70** |
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 94,239.33 | -5,779.62 | | |
| Acquired 06/21/10 nc | 6,162.46800 | 11.68 | 71,996.58 | | 64,521.10 | -7,475.48 | | |
| Acquired 12/28/11 nc | 1,504.51400 | 9.97 | 15,005.95 | | 15,752.28 | 746.33 | | |
| Reinvestments nc | 482.37300 | 11.05 | 5,333.63 | | 5,050.45 | -283.18 | | |
| **Total** | **17,150.25500** | | **$192,355.11** | **10.4700** | **$179,563.16** | **-$12,791.95** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 101,912.10 | 1,893.15 | | |
| Acquired 06/21/10 nc | 3,646.28300 | 19.74 | 71,996.58 | | 71,904.75 | -91.83 | | |
| **Total** | **8,814.24200** | | **$172,015.53** | **19.7200** | **$173,816.85** | **$1,801.32** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total Open End Mutual Funds** | | | **$575,277.82** | | **$581,498.10** | **$6,220.28** | **$3,744.77** | **0.64** |
| **Total Mutual Funds** | | | **$575,277.82** | | **$581,498.10** | **$6,220.28** | **$3,744.77** | **0.64** |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 05/01 | | | | BEGINNING BALANCE | | | 26,077.04 |
| 05/01 | Cash | DIVIDEND | | FREEPORT-MCMORAN COPPER & GOLD INC CLASS B 050112 1,000 | | 312.50 | 26,389.54 |
| 05/02 | Cash | SALE | -1,000.00000 | KIRBY CORP | 65.9300 | 65,909.57 | |
| 05/02 | Cash | PURCHASE | 250.00000 | KANSAS CITY SOUTHERN NEW | 76.0800 | -19,038.95 | |
| 05/02 | Cash | PURCHASE | 600.00000 | NATIONAL OILWELL VARCO INC | 74.6400 | -44,802.95 | 28,457.21 |
| 05/15 | Cash | DIVIDEND | | JEFFERIES GROUP 051512 1,500 | | 112.50 | |
| 05/15 | Cash | DIVIDEND | | PROCTER & GAMBLE CO 051512 1,000 | | 562.00 | 29,131.71 |
| 05/17 | Cash | PURCHASE | 450.00000 | FREEPORT-MCMORAN COPPER & GOLD INC CLASS B | 32.5858 | -14,682.56 | 14,449.15 |
| 05/21 | Cash | ROYALTY PYMT | | MESABI TRUST CTF BEN INT 052012 500 AS OF 5/20/12 | | 32.50 | 14,481.65 |
| 05/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP 053112 14,481 | | 0.40 | 14,482.05 |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT | DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|---|---|---|---|
| 05/01 | | BEGINNING BALANCE | 52,689.15 | 05/16 | TRANSFER TO | BANK DEPOSIT SWEEP | 674.50 |
| 05/01 | TRANSFER FROM | BANK DEPOSIT SWEEP | -26,612.11 | 05/22 | TRANSFER FROM | BANK DEPOSIT SWEEP | -14,650.06 |
| 05/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 312.50 | 05/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.40 |
| 05/08 | TRANSFER TO | BANK DEPOSIT SWEEP | 2,067.67 | 05/31 | | ENDING BALANCE | 14,482.05 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 8,987.32 | 0.00 | 8,987.32 | 10,481.98 | 0.00 | 10,481.98 |
| Long term | 0.00 | 0.00 | 0.00 | 24,380.24 | -32,850.07 | -8,469.83 |
| **Total Realized Gain/Loss** | **$8,987.32** | **$0.00** | **$8,987.32** | **$34,862.22** | **-$32,850.07** | **$2,012.15** |

### Realized Gain/Loss Detail

### Short term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| KIRBY CORP | 1,000.00000 | 56.9033 | 09/15/11 | 05/02/12 | 65,909.57 | 56,922.25 | 8,987.32 |
| **Total Short term** | | | | | **$65,909.57** | **$56,922.25** | **$8,987.32** |

First Dallas Securities

# SNAPSHOT [redacted]



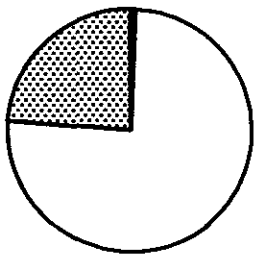
**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$2,448,718.15** | **$2,555,969.51** |
| Income earned | 6,735.30 | 22,657.74 |
| Change in value | 129,258.21 | 6,084.41 |
| **Closing value** | **$2,584,711.66** | **$2,584,711.66** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON MAY 31 | % | CURRENT VALUE ON JUN 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 14,482.05 | 0.59 | 16,412.98 | 0.64 | 3 |
| | Stocks, options & ETFs | 1,852,738.00 | 75.66 | 1,954,838.22 | 75.63 | 37,660 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 581,498.10 | 23.75 | 613,460.46 | 23.73 | 3,744 |
| | **Asset value** | **$2,448,718.15** | **100%** | **$2,584,711.66** | **100%** | **$41,407** |

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$14,482.05** | |
| Income and distributions | 6,735.30 | 22,657.74 |
| Securities sold and redeemed | 0.00 | 258,878.10 |
| **Net additions to cash** | **$6,735.30** | **$281,535.84** |
| Securities purchased | -4,804.37 | -316,870.81 |
| Other subtractions | 0.00 | -7,615.48 |
| **Net subtractions from cash** | **-$4,804.37** | **-$324,486.29** |
| **Closing value of cash and sweep balances** | **$16,412.98** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.30 | 2.14 |
| | Ordinary dividends and ST capital gains | 0.00 | 785.52 |
| | Qualified dividends | 6,735.00 | 19,622.44 |
| | Other | 0.00 | 32.50 |
| | **Total taxable income** | **$6,735.30** | **$20,442.60** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$6,735.30** | **$20,442.60** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 10,481.98 |
| Long term (L) | 0.00 | -8,469.83 |
| **Total** | **$0.00** | **$2,012.15** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK & TRUST CO<br>COLLATERAL ACCOUNT FBO<br>MARKEN INTEREST, LTD<br>A PARTNERSHIP |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5538-0688 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 258,878.10 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 120.00 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 16,292.98 | 3.25 |
| Interest Period 06/01/12 - 06/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$16,412.98** | **$3.25** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| AH BELO CORP | | | | | | | | |
| AHC | | | | | | | | |
| Acquired 06/13/11 | 10,000 | 6.69 | 66,932.95 | | 40,200.00 | -26,732.95 | | |
| Acquired 08/01/11 | 3,000 | 6.21 | 18,657.05 | | 12,060.00 | -6,597.05 | | |
| Acquired 12/29/11 | 7,000 | 4.37 | 30,672.65 | | 28,140.00 | -2,532.65 | | |
| **Total** | **20,000** | | **$116,262.65** | **4.0200** | **$80,400.00** | **-$35,862.65** | **$4,800.00** | **5.97** |
| ANCESTRY.COM INC | | | | | | | | |
| ACOM | | | | | | | | |
| Acquired 10/28/11 | 500 | 22.56 | 11,301.65 | | 13,765.00 | 2,463.35 | | |
| Acquired 03/08/12 | 500 | 24.15 | 12,098.90 | | 13,765.00 | 1,666.10 | | |
| **Total** | **1,000** | | **$23,400.55** | **27.5300** | **$27,530.00** | **$4,129.45** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA | | | | | | | | |
| Acquired 10/06/10 nc | 500 | 68.97 | 34,507.05 | | 37,150.00 | 2,642.95 | | |
| Acquired 11/15/10 nc | 650 | 63.56 | 41,336.40 | | 48,295.00 | 6,958.60 | | |
| Acquired 01/12/11 | 250 | 69.85 | 17,483.55 | | 18,575.00 | 1,091.45 | | |
| **Total** | **1,400** | | **$93,327.00** | **74.3000** | **$104,020.00** | **$10,693.00** | **$2,464.00** | **2.37** |
| C&J ENERGY SERVICES INC<br>CJES | | | | | | | | |
| Acquired 03/08/12 | 2,000 | 18.86 | 37,758.75 | 18.5000 | 37,000.00 | -758.75 | N/A | N/A |
| CHEVRON CORPORATION<br>CVX | | | | | | | | |
| Acquired 03/28/05 nc | 300 | 58.45 | 17,558.95 | | 31,650.00 | 14,091.05 | | |
| Acquired 05/05/05 nc | 700 | 53.43 | 37,448.95 | | 73,850.00 | 36,401.05 | | |
| **Total** | **1,000** | | **$55,007.90** | **105.5000** | **$105,500.00** | **$50,492.10** | **$3,600.00** | **3.41** |
| CHICOS FAS INC<br>CHS | | | | | | | | |
| Acquired 10/06/10 nc | 4,775 | 9.99 | 47,766.56 | | 70,861.00 | 23,094.44 | | |
| Acquired 03/08/12 | 2,725 | 15.26 | 41,625.34 | | 40,439.00 | -1,186.34 | | |
| **Total** | **7,500** | | **$89,391.90** | **14.8400** | **$111,300.00** | **$21,908.10** | **$1,575.00** | **1.42** |
| COSTCO WHSL CORP NEW<br>COM<br>COST | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 71.56 | 71,588.85 | 95.0000 | 95,000.00 | 23,411.15 | 1,100.00 | 1.15 |
| CROCS INC<br>CROX | | | | | | | | |
| Acquired 01/13/12 | 2,250 | 18.29 | 41,173.03 | | 36,337.50 | -4,835.53 | | |
| Acquired 04/26/12 | 750 | 20.08 | 15,078.95 | | 12,112.50 | -2,966.45 | | |
| **Total** | **3,000** | | **$56,251.98** | **16.1500** | **$48,450.00** | **-$7,801.98** | **N/A** | **N/A** |
| CROSS A T CO CL A COM<br>ATX | | | | | | | | |
| Acquired 08/23/11 | 1,000 | 9.70 | 9,718.95 | | 9,870.00 | 151.05 | | |
| Acquired 09/15/11 | 1,200 | 10.00 | 12,025.79 | | 11,844.00 | -181.79 | | |
| Acquired 09/16/11 | 2,800 | 10.15 | 28,454.63 | | 27,636.00 | -818.63 | | |
| **Total** | **5,000** | | **$50,199.37** | **9.8700** | **$49,350.00** | **-$849.37** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| DISNEY WALT COMPANY<br>DIS | | | | | | | | |
| Acquired 06/20/12 | 100 | 47.85 | 4,804.37 | 48.5000 | 4,850.00 | 45.63 | 60.00 | 1.23 |
| E M C CORP MASS<br>EMC | | | | | | | | |
| Acquired 02/08/12 | 450 | 26.17 | 11,799.68 | | 11,533.50 | -266.18 | | |
| Acquired 03/08/12 | 550 | 28.54 | 15,718.98 | | 14,096.50 | -1,622.48 | | |
| **Total** | **1,000** | | **$27,518.66** | **25.6300** | **$25,630.00** | **-$1,888.66** | **N/A** | **N/A** |
| EXXON MOBIL CORP<br>XOM | | | | | | | | |
| Acquired 10/08/04 nc | 1,000 | 50.11 | 50,175.95 | | 85,570.00 | 35,394.05 | | |
| Acquired 02/11/05 nc | 500 | 56.08 | 28,075.95 | | 42,785.00 | 14,709.05 | | |
| **Total** | **1,500** | | **$78,251.90** | **85.5700** | **$128,355.00** | **$50,103.10** | **$3,420.00** | **2.66** |
| FREEPORT-MCMORAN COPPER<br>& GOLD INC<br>CLASS B<br>FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | | 34,070.00 | -5,081.15 | | |
| Acquired 05/17/12 | 450 | 32.58 | 14,682.56 | | 15,331.50 | 648.94 | | |
| **Total** | **1,450** | | **$53,833.71** | **34.0700** | **$49,401.50** | **-$4,432.21** | **$1,812.50** | **3.67** |
| HALLIBURTON COMPANY<br>HAL | | | | | | | | |
| Acquired 10/21/04 nc | 1,000 | 17.42 | 17,457.97 | | 28,390.00 | 10,932.03 | | |
| Acquired 05/04/05 nc | 1,000 | 21.27 | 21,305.95 | | 28,390.00 | 7,084.05 | | |
| Acquired 04/21/11 | 50 | 49.87 | 2,512.94 | | 1,419.50 | -1,093.44 | | |
| **Total** | **2,050** | | **$41,276.86** | **28.3900** | **$58,199.50** | **$16,922.64** | **$738.00** | **1.27** |
| HYPERDYNAMICS CORP<br>HDY | | | | | | | | |
| Acquired 12/22/10 nc | 2,500 | 4.86 | 12,190.70 | | 2,095.25 | -10,095.45 | | |
| Acquired 02/02/11 | 5,000 | 4.74 | 23,762.95 | | 4,190.50 | -19,572.45 | | |
| Acquired 03/25/11 | 7,500 | 5.36 | 40,248.95 | | 6,285.75 | -33,963.20 | | |
| Acquired 06/13/11 | 5,000 | 4.54 | 22,749.95 | | 4,190.50 | -18,559.45 | | |
| Acquired 07/14/11 | 5,000 | 4.23 | 21,204.45 | | 4,190.50 | -17,013.95 | | |
| Acquired 12/29/11 | 5,000 | 2.30 | 11,564.95 | | 4,190.50 | -7,374.45 | | |
| **Total** | **30,000** | | **$131,721.95** | **0.8381** | **$25,143.00** | **-$106,578.95** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| JEFFERIES GROUP<br>JEF | | | | | | | | |
| Acquired 03/08/12 | 1,500 | 16.73 | 25,122.35 | 12.9900 | 19,485.00 | -5,637.35 | 450.00 | 2.30 |
| JOHNSON & JOHNSON<br>JNJ | | | | | | | | |
| Acquired 04/17/07 nc | 300 | 64.66 | 19,423.09 | | 20,268.00 | 844.91 | | |
| Acquired 04/25/07 nc | 200 | 64.87 | 12,991.95 | | 13,512.00 | 520.05 | | |
| Acquired 08/20/07 nc | 500 | 61.65 | 30,863.65 | | 33,780.00 | 2,916.35 | | |
| Acquired 02/26/10 nc | 500 | 63.19 | 31,617.25 | | 33,780.00 | 2,162.75 | | |
| **Total** | **1,500** | | **$94,895.94** | **67.5600** | **$101,340.00** | **$6,444.06** | **$3,660.00** | **3.61** |
| KANSAS CITY SOUTHERN NEW<br>KSU | | | | | | | | |
| Acquired 03/16/12 | 250 | 74.72 | 18,700.93 | | 17,390.00 | -1,310.93 | | |
| Acquired 05/02/12 | 250 | 76.08 | 19,038.95 | | 17,390.00 | -1,648.95 | | |
| **Total** | **500** | | **$37,739.88** | **69.5600** | **$34,780.00** | **-$2,959.88** | **$390.00** | **1.12** |
| MESABI TRUST<br>CTF BEN INT<br>MSB | | | | | | | | |
| Acquired 10/28/11 nc | 500 | 28.57 | 14,306.95 | 27.4900 | 13,745.00 | -561.95 | 130.00 | 0.94 |
| MICROSOFT CORP<br>MSFT | | | | | | | | |
| Acquired 03/04/11 | 3,000 | 26.14 | 78,452.15 | 30.5900 | 91,770.00 | 13,317.85 | 2,400.00 | 2.61 |
| NATIONAL OILWELL VARCO INC<br>NOV | | | | | | | | |
| Acquired 10/28/11 | 200 | 74.09 | 14,838.19 | | 12,888.00 | -1,950.19 | | |
| Acquired 12/15/11 | 200 | 67.20 | 13,458.95 | | 12,888.00 | -570.95 | | |
| Acquired 05/02/12 | 600 | 74.64 | 44,802.95 | | 38,664.00 | -6,138.95 | | |
| **Total** | **1,000** | | **$73,100.09** | **64.4400** | **$64,440.00** | **-$8,660.09** | **$480.00** | **0.74** |
| PROCTER & GAMBLE CO<br>PG | | | | | | | | |
| Acquired 02/26/10 nc | 1,000 | 63.22 | 63,245.25 | 61.2500 | 61,250.00 | -1,995.25 | 2,248.00 | 3.67 |
| PULTE GROUP INC<br>PHM | | | | | | | | |
| Acquired 12/22/10 nc | 3,500 | 7.59 | 26,609.15 | | 37,450.00 | 10,840.85 | | |
| Acquired 11/18/11 | 1,000 | 5.48 | 5,498.95 | | 10,700.00 | 5,201.05 | | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JUNE 1 - JUNE 30, 2012
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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total** | **4,500** | | **$32,108.10** | **10.7000** | **$48,150.00** | **$16,041.90** | **N/A** | **N/A** |
| SANDRIDGE ENERGY INC<br>SD | | | | | | | | |
| Acquired 12/30/10 nc | 3,500 | 7.35 | 25,763.20 | | 23,415.00 | -2,348.20 | | |
| Acquired 03/02/11 | 1,850 | 10.35 | 19,184.40 | | 12,376.50 | -6,807.90 | | |
| Acquired 08/11/11 | 4,650 | 7.42 | 34,557.29 | | 31,108.50 | -3,448.79 | | |
| **Total** | **10,000** | | **$79,504.89** | **6.6900** | **$66,900.00** | **-$12,604.89** | **N/A** | **N/A** |
| SCHLUMBERGER LTD<br>SLB | | | | | | | | |
| Acquired 02/01/08 nc | 500 | 78.07 | 39,070.95 | | 32,455.00 | -6,615.95 | | |
| Acquired 02/12/08 nc | 500 | 82.29 | 41,180.95 | | 32,455.00 | -8,725.95 | | |
| Acquired 03/05/08 nc | 500 | 87.20 | 43,635.95 | | 32,455.00 | -11,180.95 | | |
| Acquired 10/17/08 nc | 1,000 | 49.84 | 49,914.95 | | 64,910.00 | 14,995.05 | | |
| **Total** | **2,500** | | **$173,802.80** | **64.9100** | **$162,275.00** | **-$11,527.80** | **$2,750.00** | **1.69** |
| TEXAS INDUSTRIES INC<br>TXI | | | | | | | | |
| Acquired 03/29/05 nc | 500 | 41.51 | 20,752.72 | | 19,505.00 | -1,247.72 | | |
| Acquired 05/05/05 nc | 500 | 34.84 | 17,422.43 | | 19,505.00 | 2,082.57 | | |
| Acquired 10/02/08 nc | 1,022 | 39.66 | 40,606.74 | | 39,868.22 | -738.52 | | |
| **Total** | **2,022** | | **$78,781.89** | **39.0100** | **$78,878.22** | **$96.33** | **N/A** | **N/A** |
| UNION PACIFIC CORP<br>UNP | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 97.90 | 97,928.15 | | 119,310.00 | 21,381.85 | | |
| Acquired 09/13/11 | 200 | 86.88 | 17,396.39 | | 23,862.00 | 6,465.61 | | |
| **Total** | **1,200** | | **$115,324.54** | **119.3100** | **$143,172.00** | **$27,847.46** | **$2,880.00** | **2.01** |
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 69,720.00 | 17,991.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 34,860.00 | 7,886.05 | | |
| Acquired 04/26/12 | 200 | 59.12 | 11,844.41 | | 13,944.00 | 2,099.59 | | |
| **Total** | **1,700** | | **$90,547.31** | **69.7200** | **$118,524.00** | **$27,976.69** | **$2,703.00** | **2.28** |
| **Total Stocks and ETFs** | | | **$1,887,528.54** | | **$1,954,838.22** | **$67,309.68** | **$37,660.50** | **1.93** |
| **Total Stocks, options & ETFs** | | | **$1,887,528.54** | | **$1,954,838.22** | **$67,309.68** | **$37,660.50** | **1.93** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS HDPEX | | | | | | | | |
| Acquired 01/12/10 nc | 9,285.05100 | 10.77 | 100,018.95 | | 118,105.76 | 18,086.81 | | |
| Reinvestments m | 883.26400 | 11.48 | 10,147.79 | | 11,235.20 | 1,087.41 | | |
| **Total** | **10,168.31500** | | **$110,166.74** | **12.7200** | **$129,340.96** | **$19,174.22** | **$3,019.98** | **2.33** |
| HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS HDPBX | | | | | | | | |
| Acquired 12/30/10 nc | 9,225.09200 | 10.84 | 100,018.95 | | 107,933.48 | 7,914.53 | | |
| Reinvestments nc | 67.17800 | 10.73 | 721.49 | | 786.07 | 64.58 | | |
| **Total** | **9,292.27000** | | **$100,740.44** | **11.7000** | **$108,719.55** | **$7,979.11** | **$724.79** | **0.67** |
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 101,170.03 | 1,151.08 | | |
| Acquired 06/21/10 nc | 6,162.46800 | 11.68 | 71,996.58 | | 69,266.14 | -2,730.44 | | |
| Acquired 12/28/11 nc | 1,504.51400 | 9.97 | 15,005.95 | | 16,910.80 | 1,904.85 | | |
| Reinvestments nc | 482.37300 | 11.05 | 5,333.63 | | 5,421.89 | 88.26 | | |
| **Total** | **17,150.25500** | | **$192,355.11** | **11.2400** | **$192,768.86** | **$413.75** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 107,080.06 | 7,061.11 | | |
| Acquired 06/21/10 nc | 3,646.28300 | 19.74 | 71,996.58 | | 75,551.03 | 3,554.45 | | |
| **Total** | **8,814.24200** | | **$172,015.53** | **20.7200** | **$182,631.09** | **$10,615.56** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total Open End Mutual Funds** | | | **$575,277.82** | | **$613,460.46** | **$38,182.64** | **$3,744.77** | **0.61** |
| **Total Mutual Funds** | | | **$575,277.82** | | **$613,460.46** | **$38,182.64** | **$3,744.77** | **0.61** |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 06/01 | | | | BEGINNING BALANCE | | | 14,482.05 |
| 06/01 | Cash | DIVIDEND | | BOEING CO<br>060112 1,400 | | 616.00 | |
| 06/01 | Cash | DIVIDEND | | AH BELO CORP<br>060112 20,000 | | 1,200.00 | 16,298.05 |
| 06/04 | Cash | DIVIDEND | | WAL-MART STORES INC<br>060412 1,700 | | 675.75 | 16,973.80 |
| 06/08 | Cash | DIVIDEND | | COSTCO WHSL CORP NEW COM<br>060812 1,000 | | 275.00 | 17,248.80 |
| 06/11 | Cash | DIVIDEND | | CHEVRON CORPORATION<br>061112 1,000 | | 900.00 | |
| 06/11 | Cash | DIVIDEND | | EXXON MOBIL CORP<br>061112 1,500 | | 855.00 | 19,003.80 |
| 06/12 | Cash | DIVIDEND | | JOHNSON & JOHNSON<br>061212 1,500 | | 915.00 | 19,918.80 |
| 06/14 | Cash | DIVIDEND | | MICROSOFT CORP<br>061412 3,000 | | 600.00 | 20,518.80 |
| 06/20 | Cash | PURCHASE | 100.00000 | DISNEY WALT COMPANY | 47.8542 | -4,804.37 | 15,714.43 |
| 06/25 | Cash | DIVIDEND | | CHICOS FAS INC<br>062512 7,500 | | 393.75 | 16,108.18 |
| 06/27 | Cash | DIVIDEND | | HALLIBURTON COMPANY<br>062712 2,050 | | 184.50 | 16,292.68 |
| 06/29 | Cash | DIVIDEND | | NATIONAL OILWELL VARCO INC<br>062912 1,000 | | 120.00 | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 06/29 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>062912 16,292 | | 0.30 | 16,412.98 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT | DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|---|---|---|---|
| 06/01 | | BEGINNING BALANCE | 14,482.05 | 06/15 | TRANSFER TO | BANK DEPOSIT SWEEP | 600.00 |
| 06/04 | TRANSFER TO | BANK DEPOSIT SWEEP | 1,816.00 | 06/25 | TRANSFER FROM | BANK DEPOSIT SWEEP | -4,804.37 |
| 06/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 675.75 | 06/26 | TRANSFER TO | BANK DEPOSIT SWEEP | 393.75 |
| 06/11 | TRANSFER TO | BANK DEPOSIT SWEEP | 275.00 | 06/28 | TRANSFER TO | BANK DEPOSIT SWEEP | 184.50 |
| 06/12 | TRANSFER TO | BANK DEPOSIT SWEEP | 1,755.00 | 06/29 | REINVEST INT | BANK DEPOSIT SWEEP | 0.30 |
| 06/13 | TRANSFER TO | BANK DEPOSIT SWEEP | 915.00 | 06/30 | | ENDING BALANCE | 16,292.98 |

## Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



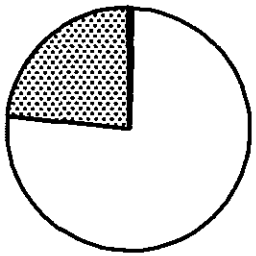
**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$2,584,711.66** | **$2,555,969.51** |
| Income earned | 2,106.75 | 24,764.49 |
| Change in value | 65,719.45 | 71,803.86 |
| **Closing value** | **$2,652,537.86** | **$2,652,537.86** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON JUN 30 | % | CURRENT VALUE ON JUL 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 16,412.98 | 0.64 | 15,106.05 | 0.57 | 0 |
| | Stocks, options & ETFs | 1,954,838.22 | 75.63 | 2,018,651.94 | 76.10 | 36,417 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 613,460.46 | 23.73 | 618,779.87 | 23.33 | 3,472 |
| | **Asset value** | **$2,584,711.66** | **100%** | **$2,652,537.86** | **100%** | **$39,889** |

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$16,412.98** | |
| Income and distributions | 2,106.75 | 24,764.49 |
| Securities sold and redeemed | 99,591.14 | 358,469.24 |
| **Net additions to cash** | **$101,697.89** | **$383,233.73** |
| Securities purchased | -99,318.85 | -416,189.66 |
| Other subtractions | -3,685.97 | -11,301.45 |
| **Net subtractions from cash** | **-$103,004.82** | **-$427,491.11** |
| **Closing value of cash and sweep balances** | **$15,106.05** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.05 | 2.19 |
| | Ordinary dividends and ST capital gains | 601.70 | 1,387.22 |
| | Qualified dividends | 1,505.00 | 21,127.44 |
| | Other | 0.00 | 32.50 |
| | **Total taxable income** | **$2,106.75** | **$22,549.35** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$2,106.75** | **$22,549.35** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | -3,648.54 | 6,833.44 |
| Long term (L) | 14,963.71 | 6,493.88 |
| **Total** | **$11,315.17** | **$13,327.32** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK & TRUST CO<br>COLLATERAL ACCOUNT FBO<br>MARKEN INTEREST, LTD<br>A PARTNERSHIP |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5538-0688 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 99,591.14 | 358,469.24 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 14,178.47 | 0.00 |
| BANK DEPOSIT SWEEP | 0.01 | 927.58 | 0.09 |
| Interest Period 07/01/12 - 07/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$15,106.05** | **$0.09** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| AH BELO CORP | | | | | | | | |
| AHC | | | | | | | | |
| Acquired 06/13/11 | 10,000 | 6.69 | 66,932.95 | | 41,400.00 | -25,532.95 | | |
| Acquired 08/01/11 | 3,000 | 6.21 | 18,657.05 | | 12,420.00 | -6,237.05 | | |
| Acquired 12/29/11 | 7,000 | 4.37 | 30,672.65 | | 28,980.00 | -1,692.65 | | |
| **Total** | **20,000** | | **$116,262.65** | **4.1400** | **$82,800.00** | **-$33,462.65** | **$4,800.00** | **5.80** |
| ANCESTRY.COM INC | | | | | | | | |
| ACOM | | | | | | | | |
| Acquired 10/28/11 | 500 | 22.56 | 11,301.65 | | 16,735.00 | 5,433.35 | | |
| Acquired 03/08/12 | 500 | 24.15 | 12,098.90 | | 16,735.00 | 4,636.10 | | |
| **Total** | **1,000** | | **$23,400.55** | **33.4700** | **$33,470.00** | **$10,069.45** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO | | | | | | | | |
| BA | | | | | | | | |
| Acquired 10/06/10 nc | 500 | 68.97 | 34,507.05 | | 36,955.00 | 2,447.95 | | |
| Acquired 11/15/10 nc | 650 | 63.56 | 41,336.40 | | 48,041.50 | 6,705.10 | | |
| Acquired 01/12/11 | 250 | 69.85 | 17,483.55 | | 18,477.50 | 993.95 | | |
| **Total** | **1,400** | | **$93,327.00** | **73.9100** | **$103,474.00** | **$10,147.00** | **$2,464.00** | **2.38** |
| CHEVRON CORPORATION | | | | | | | | |
| CVX | | | | | | | | |
| Acquired 03/28/05 nc | 300 | 58.45 | 17,558.95 | | 32,874.00 | 15,315.05 | | |
| Acquired 05/05/05 nc | 700 | 53.43 | 37,448.95 | | 76,706.00 | 39,257.05 | | |
| **Total** | **1,000** | | **$55,007.90** | **109.5800** | **$109,580.00** | **$54,572.10** | **$3,600.00** | **3.29** |
| CHICOS FAS INC | | | | | | | | |
| CHS | | | | | | | | |
| Acquired 10/06/10 nc | 4,775 | 9.99 | 47,766.56 | | 73,153.00 | 25,386.44 | | |
| Acquired 03/08/12 | 2,725 | 15.26 | 41,625.34 | | 41,747.00 | 121.66 | | |
| **Total** | **7,500** | | **$89,391.90** | **15.3200** | **$114,900.00** | **$25,508.10** | **$1,575.00** | **1.37** |
| COSTCO WHSL CORP NEW | | | | | | | | |
| COM | | | | | | | | |
| COST | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 71.56 | 71,588.85 | 96.1800 | 96,180.00 | 24,591.15 | 1,100.00 | 1.14 |
| CROCS INC | | | | | | | | |
| CROX | | | | | | | | |
| Acquired 01/13/12 | 2,250 | 18.29 | 41,173.03 | | 34,537.50 | -6,635.53 | | |
| Acquired 04/26/12 | 750 | 20.08 | 15,078.95 | | 11,512.50 | -3,566.45 | | |
| Acquired 07/05/12 | 1,000 | 16.97 | 16,990.45 | | 15,350.00 | -1,640.45 | | |
| Acquired 07/26/12 | 3,000 | 15.83 | 47,522.45 | | 46,050.00 | -1,472.45 | | |
| **Total** | **7,000** | | **$120,764.88** | **15.3500** | **$107,450.00** | **-$13,314.88** | **N/A** | **N/A** |
| CROSS A T CO CL A COM | | | | | | | | |
| ATX | | | | | | | | |
| Acquired 08/23/11 | 1,000 | 9.70 | 9,718.95 | | 9,630.00 | -88.95 | | |
| Acquired 09/15/11 | 1,200 | 10.00 | 12,025.79 | | 11,556.00 | -469.79 | | |
| Acquired 09/16/11 | 2,800 | 10.15 | 28,454.63 | | 26,964.00 | -1,490.63 | | |
| **Total** | **5,000** | | **$50,199.37** | **9.6300** | **$48,150.00** | **-$2,049.37** | **N/A** | **N/A** |
| DISNEY WALT COMPANY | | | | | | | | |
| DIS | | | | | | | | |
| Acquired 06/20/12 | 100 | 47.85 | 4,804.37 | 49.1400 | 4,914.00 | 109.63 | 60.00 | 1.22 |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| E M C CORP MASS | | | | | | | | |
| EMC | | | | | | | | |
| Acquired 02/08/12 | 450 | 26.17 | 11,799.68 | | 11,794.50 | -5.18 | | |
| Acquired 03/08/12 | 550 | 28.54 | 15,718.98 | | 14,415.50 | -1,303.48 | | |
| **Total** | **1,000** | | **$27,518.66** | **26.2100** | **$26,210.00** | **-$1,308.66** | **N/A** | **N/A** |
| EXXON MOBIL CORP | | | | | | | | |
| XOM | | | | | | | | |
| Acquired 10/08/04 nc | 1,000 | 50.11 | 50,175.95 | | 86,850.00 | 36,674.05 | | |
| Acquired 02/11/05 nc | 500 | 56.08 | 28,075.95 | | 43,425.00 | 15,349.05 | | |
| **Total** | **1,500** | | **$78,251.90** | **86.8500** | **$130,275.00** | **$52,023.10** | **$3,420.00** | **2.63** |
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B | | | | | | | | |
| FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | | 33,670.00 | -5,481.15 | | |
| Acquired 05/17/12 | 450 | 32.58 | 14,682.56 | | 15,151.50 | 468.94 | | |
| **Total** | **1,450** | | **$53,833.71** | **33.6700** | **$48,821.50** | **-$5,012.21** | **$1,812.50** | **3.71** |
| HALLIBURTON COMPANY | | | | | | | | |
| HAL | | | | | | | | |
| Acquired 10/21/04 nc | 1,000 | 17.42 | 17,457.97 | | 33,130.00 | 15,672.03 | | |
| Acquired 05/04/05 nc | 1,000 | 21.27 | 21,305.95 | | 33,130.00 | 11,824.05 | | |
| Acquired 04/21/11 | 50 | 49.87 | 2,512.94 | | 1,656.50 | -856.44 | | |
| **Total** | **2,050** | | **$41,276.86** | **33.1300** | **$67,916.50** | **$26,639.64** | **$738.00** | **1.09** |
| HYPERDYNAMICS CORP | | | | | | | | |
| HDY | | | | | | | | |
| Acquired 12/22/10 nc | 2,500 | 4.86 | 12,190.70 | | 1,925.00 | -10,265.70 | | |
| Acquired 02/02/11 | 5,000 | 4.74 | 23,762.95 | | 3,850.00 | -19,912.95 | | |
| Acquired 03/25/11 | 7,500 | 5.36 | 40,248.95 | | 5,775.00 | -34,473.95 | | |
| Acquired 06/13/11 | 5,000 | 4.54 | 22,749.95 | | 3,850.00 | -18,899.95 | | |
| Acquired 07/14/11 | 5,000 | 4.23 | 21,204.45 | | 3,850.00 | -17,354.45 | | |
| Acquired 12/29/11 | 5,000 | 2.30 | 11,564.95 | | 3,850.00 | -7,714.95 | | |
| **Total** | **30,000** | | **$131,721.95** | **0.7700** | **$23,100.00** | **-$108,621.95** | **N/A** | **N/A** |
| JEFFERIES GROUP | | | | | | | | |
| JEF | | | | | | | | |
| Acquired 03/08/12 | 1,500 | 16.73 | 25,122.35 | 12.5400 | 18,810.00 | -6,312.35 | 450.00 | 2.39 |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| JOHNSON & JOHNSON | | | | | | | | |
| JNJ | | | | | | | | |
| Acquired 04/17/07 nc | 300 | 64.66 | 19,423.09 | | 20,766.00 | 1,342.91 | | |
| Acquired 04/25/07 nc | 200 | 64.87 | 12,991.95 | | 13,844.00 | 852.05 | | |
| Acquired 08/20/07 nc | 500 | 61.65 | 30,863.65 | | 34,610.00 | 3,746.35 | | |
| Acquired 02/26/10 nc | 500 | 63.19 | 31,617.25 | | 34,610.00 | 2,992.75 | | |
| **Total** | **1,500** | | **$94,895.94** | **69.2200** | **$103,830.00** | **$8,934.06** | **$3,660.00** | **3.52** |
| KANSAS CITY SOUTHERN NEW | | | | | | | | |
| KSU | | | | | | | | |
| Acquired 03/16/12 | 250 | 74.72 | 18,700.93 | | 18,200.00 | -500.93 | | |
| Acquired 05/02/12 | 250 | 76.08 | 19,038.95 | | 18,200.00 | -838.95 | | |
| **Total** | **500** | | **$37,739.88** | **72.8000** | **$36,400.00** | **-$1,339.88** | **$390.00** | **1.07** |
| MICROSOFT CORP | | | | | | | | |
| MSFT | | | | | | | | |
| Acquired 03/04/11 | 3,000 | 26.14 | 78,452.15 | 29.4700 | 88,410.00 | 9,957.85 | 2,400.00 | 2.71 |
| NATIONAL OILWELL VARCO | | | | | | | | |
| INC | | | | | | | | |
| NOV | | | | | | | | |
| Acquired 10/28/11 | 200 | 74.09 | 14,838.19 | | 14,460.00 | -378.19 | | |
| Acquired 12/15/11 | 200 | 67.20 | 13,458.95 | | 14,460.00 | 1,001.05 | | |
| Acquired 05/02/12 | 600 | 74.64 | 44,802.95 | | 43,380.00 | -1,422.95 | | |
| **Total** | **1,000** | | **$73,100.09** | **72.3000** | **$72,300.00** | **-$800.09** | **$480.00** | **0.66** |
| PROCTER & GAMBLE CO | | | | | | | | |
| PG | | | | | | | | |
| Acquired 02/26/10 nc | 1,000 | 63.22 | 63,245.25 | 64.5400 | 64,540.00 | 1,294.75 | 2,248.00 | 3.48 |
| PULTE GROUP INC | | | | | | | | |
| PHM | | | | | | | | |
| Acquired 12/22/10 nc | 3,500 | 7.59 | 26,609.15 | | 39,550.00 | 12,940.85 | | |
| Acquired 11/18/11 | 1,000 | 5.48 | 5,498.95 | | 11,300.00 | 5,801.05 | | |
| Acquired 07/26/12 | 3,000 | 11.39 | 34,204.25 | | 33,900.00 | -304.25 | | |
| **Total** | **7,500** | | **$66,312.35** | **11.3000** | **$84,750.00** | **$18,437.65** | **N/A** | **N/A** |
| SANDRIDGE ENERGY INC | | | | | | | | |
| SD | | | | | | | | |
| Acquired 12/30/10 nc | 3,500 | 7.35 | 25,763.20 | | 23,870.00 | -1,893.20 | | |
| Acquired 03/02/11 | 1,850 | 10.35 | 19,184.40 | | 12,617.00 | -6,567.40 | | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### *Stocks and ETFs continued*

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 08/11/11 | 4,650 | 7.42 | 34,557.29 | | 31,713.00 | -2,844.29 | | |
| **Total** | **10,000** | | **$79,504.89** | **6.8200** | **$68,200.00** | **-$11,304.89** | **N/A** | **N/A** |
| SCHLUMBERGER LTD SLB | | | | | | | | |
| Acquired 02/01/08 nc | 500 | 78.07 | 39,070.95 | | 35,630.00 | -3,440.95 | | |
| Acquired 02/12/08 nc | 500 | 82.29 | 41,180.95 | | 35,630.00 | -5,550.95 | | |
| Acquired 03/05/08 nc | 500 | 87.20 | 43,635.95 | | 35,630.00 | -8,005.95 | | |
| Acquired 10/17/08 nc | 1,000 | 49.84 | 49,914.95 | | 71,260.00 | 21,345.05 | | |
| **Total** | **2,500** | | **$173,802.80** | **71.2600** | **$178,150.00** | **$4,347.20** | **$2,750.00** | **1.54** |
| TEXAS INDUSTRIES INC TXI | | | | | | | | |
| Acquired 03/29/05 nc | 500 | 41.51 | 20,752.72 | | 20,885.00 | 132.28 | | |
| Acquired 05/05/05 nc | 500 | 34.84 | 17,422.43 | | 20,885.00 | 3,462.57 | | |
| Acquired 10/02/08 nc | 1,022 | 39.66 | 40,606.74 | | 42,688.94 | 2,082.20 | | |
| **Total** | **2,022** | | **$78,781.89** | **41.7700** | **$84,458.94** | **$5,677.05** | **N/A** | **N/A** |
| UNION PACIFIC CORP UNP | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 97.90 | 97,928.15 | | 122,610.00 | 24,681.85 | | |
| Acquired 09/13/11 | 200 | 86.88 | 17,396.39 | | 24,522.00 | 7,125.61 | | |
| **Total** | **1,200** | | **$115,324.54** | **122.6100** | **$147,132.00** | **$31,807.46** | **$2,880.00** | **1.96** |
| WAL-MART STORES INC WMT | | | | | | | | |
| Acquired 01/09/09 nc | 300 | 51.71 | 15,518.68 | | 22,329.00 | 6,810.32 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 37,215.00 | 10,241.05 | | |
| Acquired 04/26/12 | 200 | 59.12 | 11,844.41 | | 14,886.00 | 3,041.59 | | |
| **Total** | **1,000** | | **$54,337.04** | **74.4300** | **$74,430.00** | **$20,092.96** | **$1,590.00** | **2.14** |
| **Total Stocks and ETFs** | | | **$1,897,969.72** | | **$2,018,651.94** | **$120,682.22** | **$36,417.50** | **1.80** |
| **Total Stocks, options & ETFs** | | | **$1,897,969.72** | | **$2,018,651.94** | **$120,682.22** | **$36,417.50** | **1.80** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

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COLLATERAL ACCOUNT FBO
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JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS HDPEX | | | | | | | | |
| Acquired 01/12/10 nc | 9,285.05100 | 10.77 | 100,018.95 | | 119,498.51 | 19,479.56 | | |
| Reinvestments m | 930.56700 | 11.55 | 10,749.49 | | 11,976.49 | 1,227.00 | | |
| **Total** | **10,215.61800** | | **$110,768.44** | **12.8700** | **$131,475.00** | **$20,706.56** | **$2,748.00** | **2.09** |
| HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS HDPBX | | | | | | | | |
| Acquired 12/30/10 nc | 9,225.09200 | 10.84 | 100,018.95 | | 109,594.00 | 9,575.05 | | |
| Reinvestments nc | 67.17800 | 10.73 | 721.49 | | 798.16 | 76.67 | | |
| **Total** | **9,292.27000** | | **$100,740.44** | **11.8800** | **$110,392.16** | **$9,651.72** | **$724.79** | **0.66** |
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 100,900.00 | 881.05 | | |
| Acquired 06/21/10 nc | 6,162.46800 | 11.68 | 71,996.58 | | 69,081.27 | -2,915.31 | | |
| Acquired 12/28/11 nc | 1,504.51400 | 9.97 | 15,005.95 | | 16,865.66 | 1,859.71 | | |
| Reinvestments nc | 482.37300 | 11.05 | 5,333.63 | | 5,407.42 | 73.79 | | |
| **Total** | **17,150.25500** | | **$192,355.11** | **11.2100** | **$192,254.35** | **-$100.76** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 108,268.69 | 8,249.74 | | |
| Acquired 06/21/10 nc | 3,646.28300 | 19.74 | 71,996.58 | | 76,389.67 | 4,393.09 | | |
| **Total** | **8,814.24200** | | **$172,015.53** | **20.9500** | **$184,658.36** | **$12,642.83** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total Open End Mutual Funds** | | | **$575,879.52** | | **$618,779.87** | **$42,900.35** | **$3,472.79** | **0.56** |
| **Total Mutual Funds** | | | **$575,879.52** | | **$618,779.87** | **$42,900.35** | **$3,472.79** | **0.56** |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 07/01 | | | | BEGINNING BALANCE | | | 16,412.98 |
| 07/02 | Cash | DIVIDEND | | UNION PACIFIC CORP<br>070212 1,200 | | 720.00 | 17,132.98 |
| 07/03 | Cash | DIVIDEND | | HODGES EQTY INCME FD<br>RETAIL CL PROFESSIONALLY<br>MNGD PORTFOLIOS<br>062912 10,168.31500<br>AS OF 6/29/12 | | 601.70 | |
| 07/03 | Cash | REINVEST DIV | 47.30300 | HODGES EQTY INCME FD<br>RETAIL CL PROFESSIONALLY<br>MNGD PORTFOLIOS<br>REINVEST AT 12.720 | | -601.70 | 17,132.98 |
| 07/05 | Cash | PURCHASE | 1,000.00000 | CROCS INC | 16.9715 | -16,990.45 | 142.53 |
| 07/06 | Cash | DIVIDEND | | KANSAS CITY SOUTHERN NEW<br>070612 500 | | 97.50 | 240.03 |
| 07/13 | Cash | DIVIDEND | | SCHLUMBERGER LTD<br>071312 2,500 | | 687.50 | 927.53 |
| 07/26 | Cash | SALE | -2,000.00000 | C&J ENERGY SERVICES INC | 17.8247 | 35,629.65 | |
| 07/26 | Cash | SALE | -500.00000 | MESABI TRUST<br>CTF BEN INT | 25.6135 | 12,787.51 | |
| 07/26 | Cash | SALE | -700.00000 | WAL-MART STORES INC | 73.1344 | 51,173.98 | |
| 07/26 | Cash | PURCHASE | 3,000.00000 | CROCS INC | 15.8345 | -47,522.45 | |
| 07/26 | Cash | PURCHASE | 3,000.00000 | PULTE GROUP INC | 11.3951 | -34,204.25 | 18,791.97 |
| 07/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>073112 927 | | 0.05 | |

First Dallas Securities

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## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 07/31 | Cash | ADVISORY FEE | | MANAGEMENT FEE | | -3,685.97 | 15,106.05 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 07/01 | | BEGINNING BALANCE | 16,292.98 |
| 07/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 120.00 |
| 07/03 | TRANSFER TO | BANK DEPOSIT SWEEP | 720.00 |
| 07/10 | TRANSFER FROM | BANK DEPOSIT SWEEP | -16,892.95 |
| 07/16 | TRANSFER TO | BANK DEPOSIT SWEEP | 687.50 |
| 07/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.05 |
| 07/31 | | ENDING BALANCE | 927.58 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 0.00 | -3,648.54 | -3,648.54 | 10,481.98 | -3,648.54 | 6,833.44 |
| Long term | 14,963.71 | 0.00 | 14,963.71 | 39,343.95 | -32,850.07 | 6,493.88 |
| **Total Realized Gain/Loss** | **$14,963.71** | **-$3,648.54** | **$11,315.17** | **$49,825.93** | **-$36,498.61** | **$13,327.32** |

### Realized Gain/Loss Detail

### Short term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| C&J ENERGY SERVICES INC | 2,000.00000 | 18.8699 | 03/08/12 | 07/26/12 | 35,629.65 | 37,758.75 | -2,129.10 |
| MESABI TRUST CTF BEN INT | 500.00000 | 28.5760 | 10/28/11nc | 07/26/12 | 12,787.51 | 14,306.95 | -1,519.44 |
| **Total Short term** | | | | | **$48,417.16** | **$52,065.70** | **-$3,648.54** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

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## Realized Gain/Loss Detail continued

### Long term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| WAL-MART STORES INC | 700.00000 | 51.7100 | 01/09/09nc | 07/26/12 | 51,173.98 | 36,210.27 | 14,963.71 |
| **Total Long term** | | | | | **$51,173.98** | **$36,210.27** | **$14,963.71** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

# Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



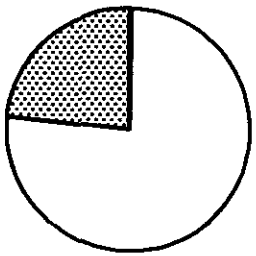
**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$2,652,537.86** | **$2,555,969.51** |
| Income earned | 1,722.84 | 26,487.33 |
| Change in value | 103,488.32 | 175,292.18 |
| **Closing value** | **$2,757,749.02** | **$2,757,749.02** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON JUL 31 | % | CURRENT VALUE ON AUG 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 15,106.05 | 0.57 | 6,963.87 | 0.25 | 1 |
| | Stocks, options & ETFs | 2,018,651.94 | 76.10 | 2,107,854.62 | 76.43 | 37,062 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 618,779.87 | 23.33 | 642,930.53 | 23.31 | 3,472 |
| | **Asset value** | **$2,652,537.86** | **100%** | **$2,757,749.02** | **100%** | **$40,535** |

NORTH DALLAS BANK & TRUST CO
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## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$15,106.05** | |
| Income and distributions | 1,722.84 | 26,487.33 |
| Securities sold and redeemed | 127,915.38 | 486,384.62 |
| **Net additions to cash** | **$129,638.22** | **$512,871.95** |
| Securities purchased | -137,780.40 | -553,970.06 |
| Other subtractions | 0.00 | -11,301.45 |
| **Net subtractions from cash** | **-$137,780.40** | **-$565,271.51** |
| **Closing value of cash and sweep balances** | **$6,963.87** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.21 | 2.40 |
| | Ordinary dividends and ST capital gains | 0.00 | 1,387.22 |
| | Qualified dividends | 1,402.63 | 22,530.07 |
| | Other | 320.00 | 352.50 |
| | **Total taxable income** | **$1,722.84** | **$24,272.19** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$1,722.84** | **$24,272.19** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 8,630.78 | 15,464.22 |
| Long term (L) | 41,865.37 | 48,359.25 |
| **Total** | **$50,496.15** | **$63,823.47** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK & TRUST CO<br>COLLATERAL ACCOUNT FBO<br>MARKEN INTEREST, LTD<br>A PARTNERSHIP |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5538-0688 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
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AUGUST 1 - AUGUST 31, 2012
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## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 127,915.38 | 486,384.62 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.02 | 6,963.87 | 1.39 |
| Interest Period 08/01/12 - 08/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$6,963.87** | **$1.39** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| AH BELO CORP | | | | | | | | |
| AHC | | | | | | | | |
| Acquired 06/13/11 | 10,000 | 6.69 | 66,932.95 | | 48,000.00 | -18,932.95 | | |
| Acquired 08/01/11 | 3,000 | 6.21 | 18,657.05 | | 14,400.00 | -4,257.05 | | |
| Acquired 12/29/11 | 7,000 | 4.37 | 30,672.65 | | 33,600.00 | 2,927.35 | | |
| **Total** | **20,000** | | **$116,262.65** | **4.8000** | **$96,000.00** | **-$20,262.65** | **$4,800.00** | **5.00** |
| BOEING CO | | | | | | | | |
| BA | | | | | | | | |
| Acquired 10/06/10 nc | 500 | 68.97 | 34,507.05 | | 35,700.00 | 1,192.95 | | |
| Acquired 11/15/10 nc | 650 | 63.56 | 41,336.40 | | 46,410.00 | 5,073.60 | | |
| Acquired 01/12/11 | 250 | 69.85 | 17,483.55 | | 17,850.00 | 366.45 | | |
| **Total** | **1,400** | | **$93,327.00** | **71.4000** | **$99,960.00** | **$6,633.00** | **$2,464.00** | **2.46** |

First Dallas Securities

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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| CHEVRON CORPORATION | | | | | | | | |
| CVX | | | | | | | | |
| Acquired 03/28/05 nc | 300 | 58.45 | 17,558.95 | | 33,648.00 | 16,089.05 | | |
| Acquired 05/05/05 nc | 700 | 53.43 | 37,448.95 | | 78,512.00 | 41,063.05 | | |
| **Total** | **1,000** | | **$55,007.90** | **112.1600** | **$112,160.00** | **$57,152.10** | **$3,600.00** | **3.21** |
| CHICOS FAS INC | | | | | | | | |
| CHS | | | | | | | | |
| Acquired 10/06/10 nc | 1,275 | 9.99 | 12,754.42 | | 24,148.50 | 11,394.08 | | |
| Acquired 03/08/12 | 2,725 | 15.26 | 41,625.34 | | 51,611.50 | 9,986.16 | | |
| **Total** | **4,000** | | **$54,379.76** | **18.9400** | **$75,760.00** | **$21,380.24** | **$840.00** | **1.11** |
| COOPER TIRE & RUBBER CO | | | | | | | | |
| CTB | | | | | | | | |
| Acquired 08/10/12 | 1,500 | 19.29 | 28,960.70 | 19.9900 | 29,985.00 | 1,024.30 | 630.00 | 2.10 |
| COSTCO WHSL CORP NEW | | | | | | | | |
| COM | | | | | | | | |
| COST | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 71.56 | 71,588.85 | 97.8700 | 97,870.00 | 26,281.15 | 1,100.00 | 1.12 |
| CROCS INC | | | | | | | | |
| CROX | | | | | | | | |
| Acquired 01/13/12 | 2,250 | 18.29 | 41,173.03 | | 39,352.50 | -1,820.53 | | |
| Acquired 04/26/12 | 750 | 20.08 | 15,078.95 | | 13,117.50 | -1,961.45 | | |
| Acquired 07/05/12 | 1,000 | 16.97 | 16,990.45 | | 17,490.00 | 499.55 | | |
| Acquired 07/26/12 | 3,000 | 15.83 | 47,522.45 | | 52,470.00 | 4,947.55 | | |
| **Total** | **7,000** | | **$120,764.88** | **17.4900** | **$122,430.00** | **$1,665.12** | **N/A** | **N/A** |
| CROSS A T CO CL A COM | | | | | | | | |
| ATX | | | | | | | | |
| Acquired 08/23/11 | 1,000 | 9.70 | 9,718.95 | | 9,910.00 | 191.05 | | |
| Acquired 09/15/11 | 1,200 | 10.00 | 12,025.79 | | 11,892.00 | -133.79 | | |
| Acquired 09/16/11 | 2,800 | 10.15 | 28,454.63 | | 27,748.00 | -706.63 | | |
| **Total** | **5,000** | | **$50,199.37** | **9.9100** | **$49,550.00** | **-$649.37** | **N/A** | **N/A** |
| DISNEY WALT COMPANY | | | | | | | | |
| DIS | | | | | | | | |
| Acquired 06/20/12 | 100 | 47.85 | 4,804.37 | 49.4700 | 4,947.00 | 142.63 | 60.00 | 1.21 |
| E M C CORP MASS | | | | | | | | |
| EMC | | | | | | | | |
| Acquired 02/08/12 | 450 | 26.17 | 11,799.68 | | 11,830.50 | 30.82 | | |

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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 03/08/12 | 550 | 28.54 | 15,718.98 | | 14,459.50 | -1,259.48 | | |
| **Total** | **1,000** | | **$27,518.66** | **26.2900** | **$26,290.00** | **-$1,228.66** | **N/A** | **N/A** |
| EXXON MOBIL CORP | | | | | | | | |
| XOM | | | | | | | | |
| Acquired 10/08/04 nc | 1,000 | 50.11 | 50,175.95 | | 87,300.00 | 37,124.05 | | |
| Acquired 02/11/05 nc | 500 | 56.08 | 28,075.95 | | 43,650.00 | 15,574.05 | | |
| **Total** | **1,500** | | **$78,251.90** | **87.3000** | **$130,950.00** | **$52,698.10** | **$3,420.00** | **2.61** |
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B | | | | | | | | |
| FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | | 36,110.00 | -3,041.15 | | |
| Acquired 05/17/12 | 450 | 32.58 | 14,682.56 | | 16,249.50 | 1,566.94 | | |
| **Total** | **1,450** | | **$53,833.71** | **36.1100** | **$52,359.50** | **-$1,474.21** | **$1,812.50** | **3.46** |
| HALLIBURTON COMPANY | | | | | | | | |
| HAL | | | | | | | | |
| Acquired 10/21/04 nc | 1,000 | 17.42 | 17,457.97 | | 32,760.00 | 15,302.03 | | |
| Acquired 05/04/05 nc | 1,000 | 21.27 | 21,305.95 | | 32,760.00 | 11,454.05 | | |
| Acquired 04/21/11 | 50 | 49.87 | 2,512.94 | | 1,638.00 | -874.94 | | |
| **Total** | **2,050** | | **$41,276.86** | **32.7600** | **$67,158.00** | **$25,881.14** | **$738.00** | **1.10** |
| HYPERDYNAMICS CORP | | | | | | | | |
| HDY | | | | | | | | |
| Acquired 12/22/10 nc | 2,500 | 4.86 | 12,190.70 | | 1,750.00 | -10,440.70 | | |
| Acquired 02/02/11 | 5,000 | 4.74 | 23,762.95 | | 3,500.00 | -20,262.95 | | |
| Acquired 03/25/11 | 7,500 | 5.36 | 40,248.95 | | 5,250.00 | -34,998.95 | | |
| Acquired 06/13/11 | 5,000 | 4.54 | 22,749.95 | | 3,500.00 | -19,249.95 | | |
| Acquired 07/14/11 | 5,000 | 4.23 | 21,204.45 | | 3,500.00 | -17,704.45 | | |
| Acquired 12/29/11 | 5,000 | 2.30 | 11,564.95 | | 3,500.00 | -8,064.95 | | |
| **Total** | **30,000** | | **$131,721.95** | **0.7000** | **$21,000.00** | **-$110,721.95** | **N/A** | **N/A** |
| JEFFERIES GROUP | | | | | | | | |
| JEF | | | | | | | | |
| Acquired 03/08/12 | 1,500 | 16.73 | 25,122.35 | | 22,035.00 | -3,087.35 | | |
| Acquired 08/21/12 | 1,500 | 13.99 | 21,012.50 | | 22,035.00 | 1,022.50 | | |
| **Total** | **3,000** | | **$46,134.85** | **14.6900** | **$44,070.00** | **-$2,064.85** | **$900.00** | **2.04** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| JOHNSON & JOHNSON | | | | | | | | |
| JNJ | | | | | | | | |
| Acquired 04/17/07 nc | 300 | 64.66 | 19,423.09 | | 20,229.00 | 805.91 | | |
| Acquired 04/25/07 nc | 200 | 64.87 | 12,991.95 | | 13,486.00 | 494.05 | | |
| Acquired 08/20/07 nc | 500 | 61.65 | 30,863.65 | | 33,715.00 | 2,851.35 | | |
| Acquired 02/26/10 nc | 500 | 63.19 | 31,617.25 | | 33,715.00 | 2,097.75 | | |
| **Total** | **1,500** | | **$94,895.94** | **67.4300** | **$101,145.00** | **$6,249.06** | **$3,660.00** | **3.62** |
| KANSAS CITY SOUTHERN NEW | | | | | | | | |
| KSU | | | | | | | | |
| Acquired 03/16/12 | 250 | 74.72 | 18,700.93 | | 19,332.50 | 631.57 | | |
| Acquired 05/02/12 | 250 | 76.08 | 19,038.95 | | 19,332.50 | 293.55 | | |
| **Total** | **500** | | **$37,739.88** | **77.3300** | **$38,665.00** | **$925.12** | **$390.00** | **1.01** |
| MICHAEL KORS HOLDINGS LTD | | | | | | | | |
| KORS | | | | | | | | |
| Acquired 08/21/12 | 1,000 | 52.26 | 52,283.55 | 53.9500 | 53,950.00 | 1,666.45 | N/A | N/A |
| MICROSOFT CORP | | | | | | | | |
| MSFT | | | | | | | | |
| Acquired 03/04/11 | 3,000 | 26.14 | 78,452.15 | 30.8200 | 92,460.00 | 14,007.85 | 2,400.00 | 2.59 |
| NATIONAL OILWELL VARCO INC | | | | | | | | |
| NOV | | | | | | | | |
| Acquired 10/28/11 | 200 | 74.09 | 14,838.19 | | 15,760.00 | 921.81 | | |
| Acquired 12/15/11 | 200 | 67.20 | 13,458.95 | | 15,760.00 | 2,301.05 | | |
| Acquired 05/02/12 | 600 | 74.64 | 44,802.95 | | 47,280.00 | 2,477.05 | | |
| **Total** | **1,000** | | **$73,100.09** | **78.8000** | **$78,800.00** | **$5,699.91** | **$480.00** | **0.61** |
| PROCTER & GAMBLE CO | | | | | | | | |
| PG | | | | | | | | |
| Acquired 02/26/10 nc | 1,000 | 63.22 | 63,245.25 | 67.1900 | 67,190.00 | 3,944.75 | 2,248.00 | 3.34 |
| PULTE GROUP INC | | | | | | | | |
| PHM | | | | | | | | |
| Acquired 12/22/10 nc | 1,000 | 7.59 | 7,602.61 | | 13,680.00 | 6,077.39 | | |
| Acquired 11/18/11 | 1,000 | 5.48 | 5,498.95 | | 13,680.00 | 8,181.05 | | |
| Acquired 07/26/12 | 3,000 | 11.39 | 34,204.25 | | 41,040.00 | 6,835.75 | | |
| **Total** | **5,000** | | **$47,305.81** | **13.6800** | **$68,400.00** | **$21,094.19** | **N/A** | **N/A** |

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| SANDRIDGE ENERGY INC | | | | | | | | |
| SD | | | | | | | | |
| Acquired 12/30/10 nc | 3,500 | 7.35 | 25,763.20 | | 22,995.00 | -2,768.20 | | |
| Acquired 03/02/11 | 1,850 | 10.35 | 19,184.40 | | 12,154.50 | -7,029.90 | | |
| Acquired 08/11/11 | 4,650 | 7.42 | 34,557.29 | | 30,550.50 | -4,006.79 | | |
| **Total** | **10,000** | | **$79,504.89** | **6.5700** | **$65,700.00** | **-$13,804.89** | **N/A** | **N/A** |
| SCHLUMBERGER LTD | | | | | | | | |
| SLB | | | | | | | | |
| Acquired 02/01/08 nc | 500 | 78.07 | 39,070.95 | | 36,190.00 | -2,880.95 | | |
| Acquired 02/12/08 nc | 500 | 82.29 | 41,180.95 | | 36,190.00 | -4,990.95 | | |
| Acquired 03/05/08 nc | 500 | 87.20 | 43,635.95 | | 36,190.00 | -7,445.95 | | |
| Acquired 10/17/08 nc | 1,000 | 49.84 | 49,914.95 | | 72,380.00 | 22,465.05 | | |
| **Total** | **2,500** | | **$173,802.80** | **72.3800** | **$180,950.00** | **$7,147.20** | **$2,750.00** | **1.52** |
| SHOE CARNIVAL INC | | | | | | | | |
| SCVL | | | | | | | | |
| Acquired 08/22/12 | 1,500 | 23.66 | 35,523.65 | 22.0000 | 33,000.00 | -2,523.65 | 300.00 | 0.90 |
| TEXAS INDUSTRIES INC | | | | | | | | |
| TXI | | | | | | | | |
| Acquired 03/29/05 nc | 500 | 41.51 | 20,752.72 | | 19,480.00 | -1,272.72 | | |
| Acquired 05/05/05 nc | 500 | 34.84 | 17,422.43 | | 19,480.00 | 2,057.57 | | |
| Acquired 10/02/08 nc | 1,022 | 39.66 | 40,606.74 | | 39,817.12 | -789.62 | | |
| **Total** | **2,022** | | **$78,781.89** | **38.9600** | **$78,777.12** | **-$4.77** | **N/A** | **N/A** |
| UNION PACIFIC CORP | | | | | | | | |
| UNP | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 97.90 | 97,928.15 | | 121,440.00 | 23,511.85 | | |
| Acquired 09/13/11 | 200 | 86.88 | 17,396.39 | | 24,288.00 | 6,891.61 | | |
| **Total** | **1,200** | | **$115,324.54** | **121.4400** | **$145,728.00** | **$30,403.46** | **$2,880.00** | **1.98** |
| WAL-MART STORES INC | | | | | | | | |
| WMT | | | | | | | | |
| Acquired 01/09/09 nc | 300 | 51.71 | 15,518.68 | | 21,780.00 | 6,261.32 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 36,300.00 | 9,326.05 | | |
| Acquired 04/26/12 | 200 | 59.12 | 11,844.41 | | 14,520.00 | 2,675.59 | | |
| **Total** | **1,000** | | **$54,337.04** | **72.6000** | **$72,600.00** | **$18,262.96** | **$1,590.00** | **2.19** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total Stocks and ETFs** | | | **$1,958,330.89** | | **$2,107,854.62** | **$149,523.73** | **$37,062.50** | **1.76** |
| **Total Stocks, options & ETFs** | | | **$1,958,330.89** | | **$2,107,854.62** | **$149,523.73** | **$37,062.50** | **1.76** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS HDPEX | | | | | | | | |
| Acquired 01/12/10 nc | 9,285.05100 | 10.77 | 100,018.95 | | 119,219.96 | 19,201.01 | | |
| Reinvestments m | 930.56700 | 11.55 | 10,749.49 | | 11,948.57 | 1,199.08 | | |
| **Total** | **10,215.61800** | | **$110,768.44** | **12.8400** | **$131,168.53** | **$20,400.09** | **$2,748.00** | **2.10** |
| HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS HDPBX | | | | | | | | |
| Acquired 12/30/10 nc | 9,225.09200 | 10.84 | 100,018.95 | | 111,715.77 | 11,696.82 | | |
| Reinvestments nc | 67.17800 | 10.73 | 721.49 | | 813.61 | 92.12 | | |
| **Total** | **9,292.27000** | | **$100,740.44** | **12.1100** | **$112,529.38** | **$11,788.94** | **$724.79** | **0.64** |
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 108,820.79 | 8,801.84 | | |
| Acquired 06/21/10 nc | 6,162.46800 | 11.68 | 71,996.58 | | 74,504.30 | 2,507.72 | | |
| Acquired 12/28/11 nc | 1,504.51400 | 9.97 | 15,005.95 | | 18,189.59 | 3,183.64 | | |
| Reinvestments nc | 482.37300 | 11.05 | 5,333.63 | | 5,831.90 | 498.27 | | |
| **Total** | **17,150.25500** | | **$192,355.11** | **12.0900** | **$207,346.58** | **$14,991.47** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES FUND<br>PROFESSIONALLY MANAGED<br>PORTFOLIOS<br>HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 112,506.42 | 12,487.47 | | |
| Acquired 06/21/10 nc | 3,646.28300 | 19.74 | 71,996.58 | | 79,379.62 | 7,383.04 | | |
| **Total** | **8,814.24200** | | **$172,015.53** | **21.7700** | **$191,886.04** | **$19,870.51** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$575,879.52** | | **$642,930.53** | **$67,051.01** | **$3,472.79** | **0.54** |
| **Total Mutual Funds** | | | **$575,879.52** | | **$642,930.53** | **$67,051.01** | **$3,472.79** | **0.54** |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 08/01 | | | | BEGINNING BALANCE | | | 15,106.05 |
| 08/01 | Cash | DIVIDEND | | FREEPORT-MCMORAN COPPER & GOLD INC CLASS B<br>080112 1,450 | | 453.13 | 15,559.18 |
| 08/07 | Cash | SALE | -1,000.00000 | ANCESTRY.COM INC | 32.0510 | 32,031.33 | 47,590.51 |
| 08/10 | Cash | PURCHASE | 1,500.00000 | COOPER TIRE & RUBBER CO | 19.2945 | -28,960.70 | 18,629.81 |
| 08/15 | Cash | DIVIDEND | | JEFFERIES GROUP<br>081512 1,500 | | 112.50 | |
| 08/15 | Cash | DIVIDEND | | PROCTER & GAMBLE CO<br>081512 1,000 | | 562.00 | 19,304.31 |
| 08/20 | Cash | ROYALTY PYMT | | MESABI TRUST CTF BEN INT<br>082012 500 | | 320.00 | 19,624.31 |
| 08/21 | Cash | SALE | -2,500.00000 | PULTE GROUP INC | 12.7950 | 31,967.83 | |
| 08/21 | Cash | PURCHASE | 1,500.00000 | JEFFERIES GROUP | 13.9957 | -21,012.50 | |
| 08/21 | Cash | PURCHASE | 1,000.00000 | MICHAEL KORS HOLDINGS LTD | 52.2646 | -52,283.55 | -21,703.91 |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 08/22 | Cash | SALE | -3,500.00000 | CHICOS FAS INC | 18.2676 | 63,916.22 | |
| 08/22 | Cash | PURCHASE | 1,500.00000 | SHOE CARNIVAL INC | 23.6698 | -35,523.65 | 6,688.66 |
| 08/24 | Cash | DIVIDEND | | COSTCO WHSL CORP NEW COM<br>082412 1,000 | | 275.00 | |
| 08/24 | Cash | INTEREST | | BANK DEPOSIT SWEEP | | 0.19 | 6,963.85 |
| 08/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>083112 6,963 | | 0.02 | 6,963.87 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 08/01 | | BEGINNING BALANCE | 927.58 |
| 08/01 | TRANSFER TO | BANK DEPOSIT SWEEP | 14,178.47 |
| 08/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 453.13 |
| 08/13 | TRANSFER TO | BANK DEPOSIT SWEEP | 32,031.33 |
| 08/15 | TRANSFER FROM | BANK DEPOSIT SWEEP | -28,960.70 |
| 08/16 | TRANSFER TO | BANK DEPOSIT SWEEP | 674.50 |
| 08/21 | TRANSFER TO | BANK DEPOSIT SWEEP | 320.00 |
| 08/24 | TRANSFER FROM | BANK DEPOSIT SWEEP | -19,624.31 |
| 08/28 | TRANSFER TO | BANK DEPOSIT SWEEP | 6,963.85 |
| 08/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.02 |
| 08/31 | | ENDING BALANCE | 6,963.87 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 8,630.78 | 0.00 | 8,630.78 | 19,112.76 | -3,648.54 | 15,464.22 |
| Long term | 41,865.37 | 0.00 | 41,865.37 | 81,209.32 | -32,850.07 | 48,359.25 |
| **Total Realized Gain/Loss** | **$50,496.15** | **$0.00** | **$50,496.15** | **$100,322.08** | **-$36,498.61** | **$63,823.47** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Realized Gain/Loss Detail

### Short term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| ANCESTRY.COM INC | 500.00000 | 22.5654 | 10/28/11 | 08/07/12 | 16,015.66 | 11,301.65 | 4,714.01 |
| | 500.00000 | 24.1599 | 03/08/12 | 08/07/12 | 16,015.67 | 12,098.90 | 3,916.77 |
| **Total Short term** | | | | | **$32,031.33** | **$23,400.55** | **$8,630.78** |

### Long term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| CHICOS FAS INC | 3,500.00000 | 9.9995 | 10/06/10nc | 08/22/12 | 63,916.22 | 35,012.14 | 28,904.08 |
| PULTE GROUP INC | 2,500.00000 | 7.5972 | 12/22/10nc | 08/21/12 | 31,967.83 | 19,006.54 | 12,961.29 |
| **Total Long term** | | | | | **$95,884.05** | **$54,018.68** | **$41,865.37** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

# Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



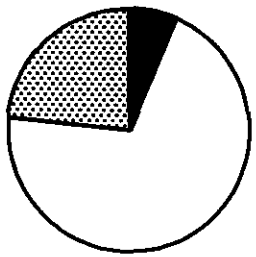
**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$2,757,749.02** | **$2,555,969.51** |
| Income earned | 6,155.62 | 32,642.95 |
| Change in value | 28,230.70 | 203,522.88 |
| **Closing value** | **$2,792,135.34** | **$2,792,135.34** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON AUG 31 | % | CURRENT VALUE ON SEP 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 6,963.87 | 0.25 | 180,391.02 | 6.46 | 1 |
| | Stocks, options & ETFs | 2,107,854.62 | 76.43 | 1,959,042.80 | 70.16 | 36,732 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 642,930.53 | 23.31 | 652,701.52 | 23.38 | 3,472 |
| | **Asset value** | **$2,757,749.02** | **100%** | **$2,792,135.34** | **100%** | **$40,205** |

**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$6,963.87** | |
| Income and distributions | 6,155.62 | 32,642.95 |
| Securities sold and redeemed | 177,030.48 | 663,415.10 |
| **Net additions to cash** | **$183,186.10** | **$696,058.05** |
| Securities purchased | -9,758.95 | -563,729.01 |
| Other subtractions | 0.00 | -11,301.45 |
| **Net subtractions from cash** | **-$9,758.95** | **-$575,030.46** |
| **Closing value of cash and sweep balances** | **$180,391.02** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.12 | 2.52 |
| | Ordinary dividends and ST capital gains | 0.00 | 1,387.22 |
| | Qualified dividends | 6,155.50 | 28,685.57 |
| | Other | 0.00 | 352.50 |
| | **Total taxable income** | **$6,155.62** | **$30,427.81** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$6,155.62** | **$30,427.81** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 27,548.84 | 43,013.06 |
| Long term (L) | 26,319.41 | 74,678.66 |
| **Total** | **$53,868.25** | **$117,691.72** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK & TRUST CO<br>COLLATERAL ACCOUNT FBO<br>MARKEN INTEREST, LTD<br>A PARTNERSHIP |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5538-0688 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 177,030.48 | 663,415.10 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 167,549.03 | 0.00 |
| BANK DEPOSIT SWEEP | 0.01 | 12,841.99 | 1.28 |
| Interest Period 09/01/12 - 09/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$180,391.02** | **$1.28** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| AH BELO CORP | | | | | | | | |
| AHC | | | | | | | | |
| Acquired 06/13/11 | 10,000 | 6.69 | 66,932.95 | | 48,300.00 | -18,632.95 | | |
| Acquired 08/01/11 | 3,000 | 6.21 | 18,657.05 | | 14,490.00 | -4,167.05 | | |
| Acquired 12/29/11 | 7,000 | 4.37 | 30,672.65 | | 33,810.00 | 3,137.35 | | |
| Acquired 09/27/12 | 2,000 | 4.87 | 9,758.95 | | 9,660.00 | -98.95 | | |
| **Total** | **22,000** | | **$126,021.60** | **4.8300** | **$106,260.00** | **-$19,761.60** | **$5,280.00** | **4.97** |
| BOEING CO | | | | | | | | |
| BA | | | | | | | | |
| Acquired 10/06/10 nc | 500 | 68.97 | 34,507.05 | | 34,797.50 | 290.45 | | |
| Acquired 11/15/10 nc | 650 | 63.56 | 41,336.40 | | 45,236.75 | 3,900.35 | | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 01/12/11 | 250 | 69.85 | 17,483.55 | | 17,398.75 | -84.80 | | |
| **Total** | **1,400** | | **$93,327.00** | **69.5950** | **$97,433.00** | **$4,106.00** | **$2,464.00** | **2.53** |
| CHEVRON CORPORATION | | | | | | | | |
| CVX | | | | | | | | |
| Acquired 03/28/05 nc | 300 | 58.45 | 17,558.95 | | 34,968.00 | 17,409.05 | | |
| Acquired 05/05/05 nc | 700 | 53.43 | 37,448.95 | | 81,592.00 | 44,143.05 | | |
| **Total** | **1,000** | | **$55,007.90** | **116.5600** | **$116,560.00** | **$61,552.10** | **$3,600.00** | **3.09** |
| COOPER TIRE & RUBBER CO | | | | | | | | |
| CTB | | | | | | | | |
| Acquired 08/10/12 | 1,500 | 19.29 | 28,960.70 | 19.1800 | 28,770.00 | -190.70 | 630.00 | 2.18 |
| COSTCO WHSL CORP NEW | | | | | | | | |
| COM | | | | | | | | |
| COST | | | | | | | | |
| Acquired 01/12/11 | 700 | 71.56 | 50,112.19 | 100.1600 | 70,112.00 | 19,999.81 | 770.00 | 1.09 |
| CROCS INC | | | | | | | | |
| CROX | | | | | | | | |
| Acquired 01/13/12 | 2,250 | 18.29 | 41,173.03 | | 36,472.50 | -4,700.53 | | |
| Acquired 04/26/12 | 750 | 20.08 | 15,078.95 | | 12,157.50 | -2,921.45 | | |
| Acquired 07/05/12 | 1,000 | 16.97 | 16,990.45 | | 16,210.00 | -780.45 | | |
| Acquired 07/26/12 | 3,000 | 15.83 | 47,522.45 | | 48,630.00 | 1,107.55 | | |
| **Total** | **7,000** | | **$120,764.88** | **16.2100** | **$113,470.00** | **-$7,294.88** | **N/A** | **N/A** |
| CROSS A T CO CL A COM | | | | | | | | |
| ATX | | | | | | | | |
| Acquired 08/23/11 | 1,000 | 9.70 | 9,718.95 | | 9,970.00 | 251.05 | | |
| Acquired 09/15/11 | 1,200 | 10.00 | 12,025.79 | | 11,964.00 | -61.79 | | |
| Acquired 09/16/11 | 2,800 | 10.15 | 28,454.63 | | 27,916.00 | -538.63 | | |
| **Total** | **5,000** | | **$50,199.37** | **9.9700** | **$49,850.00** | **-$349.37** | **N/A** | **N/A** |
| DISNEY WALT COMPANY | | | | | | | | |
| DIS | | | | | | | | |
| Acquired 06/20/12 | 100 | 47.85 | 4,804.37 | 52.2800 | 5,228.00 | 423.63 | 60.00 | 1.14 |
| E M C CORP MASS | | | | | | | | |
| EMC | | | | | | | | |
| Acquired 02/08/12 | 450 | 26.17 | 11,799.68 | | 12,271.50 | 471.82 | | |
| Acquired 03/08/12 | 550 | 28.54 | 15,718.98 | | 14,998.50 | -720.48 | | |
| **Total** | **1,000** | | **$27,518.66** | **27.2700** | **$27,270.00** | **-$248.66** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
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MARKEN INTEREST, LTD
A PARTNERSHIP
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| EXXON MOBIL CORP | | | | | | | | |
| XOM | | | | | | | | |
| Acquired 10/08/04 nc | 1,000 | 50.11 | 50,175.95 | | 91,450.00 | 41,274.05 | | |
| Acquired 02/11/05 nc | 500 | 56.08 | 28,075.95 | | 45,725.00 | 17,649.05 | | |
| **Total** | **1,500** | | **$78,251.90** | **91.4500** | **$137,175.00** | **$58,923.10** | **$3,420.00** | **2.49** |
| FREEPORT-MCMORAN COPPER & GOLD INC | | | | | | | | |
| CLASS B | | | | | | | | |
| FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | | 39,580.00 | 428.85 | | |
| Acquired 05/17/12 | 450 | 32.58 | 14,682.56 | | 17,811.00 | 3,128.44 | | |
| **Total** | **1,450** | | **$53,833.71** | **39.5800** | **$57,391.00** | **$3,557.29** | **$1,812.50** | **3.16** |
| HALLIBURTON COMPANY | | | | | | | | |
| HAL | | | | | | | | |
| Acquired 10/21/04 nc | 1,000 | 17.42 | 17,457.97 | | 33,690.00 | 16,232.03 | | |
| Acquired 05/04/05 nc | 1,000 | 21.27 | 21,305.95 | | 33,690.00 | 12,384.05 | | |
| Acquired 04/21/11 | 50 | 49.87 | 2,512.94 | | 1,684.50 | -828.44 | | |
| **Total** | **2,050** | | **$41,276.86** | **33.6900** | **$69,064.50** | **$27,787.64** | **$738.00** | **1.07** |
| HYPERDYNAMICS CORP | | | | | | | | |
| HDY | | | | | | | | |
| Acquired 12/22/10 nc | 2,500 | 4.86 | 12,190.70 | | 1,825.00 | -10,365.70 | | |
| Acquired 02/02/11 | 5,000 | 4.74 | 23,762.95 | | 3,650.00 | -20,112.95 | | |
| Acquired 03/25/11 | 7,500 | 5.36 | 40,248.95 | | 5,475.00 | -34,773.95 | | |
| Acquired 06/13/11 | 5,000 | 4.54 | 22,749.95 | | 3,650.00 | -19,099.95 | | |
| Acquired 07/14/11 | 5,000 | 4.23 | 21,204.45 | | 3,650.00 | -17,554.45 | | |
| Acquired 12/29/11 | 5,000 | 2.30 | 11,564.95 | | 3,650.00 | -7,914.95 | | |
| **Total** | **30,000** | | **$131,721.95** | **0.7300** | **$21,900.00** | **-$109,821.95** | **N/A** | **N/A** |
| JEFFERIES GROUP | | | | | | | | |
| JEF | | | | | | | | |
| Acquired 03/08/12 | 1,500 | 16.73 | 25,122.35 | | 20,535.00 | -4,587.35 | | |
| Acquired 08/21/12 | 1,500 | 13.99 | 21,012.50 | | 20,535.00 | -477.50 | | |
| **Total** | **3,000** | | **$46,134.85** | **13.6900** | **$41,070.00** | **-$5,064.85** | **$900.00** | **2.19** |
| JOHNSON & JOHNSON | | | | | | | | |
| JNJ | | | | | | | | |
| Acquired 04/17/07 nc | 300 | 64.66 | 19,423.09 | | 20,673.00 | 1,249.91 | | |
| Acquired 04/25/07 nc | 200 | 64.87 | 12,991.95 | | 13,782.00 | 790.05 | | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 08/20/07 nc | 500 | 61.65 | 30,863.65 | | 34,455.00 | 3,591.35 | | |
| Acquired 02/26/10 nc | 500 | 63.19 | 31,617.25 | | 34,455.00 | 2,837.75 | | |
| **Total** | **1,500** | | **$94,895.94** | **68.9100** | **$103,365.00** | **$8,469.06** | **$3,660.00** | **3.54** |
| KANSAS CITY SOUTHERN NEW KSU | | | | | | | | |
| Acquired 03/16/12 | 250 | 74.72 | 18,700.93 | | 18,945.00 | 244.07 | | |
| Acquired 05/02/12 | 250 | 76.08 | 19,038.95 | | 18,945.00 | -93.95 | | |
| **Total** | **500** | | **$37,739.88** | **75.7800** | **$37,890.00** | **$150.12** | **$390.00** | **1.03** |
| MICHAEL KORS HOLDINGS LTD KORS | | | | | | | | |
| Acquired 08/21/12 | 1,000 | 52.26 | 52,283.55 | 53.1800 | 53,180.00 | 896.45 | N/A | N/A |
| MICROSOFT CORP MSFT | | | | | | | | |
| Acquired 03/04/11 | 3,000 | 26.14 | 78,452.15 | 29.7600 | 89,280.00 | 10,827.85 | 2,760.00 | 3.09 |
| NATIONAL OILWELL VARCO INC NOV | | | | | | | | |
| Acquired 10/28/11 | 200 | 74.09 | 14,838.19 | | 16,022.00 | 1,183.81 | | |
| Acquired 12/15/11 | 200 | 67.20 | 13,458.95 | | 16,022.00 | 2,563.05 | | |
| Acquired 05/02/12 | 600 | 74.64 | 44,802.95 | | 48,066.00 | 3,263.05 | | |
| **Total** | **1,000** | | **$73,100.09** | **80.1100** | **$80,110.00** | **$7,009.91** | **$480.00** | **0.60** |
| PROCTER & GAMBLE CO PG | | | | | | | | |
| Acquired 02/26/10 nc | 1,000 | 63.22 | 63,245.25 | 69.3600 | 69,360.00 | 6,114.75 | 2,248.00 | 3.24 |
| SANDRIDGE ENERGY INC SD | | | | | | | | |
| Acquired 12/30/10 nc | 3,500 | 7.35 | 25,763.20 | | 24,412.50 | -1,350.70 | | |
| Acquired 03/02/11 | 1,850 | 10.35 | 19,184.40 | | 12,903.75 | -6,280.65 | | |
| Acquired 08/11/11 | 4,650 | 7.42 | 34,557.29 | | 32,433.75 | -2,123.54 | | |
| **Total** | **10,000** | | **$79,504.89** | **6.9750** | **$69,750.00** | **-$9,754.89** | **N/A** | **N/A** |
| SCHLUMBERGER LTD SLB | | | | | | | | |
| Acquired 02/01/08 nc | 500 | 78.07 | 39,070.95 | | 36,165.00 | -2,905.95 | | |
| Acquired 02/12/08 nc | 500 | 82.29 | 41,180.95 | | 36,165.00 | -5,015.95 | | |
| Acquired 03/05/08 nc | 500 | 87.20 | 43,635.95 | | 36,165.00 | -7,470.95 | | |

First Dallas Securities

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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 10/17/08 nc | 1,000 | 49.84 | 49,914.95 | | 72,330.00 | 22,415.05 | | |
| **Total** | **2,500** | | **$173,802.80** | **72.3300** | **$180,825.00** | **$7,022.20** | **$2,750.00** | **1.52** |
| SHOE CARNIVAL INC SCVL | | | | | | | | |
| Acquired 08/22/12 | 1,500 | 23.66 | 35,523.65 | 23.5300 | 35,295.00 | -228.65 | 300.00 | 0.84 |
| TEXAS INDUSTRIES INC TXI | | | | | | | | |
| Acquired 03/29/05 nc | 500 | 41.51 | 20,752.72 | | 20,325.00 | -427.72 | | |
| Acquired 05/05/05 nc | 500 | 34.84 | 17,422.43 | | 20,325.00 | 2,902.57 | | |
| Acquired 10/02/08 nc | 1,022 | 39.66 | 40,606.74 | | 41,544.30 | 937.56 | | |
| **Total** | **2,022** | | **$78,781.89** | **40.6500** | **$82,194.30** | **$3,412.41** | **N/A** | **N/A** |
| UNION PACIFIC CORP UNP | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 97.90 | 97,928.15 | | 118,700.00 | 20,771.85 | | |
| Acquired 09/13/11 | 200 | 86.88 | 17,396.39 | | 23,740.00 | 6,343.61 | | |
| **Total** | **1,200** | | **$115,324.54** | **118.7000** | **$142,440.00** | **$27,115.46** | **$2,880.00** | **2.02** |
| WAL-MART STORES INC WMT | | | | | | | | |
| Acquired 01/09/09 nc | 300 | 51.71 | 15,518.68 | | 22,140.00 | 6,621.32 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 36,900.00 | 9,926.05 | | |
| Acquired 04/26/12 | 200 | 59.12 | 11,844.41 | | 14,760.00 | 2,915.59 | | |
| **Total** | **1,000** | | **$54,337.04** | **73.8000** | **$73,800.00** | **$19,462.96** | **$1,590.00** | **2.15** |
| **Total Stocks and ETFs** | | | **$1,844,927.61** | | **$1,959,042.80** | **$114,115.19** | **$36,732.50** | **1.88** |
| **Total Stocks, options & ETFs** | | | **$1,844,927.61** | | **$1,959,042.80** | **$114,115.19** | **$36,732.50** | **1.88** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS HDPEX | | | | | | | | |
| Acquired 01/12/10 nc | 9,285.05100 | 10.77 | 100,018.95 | | 121,819.78 | 21,800.83 | | |
| Reinvestments m | 930.56700 | 11.55 | 10,749.49 | | 12,209.12 | 1,459.63 | | |
| **Total** | **10,215.61800** | | **$110,768.44** | **13.1200** | **$134,028.90** | **$23,260.46** | **$2,748.00** | **2.05** |
| HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS HDPBX | | | | | | | | |
| Acquired 12/30/10 nc | 9,225.09200 | 10.84 | 100,018.95 | | 112,730.53 | 12,711.58 | | |
| Reinvestments nc | 67.17800 | 10.73 | 721.49 | | 821.00 | 99.51 | | |
| **Total** | **9,292.27000** | | **$100,740.44** | **12.2200** | **$113,551.53** | **$12,811.09** | **$724.79** | **0.64** |
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 110,800.99 | 10,782.04 | | |
| Acquired 06/21/10 nc | 6,162.46800 | 11.68 | 71,996.58 | | 75,859.98 | 3,863.40 | | |
| Acquired 12/28/11 nc | 1,504.51400 | 9.97 | 15,005.95 | | 18,520.63 | 3,514.68 | | |
| Reinvestments nc | 482.37300 | 11.05 | 5,333.63 | | 5,938.03 | 604.40 | | |
| **Total** | **17,150.25500** | | **$192,355.11** | **12.3100** | **$211,119.63** | **$18,764.52** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 113,746.73 | 13,727.78 | | |
| Acquired 06/21/10 nc | 3,646.28300 | 19.74 | 71,996.58 | | 80,254.73 | 8,258.15 | | |
| **Total** | **8,814.24200** | | **$172,015.53** | **22.0100** | **$194,001.46** | **$21,985.93** | **N/A** | **N/A** |

NORTH DALLAS BANK & TRUST CO
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MARKEN INTEREST, LTD
A PARTNERSHIP
SEPTEMBER 1 - SEPTEMBER 30, 2012
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## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total Open End Mutual Funds** | | | **$575,879.52** | | **$652,701.52** | **$76,822.00** | **$3,472.79** | **0.53** |
| **Total Mutual Funds** | | | **$575,879.52** | | **$652,701.52** | **$76,822.00** | **$3,472.79** | **0.53** |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 09/01 | | | | BEGINNING BALANCE | | | 6,963.87 |
| 09/04 | Cash | DIVIDEND | | WAL-MART STORES INC<br>090412 1,000 | | 397.50 | 7,361.37 |
| 09/07 | Cash | DIVIDEND | | BOEING CO<br>090712 1,400 | | 616.00 | |
| 09/07 | Cash | DIVIDEND | | AH BELO CORP<br>090712 20,000 | | 1,200.00 | 9,177.37 |
| 09/10 | Cash | DIVIDEND | | CHEVRON CORPORATION<br>091012 1,000 | | 900.00 | |
| 09/10 | Cash | DIVIDEND | | EXXON MOBIL CORP<br>091012 1,500 | | 855.00 | 10,932.37 |
| 09/11 | Cash | DIVIDEND | | JOHNSON & JOHNSON<br>091112 1,500 | | 915.00 | 11,847.37 |
| 09/13 | Cash | DIVIDEND | | MICROSOFT CORP<br>091312 3,000 | | 600.00 | 12,447.37 |
| 09/24 | Cash | DIVIDEND | | CHICOS FAS INC<br>092412 4,000 | | 210.00 | 12,657.37 |
| 09/26 | Cash | DIVIDEND | | HALLIBURTON COMPANY<br>092612 2,050 | | 184.50 | |
| 09/26 | Cash | SALE | -4,000.00000 | CHICOS FAS INC | 17.7466 | 70,965.86 | |
| 09/26 | Cash | SALE | -300.00000 | COSTCO WHSL CORP NEW COM | 101.3980 | 30,399.77 | |
| 09/26 | Cash | SALE | -5,000.00000 | PULTE GROUP INC | 15.1371 | 75,664.85 | 189,872.35 |
| 09/27 | Cash | PURCHASE | 2,000.00000 | AH BELO CORP | 4.8700 | -9,758.95 | 180,113.40 |

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## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 09/28 | Cash | DIVIDEND | | COOPER TIRE & RUBBER CO<br>092812 1,500 | | 157.50 | |
| 09/28 | Cash | DIVIDEND | | NATIONAL OILWELL VARCO INC<br>092812 1,000 | | 120.00 | |
| 09/28 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>092812 12,841 | | 0.12 | 180,391.02 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 09/01 | | BEGINNING BALANCE | 6,963.87 |
| 09/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 397.50 |
| 09/10 | TRANSFER TO | BANK DEPOSIT SWEEP | 1,816.00 |
| 09/11 | TRANSFER TO | BANK DEPOSIT SWEEP | 1,755.00 |
| 09/12 | TRANSFER TO | BANK DEPOSIT SWEEP | 915.00 |
| 09/14 | TRANSFER TO | BANK DEPOSIT SWEEP | 600.00 |
| 09/25 | TRANSFER TO | BANK DEPOSIT SWEEP | 210.00 |
| 09/27 | TRANSFER TO | BANK DEPOSIT SWEEP | 184.50 |
| 09/28 | REINVEST INT | BANK DEPOSIT SWEEP | 0.12 |
| 09/30 | | ENDING BALANCE | 12,841.99 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 27,548.84 | 0.00 | 27,548.84 | 46,661.60 | -3,648.54 | 43,013.06 |
| Long term | 26,319.41 | 0.00 | 26,319.41 | 107,528.73 | -32,850.07 | 74,678.66 |
| **Total Realized Gain/Loss** | **$53,868.25** | **$0.00** | **$53,868.25** | **$154,190.33** | **-$36,498.61** | **$117,691.72** |

First Dallas Securities

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COLLATERAL ACCOUNT FBO
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A PARTNERSHIP
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Realized Gain/Loss Detail

### Short term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| CHICOS FAS INC | 2,725.00000 | 15.2684 | 03/08/12 | 09/26/12 | 48,345.50 | 41,625.34 | 6,720.16 |
| PULTE GROUP INC | 1,000.00000 | 5.4800 | 11/18/11 | 09/26/12 | 15,132.97 | 5,498.95 | 9,634.02 |
| | 3,000.00000 | 11.3951 | 07/26/12 | 09/26/12 | 45,398.91 | 34,204.25 | 11,194.66 |
| **Total Short term** | | | | | **$108,877.38** | **$81,328.54** | **$27,548.84** |

### Long term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| CHICOS FAS INC | 1,275.00000 | 9.9995 | 10/06/10nc | 09/26/12 | 22,620.36 | 12,754.42 | 9,865.94 |
| COSTCO WHSL CORP NEW COM | 300.00000 | 71.5699 | 01/12/11 | 09/26/12 | 30,399.77 | 21,476.66 | 8,923.11 |
| PULTE GROUP INC | 1,000.00000 | 7.5972 | 12/22/10nc | 09/26/12 | 15,132.97 | 7,602.61 | 7,530.36 |
| **Total Long term** | | | | | **$68,153.10** | **$41,833.69** | **$26,319.41** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

# Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



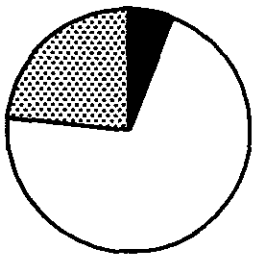
**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$2,792,135.34** | **$2,555,969.51** |
| Income earned | 2,475.88 | 35,118.83 |
| Change in value | -56,786.00 | 146,736.88 |
| **Closing value** | **$2,737,825.22** | **$2,737,825.22** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON SEP 30 | % | CURRENT VALUE ON OCT 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 180,391.02 | 6.46 | 161,863.57 | 5.91 | 32 |
| | Stocks, options & ETFs | 1,959,042.80 | 70.16 | 1,934,630.06 | 70.66 | 38,332 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 652,701.52 | 23.38 | 641,331.59 | 23.42 | 3,727 |
| | **Asset value** | **$2,792,135.34** | **100%** | **$2,737,825.22** | **100%** | **$42,091** |

NORTH DALLAS BANK & TRUST CO
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## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$180,391.02** | |
| Income and distributions | 2,475.88 | 35,118.83 |
| Securities sold and redeemed | 24,983.19 | 688,398.29 |
| **Net additions to cash** | **$27,459.07** | **$723,517.12** |
| Securities purchased | -41,942.11 | -605,671.12 |
| Other subtractions | -4,044.41 | -15,345.86 |
| **Net subtractions from cash** | **-$45,986.52** | **-$621,016.98** |
| **Closing value of cash and sweep balances** | **$161,863.57** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 2.72 | 5.24 |
| | Ordinary dividends and ST capital gains | 893.16 | 2,280.38 |
| | Qualified dividends | 1,580.00 | 30,265.57 |
| | Other | 0.00 | 352.50 |
| | **Total taxable income** | **$2,475.88** | **$32,903.69** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$2,475.88** | **$32,903.69** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | -2,535.47 | 40,477.59 |
| Long term (L) | 0.00 | 74,678.66 |
| **Total** | **-$2,535.47** | **$115,156.25** |

**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK & TRUST CO<br>COLLATERAL ACCOUNT FBO<br>MARKEN INTEREST, LTD<br>A PARTNERSHIP |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5538-0688 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 24,983.19 | 688,398.29 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.02 | 161,863.57 | 32.37 |
| Interest Period 10/01/12 - 10/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$161,863.57** | **$32.37** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| AH BELO CORP<br>AHC | | | | | | | | |
| Acquired 06/13/11 | 10,000 | 6.69 | 66,932.95 | | 50,000.00 | -16,932.95 | | |
| Acquired 08/01/11 | 3,000 | 6.21 | 18,657.05 | | 15,000.00 | -3,657.05 | | |
| Acquired 12/29/11 | 7,000 | 4.37 | 30,672.65 | | 35,000.00 | 4,327.35 | | |
| Acquired 09/27/12 | 2,000 | 4.87 | 9,758.95 | | 10,000.00 | 241.05 | | |
| **Total** | **22,000** | | **$126,021.60** | **5.0000** | **$110,000.00** | **-$16,021.60** | **$5,280.00** | **4.80** |
| BELO CORP-A<br>BLC | | | | | | | | |
| Acquired 10/04/12 | 5,000 | 8.20 | 41,048.95 | 7.4800 | 37,400.00 | -3,648.95 | 1,600.00 | 4.27 |
| BOEING CO<br>BA | | | | | | | | |
| Acquired 10/06/10 nc | 500 | 68.97 | 34,507.05 | | 35,220.00 | 712.95 | | |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 11/15/10 nc | 650 | 63.56 | 41,336.40 | | 45,786.00 | 4,449.60 | | |
| Acquired 01/12/11 | 250 | 69.85 | 17,483.55 | | 17,610.00 | 126.45 | | |
| **Total** | **1,400** | | **$93,327.00** | **70.4400** | **$98,616.00** | **$5,289.00** | **$2,464.00** | **2.50** |
| CHEVRON CORPORATION CVX | | | | | | | | |
| Acquired 03/28/05 nc | 300 | 58.45 | 17,558.95 | | 33,072.21 | 15,513.26 | | |
| Acquired 05/05/05 nc | 700 | 53.43 | 37,448.95 | | 77,168.49 | 39,719.54 | | |
| **Total** | **1,000** | | **$55,007.90** | **110.2407** | **$110,240.70** | **$55,232.80** | **$3,600.00** | **3.27** |
| COOPER TIRE & RUBBER CO CTB | | | | | | | | |
| Acquired 08/10/12 | 1,500 | 19.29 | 28,960.70 | 20.1300 | 30,195.00 | 1,234.30 | 630.00 | 2.08 |
| COSTCO WHSL CORP NEW COM COST | | | | | | | | |
| Acquired 01/12/11 | 700 | 71.56 | 50,112.19 | 98.4300 | 68,901.00 | 18,788.81 | 770.00 | 1.11 |
| CROCS INC CROX | | | | | | | | |
| Acquired 01/13/12 | 2,250 | 18.29 | 41,173.03 | | 28,350.00 | -12,823.03 | | |
| Acquired 04/26/12 | 750 | 20.08 | 15,078.95 | | 9,450.00 | -5,628.95 | | |
| Acquired 07/05/12 | 1,000 | 16.97 | 16,990.45 | | 12,600.00 | -4,390.45 | | |
| Acquired 07/26/12 | 3,000 | 15.83 | 47,522.45 | | 37,800.00 | -9,722.45 | | |
| **Total** | **7,000** | | **$120,764.88** | **12.6000** | **$88,200.00** | **-$32,564.88** | **N/A** | **N/A** |
| CROSS A T CO CL A COM ATX | | | | | | | | |
| Acquired 08/23/11 | 1,000 | 9.70 | 9,718.95 | | 9,470.00 | -248.95 | | |
| Acquired 09/15/11 | 1,200 | 10.00 | 12,025.79 | | 11,364.00 | -661.79 | | |
| Acquired 09/16/11 | 2,800 | 10.15 | 28,454.63 | | 26,516.00 | -1,938.63 | | |
| **Total** | **5,000** | | **$50,199.37** | **9.4700** | **$47,350.00** | **-$2,849.37** | **N/A** | **N/A** |
| DISNEY WALT COMPANY DIS | | | | | | | | |
| Acquired 06/20/12 | 100 | 47.85 | 4,804.37 | 49.1200 | 4,912.00 | 107.63 | 60.00 | 1.22 |
| EXXON MOBIL CORP XOM | | | | | | | | |
| Acquired 10/08/04 nc | 1,000 | 50.11 | 50,175.95 | | 91,170.00 | 40,994.05 | | |
| Acquired 02/11/05 nc | 500 | 56.08 | 28,075.95 | | 45,585.00 | 17,509.05 | | |
| **Total** | **1,500** | | **$78,251.90** | **91.1700** | **$136,755.00** | **$58,503.10** | **$3,420.00** | **2.50** |

NORTH DALLAS BANK & TRUST CO
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MARKEN INTEREST, LTD
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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | | 38,880.00 | -271.15 | | |
| Acquired 05/17/12 | 450 | 32.58 | 14,682.56 | | 17,496.00 | 2,813.44 | | |
| **Total** | **1,450** | | **$53,833.71** | **38.8800** | **$56,376.00** | **$2,542.29** | **$1,812.50** | **3.22** |
| HALLIBURTON COMPANY HAL | | | | | | | | |
| Acquired 10/21/04 nc | 1,000 | 17.42 | 17,457.97 | | 32,290.00 | 14,832.03 | | |
| Acquired 05/04/05 nc | 1,000 | 21.27 | 21,305.95 | | 32,290.00 | 10,984.05 | | |
| Acquired 04/21/11 | 50 | 49.87 | 2,512.94 | | 1,614.50 | -898.44 | | |
| **Total** | **2,050** | | **$41,276.86** | **32.2900** | **$66,194.50** | **$24,917.64** | **$738.00** | **1.11** |
| HYPERDYNAMICS CORP HDY | | | | | | | | |
| Acquired 12/22/10 nc | 2,500 | 4.86 | 12,190.70 | | 2,175.00 | -10,015.70 | | |
| Acquired 02/02/11 | 5,000 | 4.74 | 23,762.95 | | 4,350.00 | -19,412.95 | | |
| Acquired 03/25/11 | 7,500 | 5.36 | 40,248.95 | | 6,525.00 | -33,723.95 | | |
| Acquired 06/13/11 | 5,000 | 4.54 | 22,749.95 | | 4,350.00 | -18,399.95 | | |
| Acquired 07/14/11 | 5,000 | 4.23 | 21,204.45 | | 4,350.00 | -16,854.45 | | |
| Acquired 12/29/11 | 5,000 | 2.30 | 11,564.95 | | 4,350.00 | -7,214.95 | | |
| **Total** | **30,000** | | **$131,721.95** | **0.8700** | **$26,100.00** | **-$105,621.95** | **N/A** | **N/A** |
| JEFFERIES GROUP JEF | | | | | | | | |
| Acquired 03/08/12 | 1,500 | 16.73 | 25,122.35 | | 21,360.00 | -3,762.35 | | |
| Acquired 08/21/12 | 1,500 | 13.99 | 21,012.50 | | 21,360.00 | 347.50 | | |
| **Total** | **3,000** | | **$46,134.85** | **14.2400** | **$42,720.00** | **-$3,414.85** | **$900.00** | **2.11** |
| JOHNSON & JOHNSON JNJ | | | | | | | | |
| Acquired 04/17/07 nc | 300 | 64.66 | 19,423.09 | | 21,246.00 | 1,822.91 | | |
| Acquired 04/25/07 nc | 200 | 64.87 | 12,991.95 | | 14,164.00 | 1,172.05 | | |
| Acquired 08/20/07 nc | 500 | 61.65 | 30,863.65 | | 35,410.00 | 4,546.35 | | |
| Acquired 02/26/10 nc | 500 | 63.19 | 31,617.25 | | 35,410.00 | 3,792.75 | | |
| **Total** | **1,500** | | **$94,895.94** | **70.8200** | **$106,230.00** | **$11,334.06** | **$3,660.00** | **3.45** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| KANSAS CITY SOUTHERN NEW<br>KSU | | | | | | | | |
| Acquired 03/16/12 | 250 | 74.72 | 18,700.93 | | 20,115.00 | 1,414.07 | | |
| Acquired 05/02/12 | 250 | 76.08 | 19,038.95 | | 20,115.00 | 1,076.05 | | |
| **Total** | **500** | | **$37,739.88** | **80.4600** | **$40,230.00** | **$2,490.12** | **$390.00** | **0.97** |
| MICHAEL KORS HOLDINGS<br>LTD<br>KORS | | | | | | | | |
| Acquired 08/21/12 | 1,000 | 52.26 | 52,283.55 | 54.6900 | 54,690.00 | 2,406.45 | N/A | N/A |
| MICROSOFT CORP<br>MSFT | | | | | | | | |
| Acquired 03/04/11 | 3,000 | 26.14 | 78,452.15 | 28.5400 | 85,620.00 | 7,167.85 | 2,760.00 | 3.22 |
| NATIONAL OILWELL VARCO<br>INC<br>NOV | | | | | | | | |
| Acquired 10/28/11 | 200 | 74.09 | 14,838.19 | | 14,740.00 | -98.19 | | |
| Acquired 12/15/11 | 200 | 67.20 | 13,458.95 | | 14,740.00 | 1,281.05 | | |
| Acquired 05/02/12 | 600 | 74.64 | 44,802.95 | | 44,220.00 | -582.95 | | |
| **Total** | **1,000** | | **$73,100.09** | **73.7000** | **$73,700.00** | **$599.91** | **$480.00** | **0.65** |
| PROCTER & GAMBLE CO<br>PG | | | | | | | | |
| Acquired 02/26/10 nc | 1,000 | 63.22 | 63,245.25 | 69.2400 | 69,240.00 | 5,994.75 | 2,248.00 | 3.24 |
| SANDRIDGE ENERGY INC<br>SD | | | | | | | | |
| Acquired 12/30/10 nc | 3,500 | 7.35 | 25,763.20 | | 21,770.00 | -3,993.20 | | |
| Acquired 03/02/11 | 1,850 | 10.35 | 19,184.40 | | 11,507.00 | -7,677.40 | | |
| Acquired 08/11/11 | 4,650 | 7.42 | 34,557.29 | | 28,923.00 | -5,634.29 | | |
| **Total** | **10,000** | | **$79,504.89** | **6.2200** | **$62,200.00** | **-$17,304.89** | **N/A** | **N/A** |
| SCHLUMBERGER LTD<br>SLB | | | | | | | | |
| Acquired 02/01/08 nc | 500 | 78.07 | 39,070.95 | | 34,765.00 | -4,305.95 | | |
| Acquired 02/12/08 nc | 500 | 82.29 | 41,180.95 | | 34,765.00 | -6,415.95 | | |
| Acquired 03/05/08 nc | 500 | 87.20 | 43,635.95 | | 34,765.00 | -8,870.95 | | |
| Acquired 10/17/08 nc | 1,000 | 49.84 | 49,914.95 | | 69,530.00 | 19,615.05 | | |
| **Total** | **2,500** | | **$173,802.80** | **69.5300** | **$173,825.00** | **$22.20** | **$2,750.00** | **1.58** |

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
OCTOBER 1 - OCTOBER 31, 2012
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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| SHOE CARNIVAL INC<br>SCVL | | | | | | | | |
| Acquired 08/22/12 | 1,500 | 23.66 | 35,523.65 | 23.3800 | 35,070.00 | -453.65 | 300.00 | 0.85 |
| TEXAS INDUSTRIES INC<br>TXI | | | | | | | | |
| Acquired 03/29/05 nc | 500 | 41.51 | 20,752.72 | | 21,565.00 | 812.28 | | |
| Acquired 05/05/05 nc | 500 | 34.84 | 17,422.43 | | 21,565.00 | 4,142.57 | | |
| Acquired 10/02/08 nc | 1,022 | 39.66 | 40,606.74 | | 44,078.86 | 3,472.12 | | |
| **Total** | **2,022** | | **$78,781.89** | **43.1300** | **$87,208.86** | **$8,426.97** | **N/A** | **N/A** |
| UNION PACIFIC CORP<br>UNP | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 97.90 | 97,928.15 | | 123,030.00 | 25,101.85 | | |
| Acquired 09/13/11 | 200 | 86.88 | 17,396.39 | | 24,606.00 | 7,209.61 | | |
| **Total** | **1,200** | | **$115,324.54** | **123.0300** | **$147,636.00** | **$32,311.46** | **$2,880.00** | **1.95** |
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 01/09/09 nc | 300 | 51.71 | 15,518.68 | | 22,506.00 | 6,987.32 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 37,510.00 | 10,536.05 | | |
| Acquired 04/26/12 | 200 | 59.12 | 11,844.41 | | 15,004.00 | 3,159.59 | | |
| **Total** | **1,000** | | **$54,337.04** | **75.0200** | **$75,020.00** | **$20,682.96** | **$1,590.00** | **2.12** |
| **Total Stocks and ETFs** | | | **$1,858,457.90** | | **$1,934,630.06** | **$76,172.16** | **$38,332.50** | **1.98** |
| **Total Stocks, options & ETFs** | | | **$1,858,457.90** | | **$1,934,630.06** | **$76,172.16** | **$38,332.50** | **1.98** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

# Mutual Funds

## Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS HDPEX | | | | | | | | |
| Acquired 01/12/10 nc | 9,285.05100 | 10.77 | 100,018.95 | | 120,798.42 | 20,779.47 | | |
| Reinvestments m | 998.64300 | 11.65 | 11,642.65 | | 12,992.43 | 1,349.78 | | |
| **Total** | **10,283.69400** | | **$111,661.60** | **13.0100** | **$133,790.85** | **$22,129.25** | **$3,002.83** | **2.24** |
| HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS HDPBX | | | | | | | | |
| Acquired 12/30/10 nc | 9,225.09200 | 10.84 | 100,018.95 | | 111,254.52 | 11,235.57 | | |
| Reinvestments nc | 67.17800 | 10.73 | 721.49 | | 810.25 | 88.76 | | |
| **Total** | **9,292.27000** | | **$100,740.44** | **12.0600** | **$112,064.77** | **$11,324.33** | **$724.79** | **0.65** |
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 108,190.73 | 8,171.78 | | |
| Acquired 06/21/10 nc | 6,162.46800 | 11.68 | 71,996.58 | | 74,072.93 | 2,076.35 | | |
| Acquired 12/28/11 nc | 1,504.51400 | 9.97 | 15,005.95 | | 18,084.27 | 3,078.32 | | |
| Reinvestments nc | 482.37300 | 11.05 | 5,333.63 | | 5,798.13 | 464.50 | | |
| **Total** | **17,150.25500** | | **$192,355.11** | **12.0200** | **$206,146.06** | **$13,790.95** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 111,007.71 | 10,988.76 | | |
| Acquired 06/21/10 nc | 3,646.28300 | 19.74 | 71,996.58 | | 78,322.20 | 6,325.62 | | |
| **Total** | **8,814.24200** | | **$172,015.53** | **21.4800** | **$189,329.91** | **$17,314.38** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
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MARKEN INTEREST, LTD
A PARTNERSHIP
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## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total Open End Mutual Funds** | | | **$576,772.68** | | **$641,331.59** | **$64,558.91** | **$3,727.62** | **0.58** |
| **Total Mutual Funds** | | | **$576,772.68** | | **$641,331.59** | **$64,558.91** | **$3,727.62** | **0.58** |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 10/01 | | | | BEGINNING BALANCE | | | 180,391.02 |
| 10/01 | Cash | DIVIDEND | | UNION PACIFIC CORP<br>100112 1,200 | | 720.00 | 181,111.02 |
| 10/02 | Cash | DIVIDEND | | HODGES EQTY INCME FD<br>RETAIL CL PROFESSIONALLY<br>MNGD PORTFOLIOS<br>092812 10,215.61800<br>AS OF 9/28/12 | | 893.16 | |
| 10/02 | Cash | REINVEST DIV | 68.07600 | HODGES EQTY INCME FD<br>RETAIL CL PROFESSIONALLY<br>MNGD PORTFOLIOS<br>REINVEST AT 13.120 | | -893.16 | 181,111.02 |
| 10/03 | Cash | DIVIDEND | | KANSAS CITY SOUTHERN NEW<br>100312 500 | | 97.50 | 181,208.52 |
| 10/04 | Cash | PURCHASE | 5,000.00000 | BELO CORP-A | 8.2060 | -41,048.95 | 140,159.57 |
| 10/12 | Cash | DIVIDEND | | SCHLUMBERGER LTD<br>101212 2,500 | | 687.50 | 140,847.07 |
| 10/17 | Cash | ADVISORY FEE | | MANAGEMENT FEE | | -4,044.41 | 136,802.66 |
| 10/22 | Cash | DIVIDEND | | SHOE CARNIVAL INC<br>102212 1,500 | | 75.00 | |
| 10/22 | Cash | SALE | -1,000.00000 | E M C CORP MASS | 25.0027 | 24,983.19 | 161,860.85 |
| 10/25 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>INTEREST ADJ | | 0.17 | 161,861.02 |

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## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 10/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>103112 161,861 | | 2.55 | 161,863.57 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 10/01 | | BEGINNING BALANCE | 12,841.99 |
| 10/01 | TRANSFER TO | BANK DEPOSIT SWEEP | 277.50 |
| 10/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 167,991.53 |
| 10/04 | TRANSFER TO | BANK DEPOSIT SWEEP | 97.50 |
| 10/10 | TRANSFER FROM | BANK DEPOSIT SWEEP | -41,048.95 |
| 10/15 | TRANSFER TO | BANK DEPOSIT SWEEP | 687.50 |
| 10/18 | TRANSFER FROM | BANK DEPOSIT SWEEP | -4,044.41 |
| 10/23 | TRANSFER TO | BANK DEPOSIT SWEEP | 75.00 |
| 10/26 | TRANSFER TO | BANK DEPOSIT SWEEP | 24,983.36 |
| 10/31 | REINVEST INT | BANK DEPOSIT SWEEP | 2.55 |
| 10/31 | | ENDING BALANCE | 161,863.57 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 0.00 | -2,535.47 | -2,535.47 | 46,661.60 | -6,184.01 | 40,477.59 |
| Long term | 0.00 | 0.00 | 0.00 | 107,528.73 | -32,850.07 | 74,678.66 |
| **Total Realized Gain/Loss** | **$0.00** | **-$2,535.47** | **-$2,535.47** | **$154,190.33** | **-$39,034.08** | **$115,156.25** |

### Realized Gain/Loss Detail

### Short term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| E M C CORP MASS<br>CUSIP 268648102 | 450.00000 | 26.1794 | 02/08/12 | 10/22/12 | 11,242.43 | 11,799.68 | -557.25 |
| | 550.00000 | 28.5455 | 03/08/12 | 10/22/12 | 13,740.76 | 15,718.98 | -1,978.22 |
| **Total Short term** | | | | | **$24,983.19** | **$27,518.66** | **-$2,535.47** |

First Dallas Securities

# SNAPSHOT [redacted]



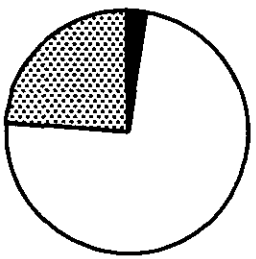
**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$2,737,825.22** | **$2,555,969.51** |
| Income earned | 13,328.70 | 48,447.53 |
| Change in value | 4,927.80 | 151,664.68 |
| **Closing value** | **$2,756,081.72** | **$2,756,081.72** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON OCT 31 | % | CURRENT VALUE ON NOV 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 161,863.57 | 5.91 | 68,688.59 | 2.49 | 13 |
| | Stocks, options & ETFs | 1,934,630.06 | 70.66 | 2,032,006.24 | 73.73 | 38,219 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 641,331.59 | 23.42 | 655,386.89 | 23.78 | 3,574 |
| | **Asset value** | **$2,737,825.22** | **100%** | **$2,756,081.72** | **100%** | **$41,806** |

**NORTH DALLAS BANK & TRUST CO**
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## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$161,863.57** | |
| Income and distributions | 13,328.70 | 48,447.53 |
| Securities sold and redeemed | 47,904.98 | 736,303.27 |
| **Net additions to cash** | **$61,233.68** | **$784,750.80** |
| Securities purchased | -154,408.66 | -760,079.78 |
| Other subtractions | 0.00 | -15,345.86 |
| **Net subtractions from cash** | **-$154,408.66** | **-$775,425.64** |
| **Closing value of cash and sweep balances** | **$68,688.59** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 2.41 | 7.65 |
| | Ordinary dividends and ST capital gains | 5,358.23 | 7,638.61 |
| | Qualified dividends | 1,432.63 | 31,698.20 |
| | Long term capital gains | 6,535.43 | 6,535.43 |
| | Other | 0.00 | 352.50 |
| | **Total taxable income** | **$13,328.70** | **$46,232.39** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$13,328.70** | **$46,232.39** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 1,770.13 | 42,247.72 |
| Long term (L) | 0.00 | 74,678.66 |
| **Total** | **$1,770.13** | **$116,926.38** |

First Dallas Securities

**SNAPSHOT** [redacted] 

**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK & TRUST CO<br>COLLATERAL ACCOUNT FBO<br>MARKEN INTEREST, LTD<br>A PARTNERSHIP |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5538-0688 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
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## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 47,904.98 | 736,303.27 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 192.50 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 68,496.09 | 13.69 |
| Interest Period 11/01/12 - 11/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$68,688.59** | **$13.69** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| AH BELO CORP | | | | | | | | |
| AHC | | | | | | | | |
| Acquired 06/13/11 | 10,000 | 6.69 | 66,932.95 | | 46,400.00 | -20,532.95 | | |
| Acquired 08/01/11 | 3,000 | 6.21 | 18,657.05 | | 13,920.00 | -4,737.05 | | |
| Acquired 12/29/11 | 7,000 | 4.37 | 30,672.65 | | 32,480.00 | 1,807.35 | | |
| Acquired 09/27/12 | 2,000 | 4.87 | 9,758.95 | | 9,280.00 | -478.95 | | |
| **Total** | **22,000** | | **$126,021.60** | **4.6400** | **$102,080.00** | **-$23,941.60** | **$5,280.00** | **5.17** |
| ATWOOD OCEANICS INC | | | | | | | | |
| ATW | | | | | | | | |
| Acquired 11/20/12 | 1,500 | 44.14 | 66,241.25 | 46.0000 | 69,000.00 | 2,758.75 | N/A | N/A |

First Dallas Securities

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MARKEN INTEREST, LTD
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ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BELO CORP-A<br>BLC | | | | | | | | |
| Acquired 10/04/12 | 5,000 | 8.20 | 41,048.95 | 7.2000 | 36,000.00 | -5,048.95 | 1,600.00 | 4.44 |
| BOEING CO<br>BA | | | | | | | | |
| Acquired 10/06/10 nc | 500 | 68.97 | 34,507.05 | | 37,140.00 | 2,632.95 | | |
| Acquired 11/15/10 nc | 650 | 63.56 | 41,336.40 | | 48,282.00 | 6,945.60 | | |
| Acquired 01/12/11 | 250 | 69.85 | 17,483.55 | | 18,570.00 | 1,086.45 | | |
| **Total** | **1,400** | | **$93,327.00** | **74.2800** | **$103,992.00** | **$10,665.00** | **$2,464.00** | **2.37** |
| CHEVRON CORPORATION<br>CVX | | | | | | | | |
| Acquired 03/28/05 nc | 300 | 58.45 | 17,558.95 | | 31,707.00 | 14,148.05 | | |
| Acquired 05/05/05 nc | 700 | 53.43 | 37,448.95 | | 73,983.00 | 36,534.05 | | |
| **Total** | **1,000** | | **$55,007.90** | **105.6900** | **$105,690.00** | **$50,682.10** | **$3,600.00** | **3.41** |
| CIRRUS LOGIC INC<br>CRUS | | | | | | | | |
| Acquired 11/20/12 | 1,500 | 30.23 | 45,369.95 | 31.3200 | 46,980.00 | 1,610.05 | N/A | N/A |
| COOPER TIRE & RUBBER CO<br>CTB | | | | | | | | |
| Acquired 08/10/12 | 1,500 | 19.29 | 28,960.70 | 24.9800 | 37,470.00 | 8,509.30 | 630.00 | 1.68 |
| COSTCO WHSL CORP NEW<br>COM<br>COST | | | | | | | | |
| Acquired 01/12/11 | 700 | 71.56 | 50,112.19 | 103.9200 | 72,744.00 | 22,631.81 | 770.00 | 1.05 |
| CROCS INC<br>CROX | | | | | | | | |
| Acquired 01/13/12 | 2,250 | 18.29 | 41,173.03 | | 30,037.50 | -11,135.53 | | |
| Acquired 04/26/12 | 750 | 20.08 | 15,078.95 | | 10,012.50 | -5,066.45 | | |
| Acquired 07/05/12 | 1,000 | 16.97 | 16,990.45 | | 13,350.00 | -3,640.45 | | |
| Acquired 07/26/12 | 3,000 | 15.83 | 47,522.45 | | 40,050.00 | -7,472.45 | | |
| **Total** | **7,000** | | **$120,764.88** | **13.3500** | **$93,450.00** | **-$27,314.88** | **N/A** | **N/A** |
| CROSS A T CO CL A COM<br>ATX | | | | | | | | |
| Acquired 08/23/11 | 1,000 | 9.70 | 9,718.95 | | 9,800.00 | 81.05 | | |
| Acquired 09/15/11 | 1,200 | 10.00 | 12,025.79 | | 11,760.00 | -265.79 | | |

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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 09/16/11 | 2,800 | 10.15 | 28,454.63 | | 27,440.00 | -1,014.63 | | |
| **Total** | **5,000** | | **$50,199.37** | **9.8000** | **$49,000.00** | **-$1,199.37** | **N/A** | **N/A** |
| DISNEY WALT COMPANY<br>DIS | | | | | | | | |
| Acquired 06/20/12 | 100 | 47.85 | 4,804.37 | 49.6600 | 4,966.00 | 161.63 | 75.00 | 1.51 |
| EXXON MOBIL CORP<br>XOM | | | | | | | | |
| Acquired 10/08/04 nc | 1,000 | 50.11 | 50,175.95 | | 88,140.00 | 37,964.05 | | |
| Acquired 02/11/05 nc | 500 | 56.08 | 28,075.95 | | 44,070.00 | 15,994.05 | | |
| **Total** | **1,500** | | **$78,251.90** | **88.1400** | **$132,210.00** | **$53,958.10** | **$3,420.00** | **2.59** |
| FREEPORT-MCMORAN COPPER<br>& GOLD INC<br>CLASS B<br>FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | | 39,010.00 | -141.15 | | |
| Acquired 05/17/12 | 450 | 32.58 | 14,682.56 | | 17,554.50 | 2,871.94 | | |
| **Total** | **1,450** | | **$53,833.71** | **39.0100** | **$56,564.50** | **$2,730.79** | **$1,812.50** | **3.20** |
| HALLIBURTON COMPANY<br>HAL | | | | | | | | |
| Acquired 10/21/04 nc | 1,000 | 17.42 | 17,457.97 | | 33,350.00 | 15,892.03 | | |
| Acquired 05/04/05 nc | 1,000 | 21.27 | 21,305.95 | | 33,350.00 | 12,044.05 | | |
| Acquired 04/21/11 | 50 | 49.87 | 2,512.94 | | 1,667.50 | -845.44 | | |
| **Total** | **2,050** | | **$41,276.86** | **33.3500** | **$68,367.50** | **$27,090.64** | **$738.00** | **1.08** |
| HYPERDYNAMICS CORP<br>HDY | | | | | | | | |
| Acquired 12/22/10 nc | 2,500 | 4.86 | 12,190.70 | | 1,800.00 | -10,390.70 | | |
| Acquired 02/02/11 | 5,000 | 4.74 | 23,762.95 | | 3,600.00 | -20,162.95 | | |
| Acquired 03/25/11 | 7,500 | 5.36 | 40,248.95 | | 5,400.00 | -34,848.95 | | |
| Acquired 06/13/11 | 5,000 | 4.54 | 22,749.95 | | 3,600.00 | -19,149.95 | | |
| Acquired 07/14/11 | 5,000 | 4.23 | 21,204.45 | | 3,600.00 | -17,604.45 | | |
| Acquired 12/29/11 | 5,000 | 2.30 | 11,564.95 | | 3,600.00 | -7,964.95 | | |
| **Total** | **30,000** | | **$131,721.95** | **0.7200** | **$21,600.00** | **-$110,121.95** | **N/A** | **N/A** |
| JOHNSON & JOHNSON<br>JNJ | | | | | | | | |
| Acquired 04/17/07 nc | 300 | 64.66 | 19,423.09 | | 20,919.00 | 1,495.91 | | |
| Acquired 04/25/07 nc | 200 | 64.87 | 12,991.95 | | 13,946.00 | 954.05 | | |

First Dallas Securities

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ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 08/20/07 nc | 500 | 61.65 | 30,863.65 | | 34,865.00 | 4,001.35 | | |
| Acquired 02/26/10 nc | 500 | 63.19 | 31,617.25 | | 34,865.00 | 3,247.75 | | |
| **Total** | **1,500** | | **$94,895.94** | **69.7300** | **$104,595.00** | **$9,699.06** | **$3,660.00** | **3.50** |
| KANSAS CITY SOUTHERN NEW KSU | | | | | | | | |
| Acquired 03/16/12 | 250 | 74.72 | 18,700.93 | | 19,537.50 | 836.57 | | |
| Acquired 05/02/12 | 250 | 76.08 | 19,038.95 | | 19,537.50 | 498.55 | | |
| **Total** | **500** | | **$37,739.88** | **78.1500** | **$39,075.00** | **$1,335.12** | **$390.00** | **1.00** |
| MICHAEL KORS HOLDINGS LTD KORS | | | | | | | | |
| Acquired 08/21/12 | 1,000 | 52.26 | 52,283.55 | 53.1500 | 53,150.00 | 866.45 | N/A | N/A |
| MICROSOFT CORP MSFT | | | | | | | | |
| Acquired 03/04/11 | 3,000 | 26.14 | 78,452.15 | 26.6150 | 79,845.00 | 1,392.85 | 2,760.00 | 3.45 |
| NATIONAL OILWELL VARCO INC NOV | | | | | | | | |
| Acquired 10/28/11 | 200 | 74.09 | 14,838.19 | | 13,660.00 | -1,178.19 | | |
| Acquired 12/15/11 | 200 | 67.20 | 13,458.95 | | 13,660.00 | 201.05 | | |
| Acquired 05/02/12 | 600 | 74.64 | 44,802.95 | | 40,980.00 | -3,822.95 | | |
| **Total** | **1,000** | | **$73,100.09** | **68.3000** | **$68,300.00** | **-$4,800.09** | **$520.00** | **0.76** |
| PROCTER & GAMBLE CO PG | | | | | | | | |
| Acquired 02/26/10 nc | 1,000 | 63.22 | 63,245.25 | 69.8300 | 69,830.00 | 6,584.75 | 2,248.00 | 3.21 |
| SANDRIDGE ENERGY INC SD | | | | | | | | |
| Acquired 12/30/10 nc | 3,500 | 7.35 | 25,763.20 | | 20,475.00 | -5,288.20 | | |
| Acquired 03/02/11 | 1,850 | 10.35 | 19,184.40 | | 10,822.50 | -8,361.90 | | |
| Acquired 08/11/11 | 4,650 | 7.42 | 34,557.29 | | 27,202.50 | -7,354.79 | | |
| **Total** | **10,000** | | **$79,504.89** | **5.8500** | **$58,500.00** | **-$21,004.89** | **N/A** | **N/A** |
| SCHLUMBERGER LTD SLB | | | | | | | | |
| Acquired 02/01/08 nc | 500 | 78.07 | 39,070.95 | | 35,810.00 | -3,260.95 | | |
| Acquired 02/12/08 nc | 500 | 82.29 | 41,180.95 | | 35,810.00 | -5,370.95 | | |
| Acquired 03/05/08 nc | 500 | 87.20 | 43,635.95 | | 35,810.00 | -7,825.95 | | |

First Dallas Securities

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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 10/17/08 nc | 1,000 | 49.84 | 49,914.95 | | 71,620.00 | 21,705.05 | | |
| **Total** | **2,500** | | **$173,802.80** | **71.6200** | **$179,050.00** | **$5,247.20** | **$2,750.00** | **1.54** |
| SHOE CARNIVAL INC SCVL | | | | | | | | |
| Acquired 08/22/12 | 1,500 | 23.66 | 35,523.65 | | 33,165.00 | -2,358.65 | | |
| Acquired 11/20/12 | 1,500 | 20.58 | 30,903.80 | | 33,165.00 | 2,261.20 | | |
| **Total** | **3,000** | | **$66,427.45** | **22.1100** | **$66,330.00** | **-$97.45** | **$600.00** | **0.90** |
| TEXAS INDUSTRIES INC TXI | | | | | | | | |
| Acquired 03/29/05 nc | 500 | 41.51 | 20,752.72 | | 23,210.00 | 2,457.28 | | |
| Acquired 05/05/05 nc | 500 | 34.84 | 17,422.43 | | 23,210.00 | 5,787.57 | | |
| Acquired 10/02/08 nc | 1,022 | 39.66 | 40,606.74 | | 47,441.24 | 6,834.50 | | |
| **Total** | **2,022** | | **$78,781.89** | **46.4200** | **$93,861.24** | **$15,079.35** | **N/A** | **N/A** |
| UNION PACIFIC CORP UNP | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 97.90 | 97,928.15 | | 122,780.00 | 24,851.85 | | |
| Acquired 09/13/11 | 200 | 86.88 | 17,396.39 | | 24,556.00 | 7,159.61 | | |
| **Total** | **1,200** | | **$115,324.54** | **122.7800** | **$147,336.00** | **$32,011.46** | **$3,312.00** | **2.25** |
| WAL-MART STORES INC WMT | | | | | | | | |
| Acquired 01/09/09 nc | 300 | 51.71 | 15,518.68 | | 21,606.00 | 6,087.32 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 36,010.00 | 9,036.05 | | |
| Acquired 04/26/12 | 200 | 59.12 | 11,844.41 | | 14,404.00 | 2,559.59 | | |
| **Total** | **1,000** | | **$54,337.04** | **72.0200** | **$72,020.00** | **$17,682.96** | **$1,590.00** | **2.21** |
| **Total Stocks and ETFs** | | | **$1,954,838.05** | | **$2,032,006.24** | **$77,168.19** | **$38,219.50** | **1.88** |
| **Total Stocks, options & ETFs** | | | **$1,954,838.05** | | **$2,032,006.24** | **$77,168.19** | **$38,219.50** | **1.88** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

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## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS HDPEX | | | | | | | | |
| Acquired 01/12/10 nc | 9,285.05100 | 10.77 | 100,018.95 | | 120,334.17 | 20,315.22 | | |
| Reinvestments m | 998.64300 | 11.65 | 11,642.65 | | 12,942.50 | 1,299.85 | | |
| **Total** | **10,283.69400** | | **$111,661.60** | **12.9600** | **$133,276.67** | **$21,615.07** | **$3,002.83** | **2.25** |
| HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS HDPBX | | | | | | | | |
| Acquired 12/30/10 nc | 9,225.09200 | 10.84 | 100,018.95 | | 110,239.76 | 10,220.81 | | |
| Reinvestments m | 299 | 11.31 | 3,382.82 | | 3,573.13 | 190.31 | | |
| **Total** | **9,524.09200** | | **$103,401.77** | **11.9500** | **$113,812.89** | **$10,411.12** | **$571.44** | **0.50** |
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 106,480.56 | 6,461.61 | | |
| Acquired 06/21/10 nc | 6,162.46800 | 11.68 | 71,996.58 | | 72,902.00 | 905.42 | | |
| Acquired 12/28/11 nc | 1,504.51400 | 9.97 | 15,005.95 | | 17,798.43 | 2,792.48 | | |
| Reinvestments m | 1,312.61800 | 11.09 | 14,565.96 | | 15,528.32 | 962.36 | | |
| **Total** | **17,980.50000** | | **$201,587.44** | **11.8300** | **$212,709.31** | **$11,121.87** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 114,676.96 | 14,658.01 | | |
| Acquired 06/21/10 nc | 3,646.28300 | 19.74 | 71,996.58 | | 80,911.06 | 8,914.48 | | |
| **Total** | **8,814.24200** | | **$172,015.53** | **22.1900** | **$195,588.02** | **$23,572.49** | **N/A** | **N/A** |

First Dallas Securities

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## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total Open End Mutual Funds** | | | **$588,666.34** | | **$655,386.89** | **$66,720.55** | **$3,574.27** | **0.55** |
| **Total Mutual Funds** | | | **$588,666.34** | | **$655,386.89** | **$66,720.55** | **$3,574.27** | **0.55** |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 11/01 | | | | BEGINNING BALANCE | | | 161,863.57 |
| 11/01 | Cash | DIVIDEND | | FREEPORT-MCMORAN COPPER & GOLD INC CLASS B 110112 1,450 | | 453.13 | 162,316.70 |
| 11/15 | Cash | DIVIDEND | | JEFFERIES GROUP 111512 3,000 | | 225.00 | |
| 11/15 | Cash | DIVIDEND | | PROCTER & GAMBLE CO 111512 1,000 | | 562.00 | 163,103.70 |
| 11/20 | Cash | SHRT TRM GAIN | | HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS 111612 9,292.27000 AS OF 11/16/12 | | 689.77 | |
| 11/20 | Cash | LT CAP GAIN | | HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS 111612 9,292.27000 AS OF 11/16/12 | | 1,414.19 | |
| 11/20 | Cash | DIVIDEND | | HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS 111612 9,292.27000 AS OF 11/16/12 | | 557.37 | |

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## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 11/20 | Cash | SHRT TRM GAIN | | HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT 111612 17,150.25500 AS OF 11/16/12 | | 4,111.09 | |
| 11/20 | Cash | LT CAP GAIN | | HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT 111612 17,150.25500 AS OF 11/16/12 | | 5,121.24 | |
| 11/20 | Cash | SALE | -3,000.00000 | JEFFERIES GROUP | 15.9750 | 47,904.98 | |
| 11/20 | Cash | PURCHASE | 1,500.00000 | ATWOOD OCEANICS INC | 44.1482 | -66,241.25 | |
| 11/20 | Cash | PURCHASE | 1,500.00000 | CIRRUS LOGIC INC | 30.2340 | -45,369.95 | |
| 11/20 | Cash | PURCHASE | 1,500.00000 | SHOE CARNIVAL INC | 20.5899 | -30,903.80 | |
| 11/20 | Cash | REINVESTMENT | 123.18700 | HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS REINVEST AT 11.480 | | -1,414.19 | |
| 11/20 | Cash | REINVESTMENT | 60.08400 | HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS REINVEST AT 11.480 | | -689.77 | |
| 11/20 | Cash | REINVEST DIV | 48.55100 | HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS REINVEST AT 11.480 | | -557.37 | |
| 11/20 | Cash | REINVESTMENT | 460.54300 | HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT REINVEST AT 11.120 | | -5,121.24 | |
| 11/20 | Cash | REINVESTMENT | 369.70200 | HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT REINVEST AT 11.120 | | -4,111.09 | |
| | | | | | | | 68,493.68 |
| 11/30 | Cash | DIVIDEND | | COSTCO WHSL CORP NEW COM 113012 700 | | 192.50 | |
| 11/30 | Cash | INTEREST | | BANK DEPOSIT SWEEP 113012 68,493 | | 2.41 | 68,688.59 |

First Dallas Securities

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**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 11/01 | | BEGINNING BALANCE | 161,863.57 |
| 11/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 453.13 |
| 11/16 | TRANSFER TO | BANK DEPOSIT SWEEP | 787.00 |
| 11/26 | TRANSFER FROM | BANK DEPOSIT SWEEP | -94,610.02 |
| 11/30 | REINVEST INT | BANK DEPOSIT SWEEP | 2.41 |
| 11/30 | | ENDING BALANCE | 68,496.09 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 2,940.00 | -1,169.87 | 1,770.13 | 49,601.60 | -7,353.88 | 42,247.72 |
| Long term | 0.00 | 0.00 | 0.00 | 107,528.73 | -32,850.07 | 74,678.66 |
| **Total Realized Gain/Loss** | **$2,940.00** | **-$1,169.87** | **$1,770.13** | **$157,130.33** | **-$40,203.95** | **$116,926.38** |

### Realized Gain/Loss Detail

### Short term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| JEFFERIES GROUP | 1,500.00000 | 16.7356 | 03/08/12 | 11/20/12 | 23,952.48 | 25,122.35 | -1,169.87 |
| CUSIP 472319102 | 1,500.00000 | 13.9957 | 08/21/12 | 11/20/12 | 23,952.50 | 21,012.50 | 2,940.00 |
| **Total Short term** | | | | | **$47,904.98** | **$46,134.85** | **$1,770.13** |

First Dallas Securities

# SNAPSHOT [redacted]



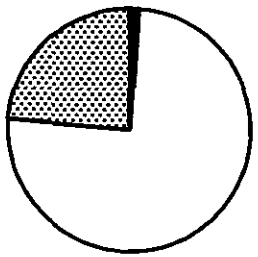
**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$2,756,081.72** | **$2,555,969.51** |
| Income earned | 21,318.94 | 69,766.47 |
| Change in value | 11,725.29 | 163,389.97 |
| **Closing value** | **$2,789,125.95** | **$2,789,125.95** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON NOV 30 | % | CURRENT VALUE ON DEC 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 68,688.59 | 2.49 | 32,884.19 | 1.18 | 6 |
| | Stocks, options & ETFs | 2,032,006.24 | 73.73 | 2,098,705.82 | 75.25 | 38,999 |
| | *Fixed income securities* | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 655,386.89 | 23.78 | 657,535.94 | 23.57 | 3,574 |
| | **Asset value** | **$2,756,081.72** | **100%** | **$2,789,125.95** | **100%** | **$42,579** |

NORTH DALLAS BANK & TRUST CO
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MARKEN INTEREST, LTD
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## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$68,688.59** | |
| Income and distributions | 21,318.94 | 69,766.47 |
| Securities sold and redeemed | 171,416.96 | 907,720.23 |
| **Net additions to cash** | **$192,735.90** | **$977,486.70** |
| Securities purchased | -228,540.30 | -988,620.08 |
| Other subtractions | 0.00 | -15,345.86 |
| **Net subtractions from cash** | **-$228,540.30** | **-$1,003,965.94** |
| **Closing value of cash and sweep balances** | **$32,884.19** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.94 | 8.59 |
| | Ordinary dividends and ST capital gains | 0.00 | 7,638.61 |
| | Qualified dividends | 21,318.00 | 53,016.20 |
| | Long term capital gains | 0.00 | 6,535.43 |
| | Other | 0.00 | 352.50 |
| | **Total taxable income** | **$21,318.94** | **$67,551.33** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$21,318.94** | **$67,551.33** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 42,247.72 |
| Long term (L) | -2,385.84 | 72,292.82 |
| **Total** | **-$2,385.84** | **$114,540.54** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK & TRUST CO**
**COLLATERAL ACCOUNT FBO**
**MARKEN INTEREST, LTD**
**A PARTNERSHIP**
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK & TRUST CO<br>COLLATERAL ACCOUNT FBO<br>MARKEN INTEREST, LTD<br>A PARTNERSHIP |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5538-0688 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
COLLATERAL ACCOUNT FBO
MARKEN INTEREST, LTD
A PARTNERSHIP
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## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 171,416.96 | 907,720.23 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 157.50 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 32,726.69 | 6.54 |
| Interest Period 12/01/12 - 12/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$32,884.19** | **$6.54** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| AH BELO CORP<br>AHC | | | | | | | | |
| Acquired 06/13/11 | 10,000 | 6.69 | 66,932.95 | | 46,500.00 | -20,432.95 | | |
| Acquired 08/01/11 | 3,000 | 6.21 | 18,657.05 | | 13,950.00 | -4,707.05 | | |
| Acquired 12/29/11 | 7,000 | 4.37 | 30,672.65 | | 32,550.00 | 1,877.35 | | |
| Acquired 09/27/12 | 2,000 | 4.87 | 9,758.95 | | 9,300.00 | -458.95 | | |
| **Total** | **22,000** | | **$126,021.60** | **4.6500** | **$102,300.00** | **-$23,721.60** | **$5,280.00** | **5.16** |
| ATWOOD OCEANICS INC<br>ATW | | | | | | | | |
| Acquired 11/20/12 | 1,500 | 44.14 | 66,241.25 | 45.7900 | 68,685.00 | 2,443.75 | N/A | N/A |

First Dallas Securities

NORTH DALLAS BANK & TRUST CO
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MARKEN INTEREST, LTD
A PARTNERSHIP
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BELO CORP-A<br>BLC | | | | | | | | |
| Acquired 10/04/12 | 5,000 | 8.20 | 41,048.95 | 7.6700 | 38,350.00 | -2,698.95 | 1,600.00 | 4.17 |
| BOEING CO<br>BA | | | | | | | | |
| Acquired 10/06/10 nc | 500 | 68.97 | 34,507.05 | | 37,680.00 | 3,172.95 | | |
| Acquired 11/15/10 nc | 650 | 63.56 | 41,336.40 | | 48,984.00 | 7,647.60 | | |
| Acquired 01/12/11 | 250 | 69.85 | 17,483.55 | | 18,840.00 | 1,356.45 | | |
| **Total** | **1,400** | | **$93,327.00** | **75.3600** | **$105,504.00** | **$12,177.00** | **$2,716.00** | **2.57** |
| CHEVRON CORPORATION<br>CVX | | | | | | | | |
| Acquired 03/28/05 nc | 300 | 58.45 | 17,558.95 | | 32,442.00 | 14,883.05 | | |
| Acquired 05/05/05 nc | 700 | 53.43 | 37,448.95 | | 75,698.00 | 38,249.05 | | |
| **Total** | **1,000** | | **$55,007.90** | **108.1400** | **$108,140.00** | **$53,132.10** | **$3,600.00** | **3.33** |
| CIRRUS LOGIC INC<br>CRUS | | | | | | | | |
| Acquired 11/20/12 | 1,500 | 30.23 | 45,369.95 | | 43,455.00 | -1,914.95 | | |
| Acquired 12/14/12 | 1,500 | 25.57 | 38,382.20 | | 43,455.00 | 5,072.80 | | |
| **Total** | **3,000** | | **$83,752.15** | **28.9700** | **$86,910.00** | **$3,157.85** | **N/A** | **N/A** |
| COOPER TIRE & RUBBER CO<br>CTB | | | | | | | | |
| Acquired 08/10/12 | 1,500 | 19.29 | 28,960.70 | 25.3600 | 38,040.00 | 9,079.30 | 630.00 | 1.65 |
| COSTCO WHSL CORP NEW<br>COM<br>COST | | | | | | | | |
| Acquired 01/12/11 | 700 | 71.56 | 50,112.19 | 98.7300 | 69,111.00 | 18,998.81 | 770.00 | 1.11 |
| CROCS INC<br>CROX | | | | | | | | |
| Acquired 01/13/12 | 2,250 | 18.29 | 41,173.03 | | 32,377.50 | -8,795.53 | | |
| Acquired 04/26/12 | 750 | 20.08 | 15,078.95 | | 10,792.50 | -4,286.45 | | |
| Acquired 07/05/12 | 1,000 | 16.97 | 16,990.45 | | 14,390.00 | -2,600.45 | | |
| Acquired 07/26/12 | 3,000 | 15.83 | 47,522.45 | | 43,170.00 | -4,352.45 | | |
| **Total** | **7,000** | | **$120,764.88** | **14.3900** | **$100,730.00** | **-$20,034.88** | **N/A** | **N/A** |
| CROSS A T CO CL A COM<br>ATX | | | | | | | | |
| Acquired 08/23/11 | 1,000 | 9.70 | 9,718.95 | | 10,780.00 | 1,061.05 | | |

First Dallas Securities

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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 09/15/11 | 1,200 | 10.00 | 12,025.79 | | 12,936.00 | 910.21 | | |
| Acquired 09/16/11 | 2,800 | 10.15 | 28,454.63 | | 30,184.00 | 1,729.37 | | |
| **Total** | **5,000** | | **$50,199.37** | **10.7800** | **$53,900.00** | **$3,700.63** | **N/A** | **N/A** |
| CUMMINS INC<br>CMI | | | | | | | | |
| Acquired 12/14/12 | 500 | 106.69 | 53,364.35 | 108.3500 | 54,175.00 | 810.65 | 1,000.00 | 1.84 |
| DISNEY WALT COMPANY<br>DIS | | | | | | | | |
| Acquired 06/20/12 | 100 | 47.85 | 4,804.37 | 49.7900 | 4,979.00 | 174.63 | 75.00 | 1.50 |
| EXXON MOBIL CORP<br>XOM | | | | | | | | |
| Acquired 10/08/04 nc | 1,000 | 50.11 | 50,175.95 | | 86,550.00 | 36,374.05 | | |
| Acquired 02/11/05 nc | 500 | 56.08 | 28,075.95 | | 43,275.00 | 15,199.05 | | |
| **Total** | **1,500** | | **$78,251.90** | **86.5500** | **$129,825.00** | **$51,573.10** | **$3,420.00** | **2.63** |
| FREEPORT-MCMORAN COPPER & GOLD INC<br>CLASS B<br>FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | | 34,200.00 | -4,951.15 | | |
| Acquired 05/17/12 | 450 | 32.58 | 14,682.56 | | 15,390.00 | 707.44 | | |
| Acquired 12/18/12 | 550 | 34.15 | 18,803.65 | | 18,810.00 | 6.35 | | |
| **Total** | **2,000** | | **$72,637.36** | **34.2000** | **$68,400.00** | **-$4,237.36** | **$2,500.00** | **3.65** |
| GEO GROUP INC<br>GEO | | | | | | | | |
| Acquired 12/18/12 | 1,500 | 28.61 | 42,941.00 | 28.2000 | 42,300.00 | -641.00 | 1,200.00 | 2.83 |
| HALLIBURTON COMPANY<br>HAL | | | | | | | | |
| Acquired 10/21/04 nc | 1,000 | 17.42 | 17,457.97 | | 34,690.00 | 17,232.03 | | |
| Acquired 05/04/05 nc | 1,000 | 21.27 | 21,305.95 | | 34,690.00 | 13,384.05 | | |
| Acquired 04/21/11 | 50 | 49.87 | 2,512.94 | | 1,734.50 | -778.44 | | |
| **Total** | **2,050** | | **$41,276.86** | **34.6900** | **$71,114.50** | **$29,837.64** | **$738.00** | **1.04** |
| HYPERDYNAMICS CORP<br>HDY | | | | | | | | |
| Acquired 12/22/10 nc | 2,500 | 4.86 | 12,190.70 | | 1,494.75 | -10,695.95 | | |
| Acquired 02/02/11 | 5,000 | 4.74 | 23,762.95 | | 2,989.50 | -20,773.45 | | |
| Acquired 03/25/11 | 7,500 | 5.36 | 40,248.95 | | 4,484.25 | -35,764.70 | | |

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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 06/13/11 | 5,000 | 4.54 | 22,749.95 | | 2,989.50 | -19,760.45 | | |
| Acquired 07/14/11 | 5,000 | 4.23 | 21,204.45 | | 2,989.50 | -18,214.95 | | |
| Acquired 12/29/11 | 5,000 | 2.30 | 11,564.95 | | 2,989.50 | -8,575.45 | | |
| **Total** | **30,000** | | **$131,721.95** | **0.5979** | **$17,937.00** | **-$113,784.95** | **N/A** | **N/A** |
| JOHNSON & JOHNSON | | | | | | | | |
| JNJ | | | | | | | | |
| Acquired 04/17/07 nc | 300 | 64.66 | 19,423.09 | | 21,030.00 | 1,606.91 | | |
| Acquired 04/25/07 nc | 200 | 64.87 | 12,991.95 | | 14,020.00 | 1,028.05 | | |
| Acquired 08/20/07 nc | 500 | 61.65 | 30,863.65 | | 35,050.00 | 4,186.35 | | |
| Acquired 02/26/10 nc | 500 | 63.19 | 31,617.25 | | 35,050.00 | 3,432.75 | | |
| **Total** | **1,500** | | **$94,895.94** | **70.1000** | **$105,150.00** | **$10,254.06** | **$3,660.00** | **3.48** |
| KANSAS CITY SOUTHERN NEW | | | | | | | | |
| KSU | | | | | | | | |
| Acquired 03/16/12 | 250 | 74.72 | 18,700.93 | | 20,870.00 | 2,169.07 | | |
| Acquired 05/02/12 | 250 | 76.08 | 19,038.95 | | 20,870.00 | 1,831.05 | | |
| Acquired 12/14/12 | 500 | 82.52 | 41,280.45 | | 41,740.00 | 459.55 | | |
| **Total** | **1,000** | | **$79,020.33** | **83.4800** | **$83,480.00** | **$4,459.67** | **$780.00** | **0.93** |
| MICHAEL KORS HOLDINGS | | | | | | | | |
| LTD | | | | | | | | |
| KORS | | | | | | | | |
| Acquired 08/21/12 | 1,000 | 52.26 | 52,283.55 | 51.0300 | 51,030.00 | -1,253.55 | N/A | N/A |
| MICROSOFT CORP | | | | | | | | |
| MSFT | | | | | | | | |
| Acquired 03/04/11 | 3,000 | 26.14 | 78,452.15 | 26.7097 | 80,129.10 | 1,676.95 | 2,760.00 | 3.44 |
| NATIONAL OILWELL VARCO | | | | | | | | |
| INC | | | | | | | | |
| NOV | | | | | | | | |
| Acquired 10/28/11 | 200 | 74.09 | 14,838.19 | | 13,670.00 | -1,168.19 | | |
| Acquired 12/15/11 | 200 | 67.20 | 13,458.95 | | 13,670.00 | 211.05 | | |
| Acquired 05/02/12 | 600 | 74.64 | 44,802.95 | | 41,010.00 | -3,792.95 | | |
| **Total** | **1,000** | | **$73,100.09** | **68.3500** | **$68,350.00** | **-$4,750.09** | **$520.00** | **0.76** |
| PROCTER & GAMBLE CO | | | | | | | | |
| PG | | | | | | | | |
| Acquired 02/26/10 nc | 1,000 | 63.22 | 63,245.25 | 67.8900 | 67,890.00 | 4,644.75 | 2,248.00 | 3.31 |

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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| SANDRIDGE ENERGY INC SD | | | | | | | | |
| Acquired 12/30/10 nc | 3,500 | 7.35 | 25,763.20 | | 22,225.00 | -3,538.20 | | |
| Acquired 03/02/11 | 1,850 | 10.35 | 19,184.40 | | 11,747.50 | -7,436.90 | | |
| Acquired 08/11/11 | 4,650 | 7.42 | 34,557.29 | | 29,527.50 | -5,029.79 | | |
| **Total** | **10,000** | | **$79,504.89** | **6.3500** | **$63,500.00** | **-$16,004.89** | **N/A** | **N/A** |
| SHOE CARNIVAL INC SCVL | | | | | | | | |
| Acquired 08/22/12 | 1,500 | 23.66 | 35,523.65 | | 30,735.00 | -4,788.65 | | |
| Acquired 11/20/12 | 1,500 | 20.58 | 30,903.80 | | 30,735.00 | -168.80 | | |
| **Total** | **3,000** | | **$66,427.45** | **20.4900** | **$61,470.00** | **-$4,957.45** | **$600.00** | **0.98** |
| TEXAS INDUSTRIES INC TXI | | | | | | | | |
| Acquired 03/29/05 nc | 500 | 41.51 | 20,752.72 | | 25,505.00 | 4,752.28 | | |
| Acquired 05/05/05 nc | 500 | 34.84 | 17,422.43 | | 25,505.00 | 8,082.57 | | |
| Acquired 10/02/08 nc | 1,022 | 39.66 | 40,606.74 | | 52,132.22 | 11,525.48 | | |
| **Total** | **2,022** | | **$78,781.89** | **51.0100** | **$103,142.22** | **$24,360.33** | **N/A** | **N/A** |
| UNION PACIFIC CORP UNP | | | | | | | | |
| Acquired 01/12/11 | 1,000 | 97.90 | 97,928.15 | | 125,720.00 | 27,791.85 | | |
| Acquired 09/13/11 | 200 | 86.88 | 17,396.39 | | 25,144.00 | 7,747.61 | | |
| **Total** | **1,200** | | **$115,324.54** | **125.7200** | **$150,864.00** | **$35,539.46** | **$3,312.00** | **2.20** |
| UNITED CONTINENTAL HOLDINGS INC UAL | | | | | | | | |
| Acquired 12/13/12 | 1,500 | 22.49 | 33,768.65 | 23.3800 | 35,070.00 | 1,301.35 | N/A | N/A |
| WAL-MART STORES INC WMT | | | | | | | | |
| Acquired 01/09/09 nc | 300 | 51.71 | 15,518.68 | | 20,469.00 | 4,950.32 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 34,115.00 | 7,141.05 | | |
| Acquired 04/26/12 | 200 | 59.12 | 11,844.41 | | 13,646.00 | 1,801.59 | | |

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## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total** | **1,000** | | **$54,337.04** | **68.2300** | **$68,230.00** | **$13,892.96** | **$1,590.00** | **2.33** |
| **Total Stocks and ETFs** | | | **$2,009,575.55** | | **$2,098,705.82** | **$89,130.27** | **$38,999.00** | **1.86** |
| **Total Stocks, options & ETFs** | | | **$2,009,575.55** | | **$2,098,705.82** | **$89,130.27** | **$38,999.00** | **1.86** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES EQTY INCME FD RETAIL CL PROFESSIONALLY MNGD PORTFOLIOS HDPEX | | | | | | | | |
| Acquired 01/12/10 nc | 9,285.05100 | 10.77 | 100,018.95 | | 116,341.60 | 16,322.65 | | |
| Reinvestments m | 998.64300 | 11.65 | 11,642.65 | | 12,513.08 | 870.43 | | |
| **Total** | **10,283.69400** | | **$111,661.60** | **12.5300** | **$128,854.68** | **$17,193.08** | **$3,002.83** | **2.33** |
| HODGES BLUE CHIP 25 FD RETAIL CL PROFESSIONALLY MANAGED PORTFOLIOS HDPBX | | | | | | | | |
| Acquired 12/30/10 nc | 9,225.09200 | 10.84 | 100,018.95 | | 108,763.74 | 8,744.79 | | |
| Reinvestments m | 299 | 11.31 | 3,382.82 | | 3,525.30 | 142.48 | | |
| **Total** | **9,524.09200** | | **$103,401.77** | **11.7900** | **$112,289.04** | **$8,887.27** | **$571.44** | **0.51** |
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 108,370.84 | 8,351.89 | | |
| Acquired 06/21/10 nc | 6,162.46800 | 11.68 | 71,996.58 | | 74,196.05 | 2,199.47 | | |
| Acquired 12/28/11 nc | 1,504.51400 | 9.97 | 15,005.95 | | 18,114.38 | 3,108.43 | | |

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## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Reinvestments m | 1,312.61800 | 11.09 | 14,565.96 | | 15,803.95 | 1,237.99 | | |
| **Total** | **17,980.50000** | | **$201,587.44** | **12.0400** | **$216,485.22** | **$14,897.78** | **N/A** | **N/A** |
| HODGES FUND<br>PROFESSIONALLY MANAGED<br>PORTFOLIOS<br>HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 117,209.26 | 17,190.31 | | |
| Acquired 06/21/10 nc | 3,646.28300 | 19.74 | 71,996.58 | | 82,697.74 | 10,701.16 | | |
| **Total** | **8,814.24200** | | **$172,015.53** | **22.6800** | **$199,907.00** | **$27,891.47** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$588,666.34** | | **$657,535.94** | **$68,869.60** | **$3,574.27** | **0.54** |
| **Total Mutual Funds** | | | **$588,666.34** | | **$657,535.94** | **$68,869.60** | **$3,574.27** | **0.54** |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 12/01 | | | | BEGINNING BALANCE | | | 68,688.59 |
| 12/07 | Cash | DIVIDEND | | BELO CORP-A<br>120712 5,000 | | 400.00 | |
| 12/07 | Cash | DIVIDEND | | BOEING CO<br>120712 1,400 | | 616.00 | |
| 12/07 | Cash | DIVIDEND | | AH BELO CORP<br>120712 22,000 | | 5,280.00 | |
| 12/07 | Cash | DIVIDEND | | AH BELO CORP<br>120712 22,000 | | 1,320.00 | 76,304.59 |
| 12/10 | Cash | DIVIDEND | | CHEVRON CORPORATION<br>121012 1,000 | | 900.00 | |
| 12/10 | Cash | DIVIDEND | | EXXON MOBIL CORP<br>121012 1,500 | | 855.00 | 78,059.59 |
| 12/11 | Cash | DIVIDEND | | JOHNSON & JOHNSON<br>121112 1,500 | | 915.00 | 78,974.59 |

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## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 12/13 | Cash | DIVIDEND | | MICROSOFT CORP<br>121312 3,000 | | 690.00 | |
| 12/13 | Cash | PURCHASE | 1,500.00000 | UNITED CONTINENTAL HOLDINGS INC | 22.4998 | -33,768.65 | 45,895.94 |
| 12/14 | Cash | SALE | -2,500.00000 | SCHLUMBERGER LTD | 68.5759 | 171,416.96 | |
| 12/14 | Cash | PURCHASE | 1,500.00000 | CIRRUS LOGIC INC | 25.5755 | -38,382.20 | |
| 12/14 | Cash | PURCHASE | 500.00000 | CUMMINS INC | 106.6908 | -53,364.35 | |
| 12/14 | Cash | PURCHASE | 500.00000 | KANSAS CITY SOUTHERN NEW | 82.5230 | -41,280.45 | 84,285.90 |
| 12/18 | Cash | DIVIDEND | | COSTCO WHSL CORP NEW COM<br>121812 700 | | 4,900.00 | |
| 12/18 | Cash | PURCHASE | 550.00000 | FREEPORT-MCMORAN COPPER & GOLD INC CLASS B | 34.1540 | -18,803.65 | |
| 12/18 | Cash | PURCHASE | 1,500.00000 | GEO GROUP INC | 28.6147 | -42,941.00 | 27,441.25 |
| 12/21 | Cash | DIVIDEND | | BELO CORP-A<br>122112 5,000 | | 1,250.00 | |
| 12/21 | Cash | DIVIDEND | | NATIONAL OILWELL VARCO INC<br>122112 1,000 | | 130.00 | 28,821.25 |
| 12/27 | Cash | DIVIDEND | | HALLIBURTON COMPANY<br>122712 2,050 | | 184.50 | |
| 12/27 | Cash | DIVIDEND | | WAL-MART STORES INC<br>122712 1,000 | | 397.50 | 29,403.25 |
| 12/28 | Cash | DIVIDEND | | DISNEY WALT COMPANY<br>122812 100 | | 75.00 | |
| 12/28 | Cash | DIVIDEND | | KANSAS CITY SOUTHERN NEW<br>122812 500 | | 97.50 | |
| 12/28 | Cash | DIVIDEND | | SHOE CARNIVAL INC<br>122812 3,000 | | 3,000.00 | |
| 12/28 | Cash | DIVIDEND | | SHOE CARNIVAL INC<br>122812 3,000 | | 150.00 | 32,725.75 |
| 12/31 | Cash | DIVIDEND | | COOPER TIRE & RUBBER CO<br>123112 1,500 | | 157.50 | |
| 12/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>123112 32,725 | | 0.94 | 32,884.19 |

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## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT | DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|---|---|---|---|
| 12/01 | | BEGINNING BALANCE | 68,496.09 | 12/19 | TRANSFER TO | BANK DEPOSIT SWEEP | 4,900.00 |
| 12/03 | TRANSFER TO | BANK DEPOSIT SWEEP | 192.50 | 12/21 | TRANSFER FROM | BANK DEPOSIT SWEEP | -23,354.69 |
| 12/10 | TRANSFER TO | BANK DEPOSIT SWEEP | 7,616.00 | 12/24 | TRANSFER TO | BANK DEPOSIT SWEEP | 1,380.00 |
| 12/11 | TRANSFER TO | BANK DEPOSIT SWEEP | 1,755.00 | 12/28 | TRANSFER TO | BANK DEPOSIT SWEEP | 582.00 |
| 12/12 | TRANSFER TO | BANK DEPOSIT SWEEP | 915.00 | 12/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.94 |
| 12/14 | TRANSFER TO | BANK DEPOSIT SWEEP | 690.00 | 12/31 | TRANSFER TO | BANK DEPOSIT SWEEP | 3,322.50 |
| 12/18 | TRANSFER FROM | BANK DEPOSIT SWEEP | -33,768.65 | 12/31 | | ENDING BALANCE | 32,726.69 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 0.00 | 0.00 | 0.00 | 49,601.60 | -7,353.88 | 42,247.72 |
| Long term | 18,651.84 | -21,037.68 | -2,385.84 | 126,180.57 | -53,887.75 | 72,292.82 |
| **Total Realized Gain/Loss** | **$18,651.84** | **-$21,037.68** | **-$2,385.84** | **$175,782.17** | **-$61,241.63** | **$114,540.54** |

### Realized Gain/Loss Detail

### Long term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| SCHLUMBERGER LTD | 500.00000 | 78.0700 | 02/01/08nc | 12/14/12 | 34,283.39 | 39,070.95 | -4,787.56 |
| CUSIP 806857108 | | | | | | | |
| | 500.00000 | 82.2900 | 02/12/08nc | 12/14/12 | 34,283.39 | 41,180.95 | -6,897.56 |
| | 500.00000 | 87.2000 | 03/05/08nc | 12/14/12 | 34,283.39 | 43,635.95 | -9,352.56 |
| | 1,000.00000 | 49.8490 | 10/17/08nc | 12/14/12 | 68,566.79 | 49,914.95 | 18,651.84 |
| **Total Long term** | | | | | **$171,416.96** | **$173,802.80** | **-$2,385.84** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

# SNAPSHOT [redacted]



DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

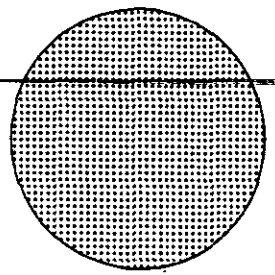
JANUARY 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$19,436.16** | **$19,436.16** |
| Income earned | 0.00 | 0.00 |
| Change in value | 2,419.07 | 2,419.07 |
| **Closing value** | **$21,855.23** | **$21,855.23** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON DEC 31 | % | CURRENT VALUE ON MAR 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 0.04 | 0.00 | 0.04 | 0.00 | 0 |
| | Stocks, options & ETFs | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 19,436.12 | 100.00 | 21,855.19 | 100.00 | 0 |
| | **Asset value** | **$19,436.16** | **100%** | **$21,855.23** | **100%** | **$0** |

# SNAPSHOT [redacted]



DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

JANUARY 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$0.04** | |
| **Net additions to cash** | **$0.00** | **$0.00** |
| **Net subtractions from cash** | **$0.00** | **$0.00** |
| **Closing value of cash and sweep balances** | **$0.04** | |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 0.00 |
| **Total** | **$0.00** | **$0.00** |

First Dallas Securities

# SNAPSHOT [redacted]



DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

JANUARY 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Retirement summary

**IRA Plan Value** **$21,855.23**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

**ACCOUNT INFORMATION**

| | |
|---|---|
| Account Holder Birthdate: | 09/02/52 |
| Attained Age as of 12/31/12: | 60.0 |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
D. HODGES/C. HODGES
214-954-1177

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

# SNAPSHOT [redacted]



DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

JANUARY 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

D. HODGES/C. HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | DONNA MAE MARCHANT IRA<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 5857-8604 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | MODERATE GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | X | |
| Trade confirmations: | X | |
| Tax documents: | X | |
| Shareholder communications: | X | |

First Dallas Securities

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

JANUARY 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.00 | 0.04 | 0.00 |
| Interest Period 03/01/12 - 03/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$0.04** | **$0.00** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES SM CAP FD<br>PROFESSIONALLY MANAGED<br>PORTFOLIOS<br>HDPSX | | | | | | | | |
| Acquired 07/13/10 nc | 624.17600 | 9.58 | 6,000.56 | | 8,083.07 | 2,082.51 | | |
| Reinvestments nc | 48.47000 | 11.29 | 547.43 | | 627.69 | 80.26 | | |
| **Total** | **672.64600** | | **$6,547.99** | **12.9500** | **$8,710.76** | **$2,162.77** | N/A | N/A |
| HODGES FUND<br>PROFESSIONALLY MANAGED<br>PORTFOLIOS<br>HDPMX | | | | | | | | |
| Acquired 08/12/05 nc | 133.14000 | 22.65 | 3,036.58 | | 2,881.15 | -155.43 | | |
| Acquired 03/29/06 nc | 129.07800 | 25.74 | 3,343.41 | | 2,793.25 | -550.16 | | |
| Acquired 04/17/06 nc | 115.96100 | 25.69 | 3,000.00 | | 2,509.39 | -490.61 | | |
| Acquired 02/06/07 nc | 111.18300 | 26.82 | 3,002.89 | | 2,406.00 | -596.89 | | |
| Acquired 01/07/08 nc | 76.61800 | 25.83 | 2,000.00 | | 1,658.01 | -341.99 | | |
| Reinvestments nc | 41.43400 | 23.33 | 966.67 | | 896.63 | -70.04 | | |
| **Total** | **607.41400** | | **$15,349.55** | **21.6400** | **$13,144.43** | **-$2,205.12** | N/A | N/A |

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

JANUARY 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total Open End Mutual Funds** | | | **$21,897.54** | | **$21,855.19** | **-$42.35** | | |
| **Total Mutual Funds** | | | **$21,897.54** | | **$21,855.19** | **-$42.35** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

# Specific instructions and disclosures

**Cost basis - To add or update cost basis information or modify any cost basis reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

**IRA withholding notice** **Form W-4P/OMB No. 1454-0415**
The withdrawals you receive from your IRA (except Education IRA) are subject to Federal income tax withholding unless you elect not to have withholding apply. If you have a periodic, or an "on demand" distribution, your election regarding our withholding of Federal income tax on your behalf stays in effect until you change it. You may change or revoke your election at any time and as often as you wish by completing a new election form. If you elect check writing privileges, you will also have previously elected to have no withholding on your withdrawals. If you decide to have taxes withheld you will not be eligible for check writing from your IRA. If you elect not to have taxes withheld you will be liable for payment of all taxes due on the taxable portion of your distribution and you may be responsible for payment of estimated tax. You may be subject to tax penalties under the estimated tax payment rules if your payments of estimated tax and withholding, if any, are not adequate.

First Dallas Securities

# SNAPSHOT [redacted]



DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

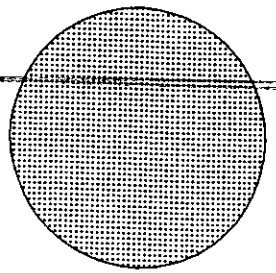
APRIL 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$21,855.23** | **$19,436.16** |
| Income earned | 0.00 | 0.00 |
| Change in value | -948.95 | 1,470.12 |
| **Closing value** | **$20,906.28** | **$20,906.28** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON MAR 31 | % | CURRENT VALUE ON JUN 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 0.04 | 0.00 | 0.04 | 0.00 | 0 |
| | Stocks, options & ETFs | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 21,855.19 | 100.00 | 20,906.24 | 100.00 | 0 |
| | **Asset value** | **$21,855.23** | **100%** | **$20,906.28** | **100%** | **$0** |

# SNAPSHOT [redacted]



DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

APRIL 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Opening value of cash and sweep balances | $0.04 | |
| Net additions to cash | $0.00 | $0.00 |
| Net subtractions from cash | $0.00 | $0.00 |
| Closing value of cash and sweep balances | $0.04 | |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 0.00 |
| Total | $0.00 | $0.00 |

First Dallas Securities

SNAPSHOT [redacted] 

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

APRIL 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Retirement summary

**IRA Plan Value** **$20,906.28**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

### ACCOUNT INFORMATION

| | |
|---|---|
| ~~Account Holder Birthdate:~~ | 09/02/52 |
| Attained Age as of 12/31/12: | 60.0 |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
D. HODGES/C. HODGES
214-954-1177

### RETIREMENT TRANSACTIONS

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

# SNAPSHOT [redacted]



DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

APRIL 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

D. HODGES/C. HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | DONNA MAE MARCHANT IRA<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 5857-8604 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | MODERATE GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | X | |
| Trade confirmations: | X | |
| Tax documents: | X | |
| Shareholder communications: | X | |

First Dallas Securities

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

APRIL 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.00 | 0.04 | 0.00 |
| Interest Period 06/01/12 - 06/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$0.04** | **$0.00** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES SM CAP FD | | | | | | | | |
| PROFESSIONALLY MANAGED PORTFOLIOS | | | | | | | | |
| HDPSX | | | | | | | | |
| Acquired 07/13/10 nc | 624.17600 | 9.58 | 6,000.56 | | 7,721.05 | 1,720.49 | | |
| Reinvestments nc | 48.47000 | 11.29 | 547.43 | | 599.58 | 52.15 | | |
| **Total** | **672.64600** | | **$6,547.99** | **12.3700** | **$8,320.63** | **$1,772.64** | **N/A** | **N/A** |
| HODGES FUND | | | | | | | | |
| PROFESSIONALLY MANAGED PORTFOLIOS | | | | | | | | |
| HDPMX | | | | | | | | |
| Acquired 08/12/05 nc | 133.14000 | 22.65 | 3,036.58 | | 2,758.66 | -277.92 | | |
| Acquired 03/29/06 nc | 129.07800 | 25.74 | 3,343.41 | | 2,674.49 | -668.92 | | |
| Acquired 04/17/06 nc | 115.96100 | 25.69 | 3,000.00 | | 2,402.71 | -597.29 | | |
| Acquired 02/06/07 nc | 111.18300 | 26.82 | 3,002.89 | | 2,303.71 | -699.18 | | |
| Acquired 01/07/08 nc | 76.61800 | 25.83 | 2,000.00 | | 1,587.52 | -412.48 | | |
| Reinvestments nc | 41.43400 | 23.33 | 966.67 | | 858.52 | -108.15 | | |
| **Total** | **607.41400** | | **$15,349.55** | **20.7200** | **$12,585.61** | **-$2,763.94** | **N/A** | **N/A** |

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

APRIL 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Total Open End Mutual Funds | | | $21,897.54 | | $20,906.24 | -$991.30 | | |
| Total Mutual Funds | | | $21,897.54 | | $20,906.24 | -$991.30 | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

# Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

**IRA withholding notice** **Form W-4P/OMB No. 1454-0415**
The withdrawals you receive from your IRA (except Education IRA) are subject to Federal income tax withholding unless you elect not to have withholding apply. If you have a periodic, or an "on demand" distribution, your election regarding our withholding of Federal income tax on your behalf stays in effect until you change it. You may change or revoke your election at any time and as often as you wish by completing a new election form. If you elect check writing privileges, you will also have previously elected to have no withholding on your withdrawals. If you decide to have taxes withheld you will not be eligible for check writing from your IRA. If you elect not to have taxes withheld you will be liable for payment of all taxes due on the taxable portion of your distribution and you may be responsible for payment of estimated tax. You may be subject to tax penalties under the estimated tax payment rules if your payments of estimated tax and withholding, if any, are not adequate.

First Dallas Securities

# SNAPSHOT [redacted]



DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

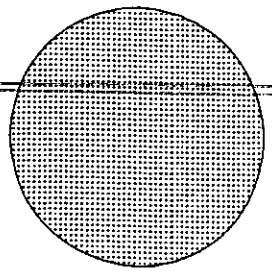
JULY 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$20,906.28** | **$19,436.16** |
| Income earned | 0.00 | 0.00 |
| Change in value | 1,409.13 | 2,879.25 |
| **Closing value** | **$22,315.41** | **$22,315.41** |

## Portfolio summary

CURRENT



| ASSETS | ASSET TYPE | PREVIOUS VALUE ON JUN 30 | % | CURRENT VALUE ON SEP 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| | Cash and sweep balances | 0.04 | 0.00 | 0.04 | 0.00 | 0 |
| | Stocks, options & ETFs | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 20,906.24 | 100.00 | 22,315.37 | 100.00 | 0 |
| | **Asset value** | **$20,906.28** | **100%** | **$22,315.41** | **100%** | **$0** |

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

JULY 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Opening value of cash and sweep balances | $0.04 | |
| Net additions to cash | $0.00 | $0.00 |
| Net subtractions from cash | $0.00 | $0.00 |
| Closing value of cash and sweep balances | $0.04 | |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 0.00 |
| Total | $0.00 | $0.00 |

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

JULY 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Retirement summary

**IRA Plan Value** **$22,315.41**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

| ACCOUNT INFORMATION | |
|---|---|
| Account Holder Birthdate: | 09/02/52 |
| Attained Age as of 12/31/12: | 60.0 |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
D. HODGES/C. HODGES
214-954-1177

| RETIREMENT TRANSACTIONS<br>CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

JULY 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

D. HODGES/C. HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | DONNA MAE MARCHANT IRA<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 5857-8604 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | MODERATE GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | X | |
| Trade confirmations: | X | |
| Tax documents: | X | |
| Shareholder communications: | X | |

First Dallas Securities

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

JULY 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.00 | 0.04 | 0.00 |
| Interest Period 09/01/12 - 09/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$0.04** | **$0.00** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES SM CAP FD | | | | | | | | |
| PROFESSIONALLY MANAGED PORTFOLIOS | | | | | | | | |
| HDPSX | | | | | | | | |
| Acquired 07/13/10 nc | 624.17600 | 9.58 | 6,000.56 | | 8,301.53 | 2,300.97 | | |
| Reinvestments nc | 48.47000 | 11.29 | 547.43 | | 644.66 | 97.23 | | |
| **Total** | **672.64600** | | **$6,547.99** | **13.3000** | **$8,946.19** | **$2,398.20** | N/A | N/A |
| HODGES FUND | | | | | | | | |
| PROFESSIONALLY MANAGED PORTFOLIOS | | | | | | | | |
| HDPMX | | | | | | | | |
| Acquired 08/12/05 nc | 133.14000 | 22.65 | 3,036.58 | | 2,930.41 | -106.17 | | |
| Acquired 03/29/06 nc | 129.07800 | 25.74 | 3,343.41 | | 2,841.01 | -502.40 | | |
| Acquired 04/17/06 nc | 115.96100 | 25.69 | 3,000.00 | | 2,552.30 | -447.70 | | |
| Acquired 02/06/07 nc | 111.18300 | 26.82 | 3,002.89 | | 2,447.14 | -555.75 | | |
| Acquired 01/07/08 nc | 76.61800 | 25.83 | 2,000.00 | | 1,686.36 | -313.64 | | |
| Reinvestments nc | 41.43400 | 23.33 | 966.67 | | 911.96 | -54.71 | | |

First Dallas Securities

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

JULY 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| **Total** | **607.41400** | | **$15,349.55** | **22.0100** | **$13,369.18** | **-$1,980.37** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$21,897.54** | | **$22,315.37** | **$417.83** | | |
| **Total Mutual Funds** | | | **$21,897.54** | | **$22,315.37** | **$417.83** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

# Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

**IRA withholding notice** **Form W-4P/OMB No. 1454-0415**
The withdrawals you receive from your IRA (except Education IRA) are subject to Federal income tax withholding unless you elect not to have withholding apply. If you have a periodic, or an "on demand" distribution, your election regarding our withholding of Federal income tax on your behalf stays in effect until you change it. You may change or revoke your election at any time and as often as you wish by completing a new election form. If you elect check writing privileges, you will also have previously elected to have no withholding on your withdrawals. If you decide to have taxes withheld you will not be eligible for check writing from your IRA. If you elect not to have taxes withheld you will be liable for payment of all taxes due on the taxable portion of your distribution and you may be responsible for payment of estimated tax. You may be subject to tax penalties under the estimated tax payment rules if your payments of estimated tax and withholding, if any, are not adequate.

First Dallas Securities

# SNAPSHOT [redacted]



DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

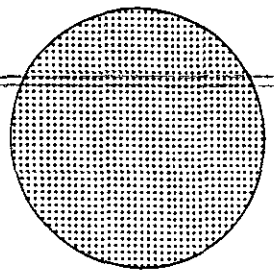
OCTOBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$22,315.41** | **$19,436.16** |
| Income earned | 215.61 | 215.61 |
| Change in value | -121.79 | 2,757.46 |
| **Closing value** | **$22,409.23** | **$22,409.23** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON SEP 30 | % | CURRENT VALUE ON NOV 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 0.04 | 0.00 | 0.04 | 0.00 | 0 |
| | Stocks, options & ETFs | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 22,315.37 | 100.00 | 22,409.19 | 100.00 | 0 |
| | **Asset value** | **$22,315.41** | **100%** | **$22,409.23** | **100%** | **$0** |

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

OCTOBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$0.04** | |
| income and distributions | 215.61 | 215.61 |
| **Net additions to cash** | **$215.61** | **$215.61** |
| Securities purchased | -215.61 | -215.61 |
| **Net subtractions from cash** | **-$215.61** | **-$215.61** |
| **Closing value of cash and sweep balances** | **$0.04** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Long term capital gains | 215.61 | 215.61 |
| **Total income** | **$215.61** | **$215.61** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 0.00 |
| **Total** | **$0.00** | **$0.00** |

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

OCTOBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Retirement summary

**IRA Plan Value** **$22,409.23**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

| ACCOUNT INFORMATION | |
|---|---|
| Account Holder Birthdate: | 09/02/52 |
| Attained Age as of 12/31/12: | 60.0 |

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

**Contact us if information on this page requires updates.**

**Your Investment Broker:**
D. HODGES/C. HODGES
214-954-1177

## Your Investment Broker

D. HODGES/C. HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | DONNA MAE MARCHANT IRA<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 5857-8604 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | MODERATE GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | X | |
| Trade confirmations: | X | |
| Tax documents: | X | |
| Shareholder communications: | X | |

First Dallas Securities

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

OCTOBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.00 | 0.04 | 0.00 |
| Interest Period 11/01/12 - 11/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$0.04** | **$0.00** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES SM CAP FD PROFESSIONALLY MANAGED PORTFOLIOS HDPSX | | | | | | | | |
| Acquired 07/13/10 nc | 624.17600 | 9.58 | 6,000.56 | | 8,076.83 | 2,076.27 | | |
| Reinvestments m | 65.98500 | 11.56 | 763.04 | | 853.85 | 90.81 | | |
| **Total** | **690.16100** | | **$6,763.60** | **12.9400** | **$8,930.68** | **$2,167.08** | N/A | N/A |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 08/12/05 nc | 133.14000 | 22.65 | 3,036.58 | | 2,954.38 | -82.20 | | |
| Acquired 03/29/06 nc | 129.07800 | 25.74 | 3,343.41 | | 2,864.24 | -479.17 | | |
| Acquired 04/17/06 nc | 115.96100 | 25.69 | 3,000.00 | | 2,573.17 | -426.83 | | |
| Acquired 02/06/07 nc | 111.18300 | 26.82 | 3,002.89 | | 2,467.15 | -535.74 | | |
| Acquired 01/07/08 nc | 76.61800 | 25.83 | 2,000.00 | | 1,700.15 | -299.85 | | |
| Reinvestments nc | 41.43400 | 23.33 | 966.67 | | 919.42 | -47.25 | | |

First Dallas Securities

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

OCTOBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Total | 607.41400 | | $15,349.55 | 22.1900 | $13,478.51 | -$1,871.04 | N/A | N/A |
| **Total Open End Mutual Funds** | | | **$22,113.15** | | **$22,409.19** | **$296.04** | | |
| **Total Mutual Funds** | | | **$22,113.15** | | **$22,409.19** | **$296.04** | | |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 11/01 | | | | BEGINNING BALANCE | | | 0.04 |
| 11/20 | Cash | LT CAP GAIN | | HODGES SM CAP FD<br>PROFESSIONALLY MANAGED<br>PORTFOLIOS<br>111612 672.64600<br>AS OF 11/16/12 | | 215.61 | |
| 11/20 | Cash | REINVESTMENT | 17.51500 | HODGES SM CAP FD<br>PROFESSIONALLY MANAGED<br>PORTFOLIOS<br>REINVEST AT 12.310 | | -215.61 | 0.04 |

First Dallas Securities

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

OCTOBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

# Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

**IRA withholding notice** **Form W-4P/OMB No. 1454-0415**
The withdrawals you receive from your IRA (except Education IRA) are subject to Federal income tax withholding unless you elect not to have withholding apply. If you have a periodic, or an "on demand" distribution, your election regarding our withholding of Federal income tax on your behalf stays in effect until you change it. You may change or revoke your election at any time and as often as you wish by completing a new election form. If you elect check writing privileges, you will also have previously elected to have no withholding on your withdrawals. If you decide to have taxes withheld you will not be eligible for check writing from your IRA. If you elect not to have taxes withheld you will be liable for payment of all taxes due on the taxable portion of your distribution and you may be responsible for payment of estimated tax. You may be subject to tax penalties under the estimated tax payment rules if your payments of estimated tax and withholding, if any, are not adequate.

First Dallas Securities

# SNAPSHOT [redacted]



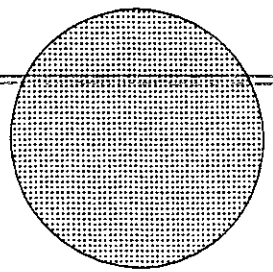
DONNA MAE MARCHANT IRA.
FCC AS CUSTODIAN

DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$22,409.23** | **$19,436.16** |
| Income earned | 0.00 | 215.61 |
| Change in value | 477.07 | 3,234.53 |
| **Closing value** | **$22,886.30** | **$22,886.30** |

## Portfolio summary



| CURRENT | ASSET TYPE | PREVIOUS VALUE ON NOV 30 | % | CURRENT VALUE ON DEC 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 0.04 | 0.00 | 0.04 | 0.00 | 0 |
| | Stocks, options & ETFs | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 22,409.19 | 100.00 | 22,886.26 | 100.00 | 0 |
| | **Asset value** | **$22,409.23** | **100%** | **$22,886.30** | **100%** | **$0** |

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$0.04** | |
| Income and distributions | 0.00 | 215.61 |
| **Net additions to cash** | **$0.00** | **$215.61** |
| Securities purchased | 0.00 | -215.61 |
| **Net subtractions from cash** | **$0.00** | **-$215.61** |
| **Closing value of cash and sweep balances** | **$0.04** | |

## Income summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Long term capital gains | 0.00 | 215.61 |
| **Total income** | **$0.00** | **$215.61** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 0.00 | 0.00 |
| **Total** | **$0.00** | **$0.00** |

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Retirement summary

**IRA Plan Value** **$22,886.30**

**CUSTODIAN EIN 23-2384840**

A portion of these assets may not be covered by SIPC. Bank products are eligible for FDIC insurance up to $250,000 in accordance with FDIC rules.

This is your individual retirement account (IRA) Fair Market Value statement. The amount reflected in the "IRA Fair Market Value" will be furnished to the Internal Revenue Service as shown on your Form 5498. *Any corrections made to your market value after* December 31, 2012 will result in a corrected "IRA Portfolio Holding Valuation and Form 5498" being issued to you.

**The Required Minimum Distribution (RMD)** amount displayed is recalculated each year and may yield a different result. In accordance with IRS instructions, we will report to the IRS if you are required to receive an RMD for that calendar year. Please contact us if you need assistance calculating your first RMD or explanation of the figures below.
**RMD guidelines:** Your first RMD is required by 4/1 of the year after you turn 70 1/2. Your second and all subsequent RMDs are due by 12/31 each year.

| ACCOUNT INFORMATION | |
|---|---|
| IRA Fair Market Value | $22,886.30 |
| Account Holder Birthdate: | 09/02/52 |
| Attained Age as of 12/31/12: | 60.0 |

**RETIREMENT TRANSACTIONS**

| CONTRIBUTION SUMMARY | AMOUNT |
|---|---|
| Contributions | |
| 2012 FOR 2012 | $0.00 |

| 2012 DISTRIBUTION SUMMARY | AMOUNT |
|---|---|
| **Gross Distributions** | **$0.00** |

**Contact us if information on this page requires updates.**
**Your Investment Broker:**
D. HODGES/C. HODGES
214-954-1177

## Your Investment Broker

D. HODGES/C. HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | DONNA MAE MARCHANT IRA<br>FCC AS CUSTODIAN |
| Account type: | Individual Retirement Account |
| Brokerage account number: | 5857-8604 |
| Tax status: | Retirement |
| Investment objective/Risk tolerance: | MODERATE GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | X | |
| Trade confirmations: | X | |
| Tax documents: | X | |
| Shareholder communications: | X | |

First Dallas Securities

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.00 | 0.04 | 0.00 |
| Interest Period 12/01/12 - 12/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$0.04** | **$0.00** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES SM CAP FD | | | | | | | | |
| PROFESSIONALLY MANAGED PORTFOLIOS | | | | | | | | |
| HDPSX | | | | | | | | |
| Acquired 07/13/10 nc | 624.17600 | 9.58 | 6,000.56 | | 8,239.12 | 2,238.56 | | |
| Reinvestments m | 65.98500 | 11.56 | 763.04 | | 871.00 | 107.96 | | |
| **Total** | **690.16100** | | **$6,763.60** | **13.2000** | **$9,110.12** | **$2,346.52** | N/A | N/A |
| HODGES FUND | | | | | | | | |
| PROFESSIONALLY MANAGED PORTFOLIOS | | | | | | | | |
| HDPMX | | | | | | | | |
| Acquired 08/12/05 nc | 133.14000 | 22.65 | 3,036.58 | | 3,019.62 | -16.96 | | |
| Acquired 03/29/06 nc | 129.07800 | 25.74 | 3,343.41 | | 2,927.49 | -415.92 | | |
| Acquired 04/17/06 nc | 115.96100 | 25.69 | 3,000.00 | | 2,629.99 | -370.01 | | |
| Acquired 02/06/07 nc | 111.18300 | 26.82 | 3,002.89 | | 2,521.63 | -481.26 | | |
| Acquired 01/07/08 nc | 76.61800 | 25.83 | 2,000.00 | | 1,737.69 | -262.31 | | |
| Reinvestments nc | 41.43400 | 23.33 | 966.67 | | 939.72 | -26.95 | | |

First Dallas Securities

DONNA MAE MARCHANT IRA
FCC AS CUSTODIAN

DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Total | 607.41400 | | $15,349.55 | 22.6800 | $13,776.14 | -$1,573.41 | N/A | N/A |
| Total Open End Mutual Funds | | | $22,113.15 | | $22,886.26 | $773.11 | | |
| Total Mutual Funds | | | $22,113.15 | | $22,886.26 | $773.11 | | |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting *requirements. Unless indicated*, cost for all other lots will be reported to the IRS.

# Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not *reflect your complete portfolio.* Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds *(GNMA, CMO, etc.) will be adjusted* for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement *should not be used for tax preparation* without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

**Cost basis options**
Unless specific tax lots *are selected at trade time*, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

**IRA withholding notice** **Form W-4P/OMB No. 1454-0415**
The withdrawals you receive from your IRA (except Education IRA) are subject to Federal income tax withholding *unless you elect not to have withholding* apply. If you have a periodic, or an "on demand" distribution, your election regarding our withholding of Federal income tax on your behalf stays in effect until you change it. You may change or revoke your election at any time and as often as you wish by completing a new election form. If you elect check writing privileges, *you will also have previously elected to have no withholding on your withdrawals.* If you decide to have taxes withheld you will not be eligible for check writing from your IRA. If you elect not to have taxes withheld you will be liable for payment of all taxes due on the taxable portion of your distribution and you may be responsible for payment of *estimated tax. You may be subject to tax penalties under the estimated tax payment rules if your payments of estimated tax and* withholding, if any, are not adequate.

TD Ameritrade

Statement Reporting Period:
01/01/12 - 03/31/12

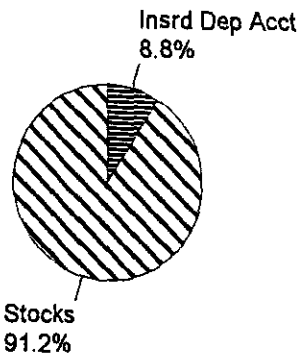
800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

**Statement for Account** [redacted]
DONNA MARCHANT IRA TD AMERITRADE
CLEARING, CUSTODIAN
[redacted]
CARROLLTON, TX 750063016

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 235.45 | 177.53 | 57.92 | 32.6% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 2,440.94 | 2,383.90 | 57.04 | 2.4% | 180.11 | 7.4% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$2,676.39** | **$2,561.43** | **$114.96** | **4.5%** | **$180.11** | **6.7%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | - |
| Securities Sold | - | - |
| Contributions | - | - |
| Distributions | - | - |
| Income | 57.92 | 57.92 |
| Expense | - | - |
| Other | (57.92) | (57.92) |
| **Closing Balance** | $ 0.00 | $0.00 |

## Retirement Account Summary

| | 2012 PTD | 2012 YTD | 2011 YTD |
|---|---|---|---|
| Contributions | $ - | $ - | $ - |
| Distributions | - | - | - |
| Plan Contribution | - | - | - |
| Rollover | - | - | - |
| Direct Transfer | - | - | - |
| Tax Withheld | - | - | - |
| Recharact | - | - | - |
| Roth Conv. | - | - | - |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 03/31/12** | **$2,490.52** |
| Unrealized Gains | - |
| Unrealized Losses | (49.58) |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 57.92 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

Statement for Account [redacted]
01/01/12 - 03/31/12

## Income Summary Detail*

| Description | Current | Year to Dat |
|---|---|---|
| Ordinary Dividends | $ 41.55 | $ 41.5 |
| Long Term Capital Gains | 16.37 | 16.3 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| SPDR HIGH YIELD | JNK | 62 | $ 39.37 | $2,440.94 | 01/18/11 | $ 2,490.52 | $ 40.17 | $ (49.58) | $ 180.11 | 7.4% |
| **Total Stocks** | | | | **$2,440.94** | | **$2,490.52** | | **$(49.58)** | **$180.11** | **7.4%** |
| **Total Cash Account** | | | | **$2,440.94** | | **$2,490.52** | | **$(49.58)** | **$180.11** | **7.4%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0.00** |
| 01/06/12 | 01/06/12 | Cash | Div/Int - Income | SPDR HIGH YIELD<br>Payable: 01/06/2012<br>Ordinary Dividends 13.56 | JNK | | $ 0.00 | $ 13.56 | 13.56 |
| 01/06/12 | 01/06/12 | Cash | Div/Int - Income | SPDR HIGH YIELD<br>Payable: 01/06/2012<br>Long Term Cap Gains 16.37 | JNK | | 0.00 | 16.37 | 29.93 |
| 01/06/12 | 01/06/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (29.93) | 0.00 |
| 02/09/12 | 02/09/12 | Cash | Div/Int - Income | SPDR HIGH YIELD<br>Payable: 02/09/2012<br>Ordinary Dividends 13.37 | JNK | | 0.00 | 13.37 | 13.37 |

Statement for Account [redacted]
01/01/12 - 03/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|---|
| 02/09/12 | 02/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (13.37) | 0.0 |
| 03/09/12 | 03/09/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 03/09/2012 Ordinary Dividends 14.62 | JNK | | 0.00 | 14.62 | 14.6 |
| 03/09/12 | 03/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (14.62) | 0.0 |

**Closing Balance** **$ 0.0**

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MTI PAI |
|---|---|---|---|---|---|---|
| 01/01/12 | $ 177.53 | 5 | 0.0200 | $ - | $ - | $ |
| 01/06/12 | 207.46 | 34 | 0.0200 | - | - | |
| 02/09/12 | 220.83 | 21 | 0.0200 | 0.01 | 0.01 | |
| 03/01/12 | 220.83 | 8 | 0.0100 | - | 0.01 | |
| 03/09/12 | 235.45 | 23 | 0.0100 | - | 0.01 | |

**Total Interest Income** **$0.0**

Statement for Account [redacted]
01/01/12 - 03/31/12

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balance |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$177.5** |
| 01/06/12 | | 01/06/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | $ 29.93 | 207.4 |
| 02/09/12 | | 02/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 13.37 | 220.8 |
| 03/09/12 | | 03/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 14.62 | 235.45 |
| **Closing Balance** | | | | | | | | **$235.45** |

**TD Bank NA** **$235.45**

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

## Important Information

Required Annual FINRA Information: FINRA maintains a toll-free public disclosure hotline where investors may call to request disclosable background information on any licensed broker or broker-dealer. To call the hotline, dial 1-800-289-9999. FINRA also maintains an Internet web site where investors may obtain useful information concerning FINRA policies, procedures and services. The web site can be accessed at www.finra.org. Additionally, FINRA has a brochure which describes the investor education and protection program. You may request this brochure either through the FINRA web site or by calling the toll-free public disclosure hotline.

Certain purchases of Class A Mutual Funds may be eligible for a breakpoint discount on the sales charge. To learn more about breakpoint discounts, go to http://www.finra.org/web/groups/rules_regs/documents/rules_regs/p010543.pdf

TD Ameritrade

Statement Reporting Period:
04/01/12 - 06/30/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

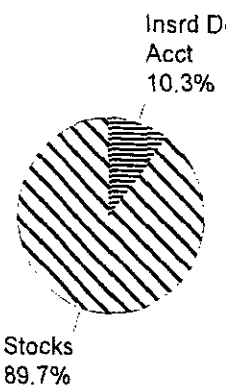
**Statement for Account** [redacted]
DONNA MARCHANT IRA TD AMERITRADE CLEARING, CUSTODIAN
[redacted]
CARROLLTON, TX 750063016

**Announcements:**
ON OR ABOUT SEPTEMBER 1, THE FEE FOR A VOLUNTARY OR MANDATORY REORGANIZATION WILL BE 38 DOLLARS. FOR MORE INFORMATION, GO TO TDAMERITRADE.COM/RATESFEES.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 280.39 | 235.45 | 44.94 | 19.1% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 2,446.52 | 2,440.94 | 5.58 | 0.2% | 177.94 | 7.3% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$2,726.91** | **$2,676.39** | **$50.52** | **1.9%** | **$177.94** | **6.5%** |

Portfolio Allocation




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | - |
| Securities Sold | - | - |
| Contributions | - | - |
| Distributions | - | - |
| Income | 44.94 | 102.86 |
| Expense | - | - |
| Other | (44.94) | (102.86) |
| **Closing Balance** | $ 0.00 | $0.00 |

## Retirement Account Summary

| | 2012 PTD | 2012 YTD | 2011 YTD |
|---|---|---|---|
| Contributions | $ - | $ - | $ - |
| Distributions | - | - | - |
| Plan Contribution | - | - | - |
| Rollover | - | - | - |
| Direct Transfer | - | - | - |
| Tax Withheld | - | - | - |
| Recharact | - | - | - |
| Roth Conv. | - | - | - |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 06/30/12** | **$2,490.52** |
| Unrealized Gains | - |
| Unrealized Losses | (44.00) |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 102.86 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

Statement for Account [redacted]
04/01/12 - 06/30/12

## Income Summary Detail*

| Description | Current | Year to Date |
|---|---|---|
| Ordinary Dividends | $ 44.94 | $ 86.49 |
| Long Term Capital Gains | 0.00 | 16.37 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| SPDR HIGH YIELD | JNK | 62 | $ 39.46 | $ 2,446.52 | 01/18/11 | $ 2,490.52 | $ 40.17 | $ (44.00) | $ 177.94 | 7.3% |
| **Total Stocks** | | | | **$2,446.52** | | **$2,490.52** | | **$(44.00)** | **$177.94** | **7.3%** |
| **Total Cash Account** | | | | **$2,446.52** | | **$2,490.52** | | **$(44.00)** | **$177.94** | **7.3%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0.00** |
| 04/11/12 | 04/11/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 04/11/2012 Ordinary Dividends 14.99 | JNK | | $ 0.00 | $ 14.99 | 14.99 |
| 04/11/12 | 04/11/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (14.99) | 0.00 |
| 05/09/12 | 05/09/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 05/09/2012 Ordinary Dividends 15.27 | JNK | | 0.00 | 15.27 | 15.27 |
| 05/09/12 | 05/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (15.27) | 0.00 |

Statement for Account [redacted]
04/01/12 - 06/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 06/11/12 | 06/11/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 06/11/2012 Ordinary Dividends 14.68 | JNK | | 0.00 | 14.68 | 14.68 |
| 06/11/12 | 06/11/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (14.68) | 0.00 |
| **Closing Balance** | | | | | | | | | **$ 0.00** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MTD PAID |
|---|---|---|---|---|---|---|
| 04/01/12 | $ 235.45 | 10 | 0.0100 | $ - | $ - | $ - |
| 04/11/12 | 250.44 | 28 | 0.0100 | - | - | - |
| 05/09/12 | 265.71 | 33 | 0.0100 | - | - | - |
| 06/11/12 | 280.39 | 20 | 0.0100 | 0.01 | 0.01 | - |
| **Total Interest Income** | | | | | | **$0.00** |

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balance |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$235.45** |
| 04/11/12 | | 04/11/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | $ 14.99 | 250.44 |
| 05/09/12 | | 05/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 15.27 | 265.71 |
| 06/11/12 | | 06/11/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 14.68 | 280.39 |
| **Closing Balance** | | | | | | | | **$280.39** |

**TD Bank NA** **$280.39**

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

## Important Information

The most recent statement of financial condition for TD Ameritrade Clearing, Inc. may be obtained at no cost, via the Internet at http://www.tdameritrade.com/financialstatement.html on or before June 14, 2012, or by contacting TD Ameritrade Clearing, Inc. at 1-800-237-8692. This number is for inquiries regarding the financial statement only. Other questions should be directed to TD Ameritrade, Inc. at 1-800-669-3900. As of March 31, 2012, TD Ameritrade Clearing, Inc. had net capital and a net capital requirement of $1,199,299,453 and $205,540,660, respectively. A copy of the report and comments is currently available for customers' inspection at the principal office of the commission in Washington DC and the Denver, CO office of the Commission.

Required Annual FINRA Information: FINRA maintains a toll-free public disclosure hotline where investors may call to request disclosable background information on any licensed broker or broker-dealer. To call the hotline, dial 1-800-289-9999. FINRA also maintains an Internet web site where investors may obtain useful information concerning FINRA policies, procedures and services. The web site can be accessed at www.finra.org. Additionally, FINRA has a brochure which describes the investor education and protection program. You may request this brochure either through the FINRA web site or by calling the toll-free public disclosure hotline

TD Ameritrade

Statement Reporting Period:
07/01/12 - 09/30/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

**Statement for Account** [redacted]
DONNA MARCHANT IRA TD AMERITRADE
CLEARING, CUSTODIAN
[redacted]
CARROLLTON, TX 750063016

**Announcements:**
TD AMERITRADE IS ON FACEBOOK.
JOIN THE CONVERSATION AND
CHECK US OUT FOR THE LATEST
NEWS AND INFORMATION ON UPCOMING
EVENTS. "LIKE" OUR PAGE TODAY!
FACEBOOK.COM/TDAMERITRADE.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 323.05 | 280.39 | 42.66 | 15.2% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 2,493.02 | 2,446.52 | 46.50 | 1.9% | 173.72 | 7.0% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$2,816.07** | **$2,726.91** | **$89.16** | **3.3%** | **$173.72** | **6.2%** |

Portfolio Allocation




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | - |
| Securities Sold | - | - |
| Contributions | - | - |
| Distributions | - | - |
| Income | 42.66 | 145.52 |
| Expense | - | - |
| Other | (42.66) | (145.52) |
| **Closing Balance** | $ 0.00 | $0.00 |

## Retirement Account Summary

| | 2012 PTD | 2012 YTD | 2011 YTD |
|---|---|---|---|
| Contributions | $ - | $ - | $ - |
| Distributions | - | - | - |
| Plan Contribution | - | - | - |
| Rollover | - | - | - |
| Direct Transfer | - | - | - |
| Tax Withheld | - | - | - |
| Recharact | - | - | - |
| Roth Conv. | - | - | - |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 09/30/12** | **$2,490.52** |
| Unrealized Gains | 2.50 |
| Unrealized Losses | - |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 145.52 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

Statement for Account [redacted]
07/01/12 - 09/30/12

## Income Summary Detail*

| Description | Current | Year to Da |
|---|---|---|
| Ordinary Dividends | $ 42.66 | $ 129.[illegible] |
| Long Term Capital Gains | 0.00 | 16.[illegible] |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yiel |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| SPDR HIGH YIELD | JNK | 62 | $ 40.21 | $2,493.02 | 01/18/11 | $ 2,490.52 | $ 40.17 | $ 2.50 | $ 173.72 | 7.0% |
| **Total Stocks** | | | | **$2,493.02** | | **$2,490.52** | | **$2.50** | **$173.72** | **7.0%** |
| **Total Cash Account** | | | | **$2,493.02** | | **$2,490.52** | | **$2.50** | **$173.72** | **7.0%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balanc |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | $ 0.0 |
| 07/11/12 | 07/11/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 07/11/2012 Ordinary Dividends 14.61 | JNK | | $ 0.00 | $ 14.61 | 14.6 |
| 07/11/12 | 07/11/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (14.61) | 0.0 |
| 08/09/12 | 08/09/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 08/09/2012 Ordinary Dividends 14.24 | JNK | | 0.00 | 14.24 | 14.2 |
| 08/09/12 | 08/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (14.24) | 0.0 |

Statement for Account [redacted]
07/01/12 - 09/30/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 09/12/12 | 09/12/12 | Cash | Div/Int - Income | SPDR HIGH YIELD Payable: 09/12/2012 Ordinary Dividends 13.81 | JNK | | 0.00 | 13.81 | 13.8 |
| 09/12/12 | 09/12/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | | 0.00 | (13.81) | 0.0( |
| **Closing Balance** | | | | | | | | | **$ 0.0(** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MTD PAID |
|---|---|---|---|---|---|---|
| 07/01/12 | $ 280.39 | 10 | 0.0100 | $ - | $ - | $ - |
| 07/11/12 | 295.00 | 29 | 0.0100 | - | - | - |
| 08/09/12 | 309.24 | 34 | 0.0100 | 0.01 | 0.01 | - |
| 09/12/12 | 323.05 | 19 | 0.0100 | - | 0.01 | - |
| **Total Interest Income** | | | | | | **$0.00** |

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balance |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$280.39** |
| 07/11/12 | | 07/11/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | $ 14.61 | 295.00 |
| 08/09/12 | | 08/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 14.24 | 309.24 |
| 09/12/12 | | 09/12/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | | | 13.81 | 323.05 |
| **Closing Balance** | | | | | | | | **$323.05** |

**TD Bank NA** **$323.05**

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

Statement for Account [redacted]
07/01/12 - 09/30/12

## Important Information

If you are currently receiving a periodic distribution from your IRA and you would like to change or revoke your current federal tax withholding elections on file, please visit tdameritrade.com and complete a new IRA Distribution form. Just click "Forms & Agreements" (under Client Services), select "Forms Alphabetically," and then scroll down to "Distribution Request (IRA)." You can also contact an IRA Specialist at 888-723-8504 to have the form faxed, mailed, or emailed to you. Be sure to sign your name to the form exactly a it appears on your IRA, then return the form to TD Ameritrade using the address at the top. **Your current withholding will continue automatically if you do not specifically request a change.**

Please note that even if you choose not to have federal income tax withheld from your distribution, you still may owe federal taxes on the taxable portion of your withdrawal. You may also be subject to tax penalties in the event that your withholding is not adequate. We recommend you discuss your election with your accountant or tax advisor before making any changes.

TD Ameritrade does not provide tax advice. Please consult a tax-planning professional with regard to your personal circumstances.

TD Ameritrade

Statement Reporting Period:
10/01/12 - 12/31/12

800-669-3900
TD AMERITRADE
DIVISION OF TD AMERITRADE INC
PO BOX 2209
OMAHA, NE 68103-2209

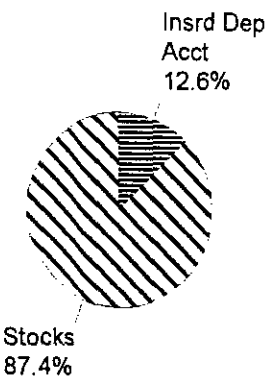
**Statement for Account** [redacted]
DONNA MARCHANT IRA TD AMERITRADE CLEARING, CUSTODIAN
[redacted]
CARROLLTON, TX 750063016

**Announcements:**
TD AMERITRADE IS ON FACEBOOK. JOIN THE CONVERSATION AND CHECK US OUT FOR THE LATEST NEWS AND INFORMATION ON UPCOMING EVENTS. "LIKE" OUR PAGE TODAY! FACEBOOK.COM/TDAMERITRADE.

## Portfolio Summary

| Investment | Current Value | Prior Value | Period Change | % Change | Estimated Income | Estimated Yield |
|---|---|---|---|---|---|---|
| Cash | $ - | $ - | $ - | - | $ - | - |
| Insrd Dep Acct | 364.54 | 323.05 | 41.49 | 12.8% | - | 0.01% |
| Money Market | - | - | - | - | - | - |
| Short Balance | - | - | - | - | - | - |
| Stocks | 2,524.02 | 2,493.02 | 31.00 | 1.2% | 170.38 | 6.8% |
| Short Stocks | - | - | - | - | - | - |
| Fixed Income | - | - | - | - | - | - |
| Options | - | - | - | - | - | - |
| Short Options | - | - | - | - | - | - |
| Mutual Funds | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| **Total** | **$2,888.56** | **$2,816.07** | **$72.49** | **2.6%** | **$170.38** | **5.9%** |

**Portfolio Allocation**




## Cash Activity Summary

| | Current | YTD |
|---|---|---|
| **Opening Balance** | $ 0.00 | $ - |
| Securities Purchased | - | - |
| Securities Sold | - | - |
| Contributions | - | - |
| Distributions | - | - |
| Income | 41.49 | 187.01 |
| Expense | - | - |
| Other | (41.49) | (187.01) |
| **Closing Balance** | $ 0.00 | $0.00 |

## Retirement Account Summary

| | 2012 PTD | 2012 YTD | 2011 YTD |
|---|---|---|---|
| Contributions | $ - | $ - | $ - |
| Distributions | - | - | - |
| Plan Contribution | - | - | - |
| Rollover | - | - | - |
| Direct Transfer | - | - | - |
| Tax Withheld | - | - | - |
| Recharact | - | - | - |
| Roth Conv. | - | - | - |

## Performance Summary

| | |
|---|---|
| **Cost Basis As Of - 12/31/12** | **$2,490.52** |
| Unrealized Gains | 33.50 |
| Unrealized Losses | - |
| Funds Deposited/(Disbursed)$^{YTD}$ | - |
| Income/(Expense)$^{YTD}$ | 187.01 |
| Securities Received/(Delivered)$^{YTD}$ | 0.00 |

Statement for Account [redacted]
10/01/12 - 12/31/12

## Income Summary Detail*

| Description | Current | Year to Dat |
|---|---|---|
| Ordinary Dividends | $ 41.49 | $ 170.6 |
| Long Term Capital Gains | 0.00 | 16.3 |

*This section displays current and year to date taxation values for this account. The current totals may not equate to the total payments listed on this statement as corrections to tax reporting may also be included. These corrections can include changes made to previous payments and removal of payments reportable in a previous tax year (spillover dividends). The year to date totals will accurately reflect your cumulative amount for the year.

## Account Positions

| Investment Description | Symbol/ CUSIP | Quantity | Current Price | Market Value | Purchase Date | Cost Basis | Average Cost | Unrealized Gain(Loss) | Estimated Income | Yield |
|---|---|---|---|---|---|---|---|---|---|---|
| **Stocks - Cash** | | | | | | | | | | |
| SPDR BARCLAYS HIGH YIELD BOND ETF | JNK | 62 | $ 40.71 | $ 2,524.02 | 01/18/11 | $ 2,490.52 | $ 40.17 | $ 33.50 | $ 170.38 | 6.8% |
| **Total Stocks** | | | | **$2,524.02** | | **$2,490.52** | | **$33.50** | **$170.38** | **6.8%** |
| **Total Cash Account** | | | | **$2,524.02** | | **$2,490.52** | | **$33.50** | **$170.38** | **6.8%** |

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | | **$ 0.00** |
| 10/09/12 | 10/09/12 | Cash | Div/Int - Income | SPDR BARCLAYS HIGH YIELD BOND ETF Payable: 10/09/2012 Ordinary Dividends 13.76 | JNK | - | $ 0.00 | $ 13.76 | 13.76 |
| 10/09/12 | 10/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (13.76) | 0.00 |
| 11/09/12 | 11/09/12 | Cash | Div/Int - Income | SPDR BARCLAYS HIGH YIELD BOND ETF Payable: 11/09/2012 Ordinary Dividends 13.93 | JNK | - | 0.00 | 13.93 | 13.93 |
| 11/09/12 | 11/09/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (13.93) | 0.00 |

Statement for Account [redacted]
10/01/12 - 12/31/12

## Account Activity

| Trade Date | Settle Date | Acct Type | Transaction/ Cash Activity* | Description | Symbol/ CUSIP | Quantity | Price | Amount | Balance |
|---|---|---|---|---|---|---|---|---|---|
| 12/11/12 | 12/11/12 | Cash | Div/Int - Income | SPDR BARCLAYS HIGH YIELD BOND ETF Payable: 12/11/2012 Ordinary Dividends 13.80 | JNK | - | 0.00 | 13.80 | 13.80 |
| 12/12/12 | 12/12/12 | Cash | Journal - Other | PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 0.00 | (13.80) | 0.00 |
| **Closing Balance** | | | | | | | | | **$ 0.00** |

*For Cash Activity totals, refer to the Cash Activity Summary on page one of your statement.

## Insured Deposit Account Interest Credited

| Begin Date | Balance | Number of Days | Interest Rate | Interest Accrued | MTD Accrued | MTD PAID |
|---|---|---|---|---|---|---|
| 10/01/12 | $ 323.05 | 8 | 0.0100 | $ - | $ - | $ - |
| 10/09/12 | 336.81 | 31 | 0.0100 | - | - | - |
| 11/09/12 | 350.74 | 33 | 0.0100 | 0.01 | 0.01 | - |
| 12/12/12 | 364.54 | 20 | 0.0100 | - | 0.01 | - |
| **Total Interest Income** | | | | | | **$0.00** |

## Insured Deposit Account Activity

| Date Cleared | Check Number | Date Written | Transaction | Description | Tracking Code | Expense Code | Amount | Balance |
|---|---|---|---|---|---|---|---|---|
| **Opening Balance** | | | | | | | | **$323.05** |
| 10/09/12 | - | 10/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | $ 13.76 | 336.81 |
| 11/09/12 | - | 11/09/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 13.93 | 350.74 |
| 12/12/12 | - | 12/12/12 | Received | FDIC INSURED DEPOSIT ACCOUNT IDA10 NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT | - | - | 13.80 | 364.54 |
| **Closing Balance** | | | | | | | | **$364.54** |

**TD Bank NA** **$364.54**

FDIC Insured Deposit Account (IDA) balances reflected in your brokerage account are FDIC-insured up to applicable limits and held by TD Bank, N.A., or TD Bank USA, N.A., or both. The IDA balances are not covered by the Securities Investor Protection Corporation (SIPC) protection applicable to your brokerage account.

## Important Information

**French Financial Transaction Tax (FTT) Ordinary & ADR** – Effective immediately, all opening transactions in designated French companies will be subject to the French FTT at a rate of 0.20% of the total transaction cost.

The most recent statement of financial condition for TD Ameritrade Clearing, Inc. may be obtained at no cost, via the Internet at https://www.tdameritrade.com/financial-statement#financial-statement on or before 12/29/2012, or by contacting TD Ameritrade Clearing, Inc. at 1-800-237-8692. As of 9/30/2012, TD Ameritrade Clearing, Inc. had net capital and a net capital requirement of $1.3 billion and $202.5 million, respectively. A copy of the report and comments is currently available for customers' inspection at the principal office of the commission in Washington DC and the Denver, CO office of the Commission.

**Annual Margin Disclosure**
Securities purchased on margin are the firm's collateral for the loan to you. If the securities in your account decline in value, so does the value of the collateral supporting your loan. As a result, the firm can take action, such as issuing a margin call and/or selling securities or other assets in any of your accounts held with TD Ameritrade, in order to maintain the required equity in the account.

**It is important that you fully understand the risks involved in trading securities on margin. These risks include the following: You can lose more funds than you deposit in the margin account. The firm can force the sale of securities or other assets in your account(s). The firm can sell your securities or other assets without contacting you. You are not entitled to choose which securities or other assets in your account(s) are liquidated or sold to meet a margin call. The firm can increase its "house" maintenance requirements at any time and is not required to provide you advance written notice. You are not entitled to an extension of time on a margin call.**

Anti-Money Laundering Requirements

The USA PATRIOT Act is designed to detect, deter, and punish terrorists and/or terrorist groups in the United States and abroad. The Act requires U.S. financial institutions and brokerage firms to implement comprehensive anti-money laundering programs.

What is money laundering?
Money laundering is the process of disguising illegally obtained funds so that they appear to come from legitimate sources or activities. Money laundering occurs in connection with a wide variety of crimes, including (but not limited to) illegal arms sales, drug trafficking, fraud, terrorism, embezzlement, and political corruption.

How big is the problem and why is it important?
According to the U.S. Department of State, one recent estimate puts the amount of worldwide money laundering activity at roughly $1 trillion per year. The use of the U.S. financial system by criminals to facilitate terrorism or other crimes could taint our financial markets.

What is TD Ameritrade required to do?
As required by the USA PATRIOT Act, our anti-money laundering program designates a special Compliance Officer to ensure compliance with applicable laws, maintains policies and procedures to detect and report suspicious transactions, performs employee training, and conducts independent audits. Federal law also requires all financial institutions to obtain, verify, and record information that identifies each person who opens an account. As part of this requirement, we may ask you to provide various identification documents or other information. Until you provide the information or documents required, we may not be able to open an account or process transactions for you.

We thank you for your patience and look forward to your support in our efforts to deny terrorist groups access to America's financial system.

120131 280 001391555 C 1
ZIONS DIRECT
ONE SOUTH MAIN, 17TH FLOOR
SALT LAKE CITY, UT 84133

ZIONS DIRECT | INVESTMENT CENTER

KENNY MARCHANT
[redacted]

**STATEMENT FOR THE PERIOD JANUARY 1, 2012 TO JANUARY 31, 2012**

KENNY MARCHANT - Individual
Account Number: [redacted]

**YOUR FINANCIAL CONSULTANT:**
INVESTMENT CENTER
RR#: 0ZD
support@zionsdirect.com

**For questions about your accounts:**
National: 800 524 8875

www.zionsdirect.com

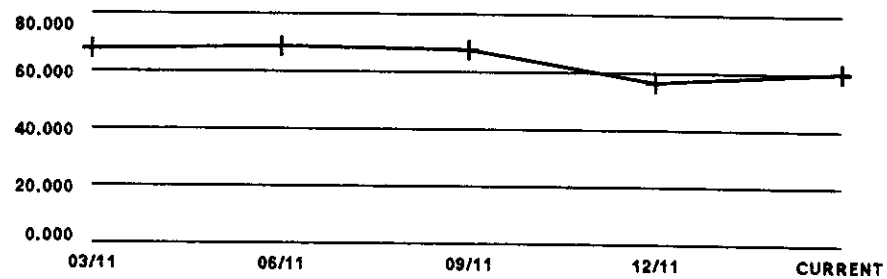
**TOTAL VALUE OF YOUR PORTFOLIO** **$60,425.17**

## FOR YOUR INFORMATION

Brokerage services provided by Zions Direct, Inc., which is a member of FINRA and SIPC. Zions Direct is a non-bank subsidiary of Zions Bank. Zions Direct, Amegy Bank of Texas, California Bank and Trust, National Bank of Arizona, Nevada State Bank, The Commerce Bank of Oregon, The Commerce Bank of Washington, and Vectra Bank are affiliated companies.

## CHANGE IN VALUE OF YOUR PORTFOLIO

*$ thousands*




***Change In Value Of Your Portfolio** information can be found in Miscellaneous Footnotes at the end of this statement.*



Account carried with National Financial Services LLC, Member NYSE, SIPC

# Account Overview

| CHANGE IN ACCOUNT VALUE | *Current Period* | *Year-to-Date* |
|---|---|---|
| BEGINNING VALUE | $56,689.19 | $56,689.19 |
| Additions and Withdrawals | $0.00 | $0.00 |
| Income | $750.73 | $750.73 |
| Taxes, Fees and Expenses | $0.00 | $0.00 |
| Change in Investment Value | $2,985.25 | $2,985.25 |
| ENDING VALUE (AS OF 01/31/12) | $60,425.17 | $60,425.17 |
| Total Accrued Interest | $348.61 | |
| Ending Value with Accrued Interest | $60,773.78 | |

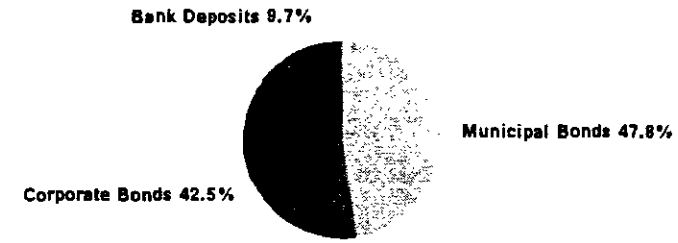
*Refer to Miscellaneous Footnotes for more information on Change in Investment Value.*

## INCOME

| TAXABLE | *Current Period* | *Year-to-Date* |
|---|---|---|
| Taxable Interest | $0.73 | $0.73 |
| TOTAL TAXABLE | $0.73 | $0.73 |
| **NON-TAXABLE** | *Current Period* | *Year-to-Date* |
| Muni Tax Exempt Interest | $750.00 | $750.00 |
| TOTAL NON-TAXABLE | $750.00 | $750.00 |
| **TOTAL INCOME** | **$750.73** | **$750.73** |

*Taxable income is determined based on information available to NFS at the time the statement was prepared, and is subject to change. Final information on taxation of interest and dividends is available on Form 1099-Div, which is mailed in February of the subsequent year.*

## ACCOUNT ALLOCATION




| | *Percent* | *Prior Period* | *Current Period* |
|---|---|---|---|
| Bank Deposits | 9.7 % | $5,107.44 | $5,858.17 |
| Corporate Bonds | 42.5 | $24,163.75 | $25,688.75 |
| Municipal Bonds | 47.8 | $27,418.00 | $28,878.25 |
| **TOTAL** | **100.0%** | **$56,689.19** | **$60,425.17** |

***Account Allocation** shows the percentage that each asset class represents of your total account value. Account Allocation for equities, fixed income, and other categories may include mutual funds and may be net of short positions. NFS has made assumptions concerning how certain mutual funds are allocated. Closed-end mutual funds and Exchange Traded Funds (ETFs) listed on an exchange may be included in the equity allocation. The chart may not reflect your actual portfolio allocation. Consult your broker/dealer prior to making investment decisions.*

KENNY MARCHANT - Individual
Account Number [redacted]

ZIONS DIRECT | INVESTMENT CENTER

# Account Overview *continued*

## MESSAGES AND ALERTS

Investment products and services offered through Zions Direct, member of FINRA http://www.finra.org/, SIPC http://www.sipc.org/, a non-bank subsidiary of Zions Bank are NOT insured by the FDIC or any federal or state governmental agency, are NOT deposits or other obligations of, or guaranteed by, Zions Bancorporation or its affiliates, and MAY be subject to investment risks, including the possible loss of principal value or amount invested. Bank Deposits and Certificates of Deposit CDs are FDIC Insured up to Applicable Limits.

GO GREEN BY GOING PAPERLESS. To learn how go to www.zionsdirect.com/paperless/tutorial.php Important Notice - Effective immediately debit balances which remain unsatisfied after 45 days will be met through the liquidation of securities in your account. Accounts without assets and activity in the past 12 months are subject to closure. If you have questions, please contact your account representative or our Investment Center at 1-800-524-8875.

U.S. Unlawful Internet Gambling Enforcement Act Notice: In compliance with U.S. Unlawful Internet Gambling Enforcement Act, we are required to notify you that you are prohibited from processing transactions derived from Internet bets or wagers where such bet or wager is unlawful under any applicable Federal or State law in the State or Tribal lands in which the bet or wager is initiated, received, or otherwise made. Zions Direct has elected not to offer accounts to organizations that offer or sponsor Internet gambling. Commercial accounts receiving or processing Internet gambling transactions are subject to closure.

# Holdings

NFS-provided cost basis, realized gain (loss) and holding period information may not reflect all adjustments necessary for your tax reporting purposes Please refer to Footnotes and Cost Basis Information at the end of this statement for more information

## CASH AND CASH EQUIVALENTS - 9.69% of Total Account Value

| Description | Symbol/Cusip Account Type | Quantity | Price on 01/31/12 | Current Market Value | Prior Market Value | Estimated Annual Income |
|---|---|---|---|---|---|---|
| **Bank Deposits** | | | | | | |
| Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC). Funds used to purchase or sweep to a bank deposit are SIPC protected until deposited to a Program Bank at which time funds may be eligible for FDIC insurance Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance Refer to the Bank Deposit Detail section which appears later in this statement for information on the banks holding your deposits If your account was established on the last business day of this month, your statement will not include a Bank Deposit Detail section | | | | | | |
| **BANK DEPOSIT SWEEP PRGRAM FDIC** ELIGIBLE NOT COVERED BY SIPC Estimated Annual Yield 0.15% | QZCSQ CASH | 5,858.17 | $1.00 | $5,858.17 | $5,107.44 | |
| **Total Cash and Cash Equivalents** | | | | **$5,858.17** | | |

## HOLDINGS > FIXED INCOME - 90.31% of Total Account Value

For an explanation of fixed income pricing, please see the last page. Redemption schedule(s), bond rating(s), and other information are provided where available. If information does not appear regarding a particular investment, it is not available The ratings on this statement are provided by Standard & Poor's and/or Moody's to rate the quality based on the respective rating agency's assessment

**Accrued Interest** - Represents interest accumulated since the last coupon date on certain fixed income securities which may not yet have been paid by the issuer or received by NFS. There is no guarantee that the accrued interest will be paid by the issuer

| Description | Symbol/Cusip Account Type | Quantity | Estimated Price on 01/31/12 | Estimated Current Market Value | Estimated Prior Market Value | Estimated Annual Income | Total Cost Basis | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|---|
| **Corporate Bonds** | | | | | | | | |

## HOLDINGS > FIXED INCOME *continued*

| Description | Symbol/Cusip Account Type | Quantity | Estimated Price on 01/31/12 | Estimated Current Market Value | Estimated Prior Market Value | Estimated Annual Income | Total Cost Basis | | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **AMR CORP DEL DEB 10.00000%** 04/15/2021<br>CPN PMT SEMI-ANNUAL<br>ON OCT 15, APR 15<br>IN MONETARY DEFAULT | 001765AK2<br>CASH | 25,000 | $27.50 | $6,875.00 | $5,562.50 | | $23,760.95 | | |
| Adjusted Cost Basis | | | | | | | $23,760.95 | D | ($16,885.95) |
| **MBIA INC DEB 7.00000% 12/15/2025**<br>MOODY'S B2 /S&P B-<br>CPN PMT SEMI-ANNUAL<br>ON JUN 15, DEC 15<br>Next Interest Payable: 06/15/12<br>Accrued Interest $223.61 | 55262CAE0<br>CASH | 25,000 | $75.255 | $18,813.75 | $18,601.25 | $1,750.00 | $21,760.95 | | |
| Adjusted Cost Basis | | | | | | | $21,760.95 | D | ($2,947.20) |
| **Total Corporate Bonds** | | **50,000** | | **$25,688.75** | | **$1,750.00** | **$45,521.90** | | **($19,833.15)** |
| **Municipal Bonds** | | | | | | | | | |
| **NORTH TEX TWY AUTH REV SYS FIRST TIER 06.00000% 01/01/2038 REV REF BDS SER. 2010**<br>REVENUE<br>MOODY'S A2 /S&P A-<br>CPN PMT SEMI-ANNUAL<br>ON JUL 01, JAN 01<br>Next Interest Payable: 07/01/12<br>CONTINUOUSLY CALLABLE FROM 01/01/2021<br>CALLABLE ON 01/01/2021 @ 100.0000<br>SUBJECT TO SINKING FUND<br>Accrued Interest $125.00 | 66285WFX9<br>CASH | 25,000 | $115.513 | $28,878.25 | $27,418.00 | $1,500.00 | $24,680.70 | | |
| Adjusted Cost Basis | | | | | | | $24,680.70 | D | $4,197.55 |
| **Total Fixed Income** | | **75,000** | | **$54,567.00** | | **$3,250.00** | **$70,202.60** | | **($15,635.60)** |
| **Total Securities** | | | | **$54,567.00** | | **$3,250.00** | **$70,202.60** | | **($15,635.60)** |

## HOLDINGS *continued*

| | Quantity | Price on 01/31/12 | Current Market Value | Prior Market Value | Estimated Annual Income | Total Cost Basis | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|
| **TOTAL PORTFOLIO VALUE** | | | **$60,425.17** | | **$3,250.00** | **$70,202.60** | **($15,635.60)** |

# Activity

## CORE FUND ACTIVITY

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| 01/03/12 | CASH | YOU BOUGHT | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC @ 1 | 750 | ($750.00) |
| 01/31/12 | CASH | REINVESTMENT | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC NET INT REINVEST | 0.73 | ($0.73) |
| **TOTAL CORE FUND ACTIVITY** | | | | | **($750.73)** |

## ACTIVITY > INCOME > TAXABLE INCOME

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| **Taxable Interest** | | | | | |
| 01/31/12 | CASH | INTEREST RECEIVED | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC | | $0.73 |
| **Total Taxable Interest** | | | | | **$0.73** |
| **Total Taxable Income** | | | | | **$0.73** |

## ACTIVITY > INCOME > NON-TAXABLE INCOME

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| **Muni Tax Exempt Interest** | | | | | |
| 01/01/12 | CASH | MUNI EXEMPT INT | NORTH TEX TWY AUTH REV SYS FIRST TIER 06.00000% 01/01/2038 REV REF BDS SER. 2010 | | $750.00 |
| **Total Muni Tax Exempt Interest** | | | | | **$750.00** |
| **Total Non-Taxable Income** | | | | | **$750.00** |
| **TOTAL INCOME** | | | | | **$750.73** |

## ACTIVITY > BANK DEPOSIT DETAIL

Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC) Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance Your Ending Balance at each Program Bank as of the end of this statement period is shown below Funds pending settlement reflect deposits to (credit) or withdrawals from (debit) a Program Bank. Subject to the terms of the applicable bank deposit disclosure, customers are reminded that funds are deposited to a Program Bank on the business day following the date that funds are credited to your account and until swept to a Program Bank, funds are covered by SIPC

| Bank | Beginning Balance | Ending Balance |
|---|---|---|
| Zions First National Bank | $5,107.44 | $5,858.17 |
| Total Bank Deposits | $5,107.44 | $5,858.17 |

# Footnotes and Cost Basis Information

Amortization, accretion and similar adjustments to cost basis have been provided for many fixed income securities (and some bond-like equities), however, they are not provided for certain types, such as short-term instruments, Unit Investment Trusts, foreign fixed income securities, or those that are subject to early prepayment of principal (pay downs) Where current year premium or acquisition premium amortization is provided, the prior years' cumulative amortization is reflected in the adjusted cost basis, but we cannot provide a breakdown or the total of such prior amortization amounts

**LIMITATION ON COST BASIS INFORMATION:** NFS's cost basis information system has a cumulative lifetime limit on how much activity it can track for each individual security position in an account. For this purpose, each buy, sell, dividend, wash sale disallowed loss, stock split, stock merger, etc, is an event. For some customers, this limit can be reached with approximately 1500 events. Upon reaching the limit, the system no longer displays or tracks cost basis information for the affected position, and such information will usually show as not available or unknown. Once the limit is reached, all cost basis information for the affected position will need to be tracked and updated by you, the investor.

Starting in 2011, the way that cost basis and related information is tracked and reported will change due to new federal tax rules. As a result, your official 1099-B forms for certain transactions will reflect which lots have been sold for tax purposes. To apply a specific identification cost basis method to 1099-B reporting, appropriate instructions must be on file with NFS or be received by NFS before the trade has settled. Absent such instructions, NFS determines cost basis at the time of sale based on its default methods of average cost for open-end mutual funds and first-in, first-out (FIFO) for all other securities (including ETFs). NFS applies FIFO (or other disposal method, if applicable) based on its records, which may be different from yours. For transactions that are not subject to 1099-B cost basis reporting, you should refer to your trade confirmations and other applicable records to determine which lots were considered sold for tax purposes.

While NFS must meet IRS requirements with respect to certain information required to be reported to the IRS, NFS-provided cost basis, realized gain and loss, and holding period information may not reflect all adjustments necessary for your tax reporting purposes. Taxpayers should verify such information when calculating reportable gain or loss from a sale, redemption or exchange. NFS is not responsible for your use of this information in meeting your federal, state, and other tax obligations. NFS makes no warranties with respect to and specifically disclaims any liability arising out of a customer's use of, or any tax position taken in reliance upon, such information.

Consult your tax advisor for further information.

For investments in partnerships, NFS does not make any adjustments to cost basis information as the calculation of basis in such investments requires supplemental information from the partnership on its income and distributions during the period you held your investment. Partnerships usually provide this additional information on a Form K-1 issued by April 15th of the following year.

D - Adjusted cost basis reflects any cumulative original issue discount, premium, or acquisition premium, and it assumes such amounts were amortized by the taxpayer over the life of the security from acquisition date through disposition date. For securities still held, maturity date was used instead of disposition date. Premium amortization was calculated using the yield-to-maturity method. Acquisition premium was calculated using the ratable accrual method. If applicable, adjusted cost basis reflects market discount accretion which was calculated using the straight-line method and was recognized at disposition date. Gain/loss displayed for this transaction was based on cost basis as adjusted for premium and discount as stated above and does not reflect any losses disallowed because of wash sales (if applicable). The adjusted cost basis may not reflect all adjustments necessary for tax reporting purposes and may also not apply if you are using an alternative amortization calculation method. Refer to IRS Publication 550, Investment Income and Expenses, for additional information.

If a sale, redemption or other disposition involved multiple tax lots, the transaction's totals may have been calculated using a combination of adjusted and unadjusted cost basis information. For lots where adjusted cost basis and its associated gain/loss are known, that was used, otherwise "regular" unadjusted cost basis and its associated gain/loss was used.

# Miscellaneous Footnotes

CHANGE IN VALUE OF YOUR PORTFOLIO is the change in market value of your portfolio assets over the time period shown. The portfolio assets include the market value of all the securities in the account, plus insurance and annuity assets if applicable. The time frame of the graph is from account opening or September 2011, whichever is later, to the current period. Please note that large increases and/or declines in the change in the value of the portfolio can be due to additions, distribution and/or performance.

CHANGE IN INVESTMENT VALUE is the difference between the prior period and current period values which includes the difference between securities that were bought, sold and redeemed during this time period as well as any activity that occurred such as additions and withdrawals, securities transferred, income, expenses, and other activity. This does not reflect activity related to assets in which National Financial is not the custodian (e.g. Insurance and Annuities, Assets Held Away and Other Assets Held Away.)

120229 280 001388179 C 1
ZIONS DIRECT
ONE SOUTH MAIN, 17TH FLOOR
SALT LAKE CITY, UT 84133

ZIONS DIRECT | INVESTMENT CENTER

KENNY MARCHANT
[redacted]

**STATEMENT FOR THE PERIOD FEBRUARY 1, 2012 TO FEBRUARY 29, 2012**

KENNY MARCHANT - Individual
Account Number: [redacted]

**YOUR FINANCIAL CONSULTANT:**
INVESTMENT CENTER
RR#: 0ZD
support@zionsdirect.com

**For questions about your accounts:**
National: 800 524 8875

www.zionsdirect.com

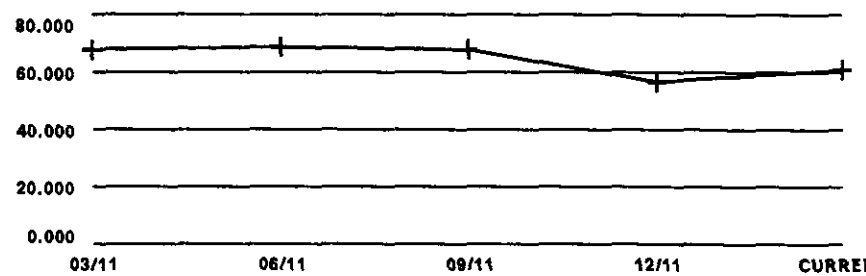
**TOTAL VALUE OF YOUR PORTFOLIO** **$61,023.36**

## FOR YOUR INFORMATION

Brokerage services provided by Zions Direct, Inc., which is a member of FINRA and SIPC. Zions Direct is a non-bank subsidiary of Zions Bank. Zions Direct, Amegy Bank of Texas, California Bank and Trust, National Bank of Arizona, Nevada State Bank, The Commerce Bank of Oregon, The Commerce Bank of Washington, and Vectra Bank are affiliated companies.

## CHANGE IN VALUE OF YOUR PORTFOLIO

$ thousands




*Change In Value Of Your Portfolio information can be found in Miscellaneous Footnotes at the end of this statement.*



Account carried with National Financial Services LLC, Member NYSE, SIPC

KENNY MARCHANT - Individual
Account Number: [redacted]

ZIONS DIRECT | INVESTMENT CENTER

# Account Overview

| CHANGE IN ACCOUNT VALUE | *Current Period* | *Year-to-Date* |
|---|---|---|
| BEGINNING VALUE | $60,425.17 | $56,689.19 |
| Additions and Withdrawals | $0.00 | $0.00 |
| Income | $0.69 | $751.42 |
| Taxes, Fees and Expenses | $0.00 | $0.00 |
| Change in Investment Value | $597.50 | $3,582.75 |
| ENDING VALUE (AS OF 02/29/12) | $61,023.36 | $61,023.36 |
| Total Accrued Interest | $610.41 | |
| Ending Value with Accrued Interest | $61,633.77 | |

*Refer to Miscellaneous Footnotes for more information on Change in Investment Value.*

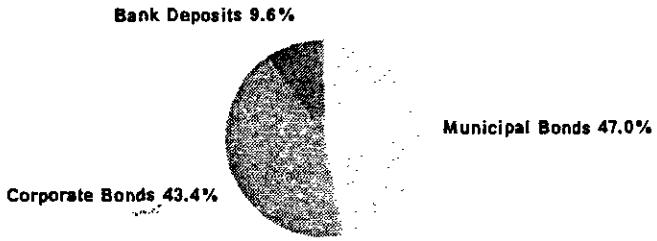
## INCOME

| TAXABLE | *Current Period* | *Year-to-Date* |
|---|---|---|
| Taxable Interest | $0.69 | $1.42 |
| TOTAL TAXABLE | $0.69 | $1.42 |

| NON-TAXABLE | *Current Period* | *Year-to-Date* |
|---|---|---|
| Muni Tax Exempt Interest | $0.00 | $750.00 |
| TOTAL NON-TAXABLE | $0.00 | $750.00 |
| **TOTAL INCOME** | **$0.69** | **$751.42** |

*Taxable income is determined based on information available to NFS at the time the statement was prepared, and is subject to change. Final information on taxation of interest and dividends is available on Form 1099-Div, which is mailed in February of the subsequent year.*

## ACCOUNT ALLOCATION




| | *Percent* | *Prior Period* | *Current Period* |
|---|---|---|---|
| Bank Deposits | 9.6 % | $5,858.17 | $5,858.86 |
| Corporate Bonds | 43.4 | $25,688.75 | $26,500.00 |
| Municipal Bonds | 47.0 | $28,878.25 | $28,664.50 |
| **TOTAL** | **100.0%** | **$60,425.17** | **$61,023.36** |

***Account Allocation*** *shows the percentage that each asset class represents of your total account value. Account Allocation for equities, fixed income, and other categories may include mutual funds and may be net of short positions. NFS has made assumptions concerning how certain mutual funds are allocated. Closed-end mutual funds and Exchange Traded Funds (ETFs) listed on an exchange may be included in the equity allocation. The chart may not reflect your actual portfolio allocation. Consult your broker/dealer prior to making investment decisions.*

KENNY MARCHANT - Individual
Account Number: [redacted]

ZIONS DIRECT | INVESTMENT CENTER

# Account Overview *continued*

## MESSAGES AND ALERTS

Investment products and services offered through Zions Direct, member of FINRA http://www.finra.org/, SIPC http://www.sipc.org/, a non-bank subsidiary of Zions Bank are NOT insured by the FDIC or any federal or state governmental agency, are NOT deposits or other obligations of, or guaranteed by, Zions Bancorporation or its affiliates, and MAY be subject to investment risks, including the possible loss of principal value or amount invested. Bank Deposits and Certificates of Deposit CDs are FDIC Insured up to Applicable Limits.

GO GREEN BY GOING PAPERLESS. To learn how go to www.zionsdirect.com/paperless/tutorial.php Important Notice - Effective immediately debit balances which remain unsatisfied after 45 days will be met through the liquidation of securities in your account. Accounts without assets and activity in the past 12 months are subject to closure. If you have questions, please contact your account representative or our Investment Center at 1-800-524-8875.

U.S. Unlawful Internet Gambling Enforcement Act Notice: In compliance with U.S. Unlawful Internet Gambling Enforcement Act, we are required to notify you that you are prohibited from processing transactions derived from Internet bets or wagers where such bet or wager is unlawful under any applicable Federal or State law in the State or Tribal lands in which the bet or wager is initiated, received, or otherwise made. Zions Direct has elected not to offer accounts to organizations that offer or sponsor Internet gambling. Commercial accounts receiving or processing Internet gambling transactions are subject to closure.

KENNY MARCHANT - Individual
Account Number: [redacted]

ZIONS DIRECT | INVESTMENT CENTER

# Holdings

NFS-provided cost basis, realized gain (loss) and holding period information may not reflect all adjustments necessary for your tax reporting purposes Please refer to Footnotes and Cost Basis Information at the end of this statement for more information

## CASH AND CASH EQUIVALENTS - 9.60% of Total Account Value

| Description | Symbol/Cusip Account Type | Quantity | Price on 02/29/12 | Current Market Value | Prior Market Value | Estimated Annual Income |
|---|---|---|---|---|---|---|
| **Bank Deposits** | | | | | | |
| Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC) Funds used to purchase or sweep to a bank deposit are SIPC protected until deposited to a Program Bank at which time funds may be eligible for FDIC insurance. Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance. Refer to the Bank Deposit Detail section which appears later in this statement for information on the banks holding your deposits. If your account was established on the last business day of this month, your statement will not include a Bank Deposit Detail section. | | | | | | |
| **BANK DEPOSIT SWEEP PRGRAM FDIC**<br>ELIGIBLE NOT COVERED BY SIPC<br>Estimated Annual Yield 0.15% | QZCSQ<br>CASH | 5,858.86 | $1.00 | $5,858.86 | $5,858.17 | |
| **Total Cash and Cash Equivalents** | | | | **$5,858.86** | | |

## HOLDINGS > FIXED INCOME - 90.40% of Total Account Value

For an explanation of fixed income pricing, please see the last page. Redemption schedule(s), bond rating(s), and other information are provided where available If information does not appear regarding a particular investment, it is not available The ratings on this statement are provided by Standard & Poor's and/or Moody's to rate the quality based on the respective rating agency's assessment

**Accrued Interest** - Represents interest accumulated since the last coupon date on certain fixed income securities which may not yet have been paid by the issuer or received by NFS There is no guarantee that the accrued interest will be paid by the issuer

| Description | Symbol/Cusip Account Type | Quantity | Estimated Price on 02/29/12 | Estimated Current Market Value | Estimated Prior Market Value | Estimated Annual Income | Total Cost Basis | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|---|
| **Corporate Bonds** | | | | | | | | |

## HOLDINGS > FIXED INCOME *continued*

| Description | Symbol/Cusip Account Type | Quantity | Estimated Price on 02/29/12 | Estimated Current Market Value | Estimated Prior Market Value | Estimated Annual Income | Total Cost Basis | | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **AMR CORP DEL DEB 10.00000%**<br>04/15/2021<br>CPN PMT SEMI-ANNUAL<br>ON OCT 15, APR 15<br>IN MONETARY DEFAULT<br>Adjusted Cost Basis<br>Unrealized Market Discount Income | 001765AK2<br>CASH<br><br><br><br><br><br>$19.86 Q | 25,000 | $28.00 | $7,000.00 | $6,875.00 | | $23,760.95<br><br><br><br><br><br>$23,760.95 | <br><br><br><br><br><br>D | <br><br><br><br><br><br>($16,760.95) |
| **MBIA INC DEB 7.00000% 12/15/2025**<br>MOODY'S B2 /S&P B-<br>CPN PMT SEMI-ANNUAL<br>ON JUN 15, DEC 15<br>Next Interest Payable: 06/15/12<br>Accrued Interest $364.58<br>Adjusted Cost Basis<br>Unrealized Market Discount Income | 55262CAE0<br>CASH<br><br><br><br><br><br>$35.66 Q | 25,000 | $78.00 | $19,500.00 | $18,813.75 | $1,750.00 | $21,760.95<br><br><br><br><br><br>$21,760.95 | <br><br><br><br><br><br>D | <br><br><br><br><br><br>($2,260.95) |
| **Total Corporate Bonds** | | **50,000** | | **$26,500.00** | | **$1,750.00** | **$45,521.90** | | **($19,021.90)** |
| **Municipal Bonds** | | | | | | | | | |
| **NORTH TEX TWY AUTH REV SYS FIRST TIER 06.00000% 01/01/2038 REV**<br>REF BDS SER. 2010<br>REVENUE<br>MOODY'S A2 /S&P A-<br>CPN PMT SEMI-ANNUAL<br>ON JUL 01, JAN 01<br>Next Interest Payable: 07/01/12<br>CONTINUOUSLY CALLABLE FROM 01/01/2021<br>CALLABLE ON 01/01/2021 @ 100.0000<br>SUBJECT TO SINKING FUND<br>Accrued Interest $245.83<br>Adjusted Cost Basis | 66285WFX9<br>CASH | 25,000 | $114.658 | $28,664.50 | $28,878.25 | $1,500.00 | $24,680.70<br><br><br><br><br><br><br><br><br><br><br>$24,680.70 | <br><br><br><br><br><br><br><br><br><br><br>D | $3,983.80 |
| **Total Fixed Income** | | **75,000** | | **$55,164.50** | | **$3,250.00** | **$70,202.60** | | **($15,038.10)** |
| **Total Securities** | | | | **$55,164.50** | | **$3,250.00** | **$70,202.60** | | **($15,038.10)** |

## HOLDINGS *continued*

| | Quantity | Price on 02/29/12 | Current Market Value | Prior Market Value | Estimated Annual Income | Total Cost Basis | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|
| **TOTAL PORTFOLIO VALUE** | | | **$61,023.36** | | **$3,250.00** | **$70,202.60** | **($15,038.10)** |

# Activity

## CORE FUND ACTIVITY

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| 02/29/12 | CASH | REINVESTMENT | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC NET INT REINVEST | 0.69 | ($0.69) |
| **TOTAL CORE FUND ACTIVITY** | | | | | **($0.69)** |

## ACTIVITY > INCOME > TAXABLE INCOME

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| **Taxable Interest** | | | | | |
| 02/29/12 | CASH | INTEREST RECEIVED | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC | | $0.69 |
| **Total Taxable Interest** | | | | | **$0.69** |
| **Total Taxable Income** | | | | | **$0.69** |
| **TOTAL INCOME** | | | | | **$0.69** |

D - Adjusted cost basis reflects any cumulative original issue discount, premium, or acquisition premium, and it assumes such amounts were amortized by the taxpayer over the life of the security from acquisition date through disposition date For securities still held, maturity date was used instead of disposition date. Premium amortization was calculated using the yield-to-maturity method Acquisition premium was calculated using the ratable accrual method. If applicable, adjusted cost basis reflects market discount accretion which was calculated using the straight-line method and was recognized at disposition date Gain/loss displayed for this transaction was based on cost basis as adjusted for premium and discount as stated above and does not reflect any losses disallowed because of wash sales (if applicable) The adjusted cost basis may not reflect all adjustments necessary for tax reporting purposes and may also not apply if you are using an alternative amortization calculation method Refer to IRS Publication 550, Investment Income and Expenses, for additional information

If a sale, redemption or other disposition involved multiple tax lots, the transaction's totals may have been calculated using a combination of adjusted and unadjusted cost basis information For lots where adjusted cost basis and its associated gain/loss are known, that was used, otherwise "regular" unadjusted cost basis and its associated gain/loss was used

# Miscellaneous Footnotes

CHANGE IN VALUE OF YOUR PORTFOLIO is the change in market value of your portfolio assets over the time period shown. The portfolio assets include the market value of all the securities in the account, plus insurance and annuity assets if applicable The time frame of the graph is from account opening or September 2011, whichever is later, to the current period. Please note that large increases and/or declines in the change in the value of the portfolio can be due to additions, distribution and/or performance.

CHANGE IN INVESTMENT VALUE is the difference between the prior period and current period values which includes the difference between securities that were bought, sold and redeemed during this time period as well as any activity that occurred such as additions and withdrawals, securities transferred, income, expenses, and other activity This does not reflect activity related to assets in which National Financial is not the custodian (e.g. Insurance and Annuities, Assets Held Away and Other Assets Held Away.)

CALLABLE SECURITIES LOTTERY - When street name or bearer securities held for you are subject to a partial call or partial redemption by the issuer, NFS may or may not receive an allocation of called/redeemed securities by the issuer, transfer agent and/or depository. If NFS is allocated a portion of the called/redeemed securities, NFS utilizes an impartial lottery allocation system, in accordance with applicable rules, that randomly selects the securities within customer accounts that will be called/redeemed NFS' allocations are not made on a pro rata basis and it is possible for you to receive a full or partial allocation, or no allocation. You have the right to withdraw uncalled fully paid securities at any time prior to the cutoff date and time established by the issuer, transfer agent and/or depository with respect to the partial call, and also to withdraw excess margin securities provided your account is not subject to restriction under Regulation T or such withdrawal will not cause an undermargined condition

PRICING INFORMATION - Prices displayed are obtained from sources that may include pricing vendors, broker/dealers who clear through NFS and/or other sources Prices may not reflect current fair market value and/or may not be readily marketable or redeemable at the prices shown.

FOREIGN EXCHANGE TRANSACTIONS - Some transaction types necessitate a foreign currency exchange (FX) in order to settle. FX transactions may be effected by Fidelity Forex, Inc on a principal basis Fidelity Forex, Inc., an affiliate of NFS, may impose a commission or markup on the prevailing interbank market price, which may result in a higher price to you. Fidelity Forex, Inc. may share a portion of any FX commission or markup with NFS More favorable rates may be available through third parties not affiliated with NFS. The rate applicable to any transaction involving an FX is available upon request through your broker-dealer.

COST BASIS LEGISLATION - New IRS Rules will require National Financial Services to report cost basis and holding period information for the sale of shares of open end Mutual Fund holdings purchased on or after January 1, 2012 on Form 1099-B. National Financial Services determines the cost basis for all shares of open end mutual funds using a default method of average cost Alternatively, account owners or their brokers and advisors can instruct National Financial Services to determine the cost basis for shares of open end mutual funds by 1) setting up their non-retirement accounts with one of our eleven tax lot disposal methods available to investors or 2) identifying specific tax lots to sell at the time of a transaction Contact your broker or advisor to learn more about the cost basis tracking of your holdings.

120330 280 001430562 C 1
ZIONS DIRECT
ONE SOUTH MAIN, 17TH FLOOR
SALT LAKE CITY, UT 84133

ZIONS DIRECT | INVESTMENT CENTER

KENNY MARCHANT
[redacted]

**STATEMENT FOR THE PERIOD MARCH 1, 2012 TO MARCH 31, 2012**

KENNY MARCHANT - Individual
Account Number: [redacted]

**YOUR FINANCIAL CONSULTANT:**
INVESTMENT CENTER
RR#: 0ZD
support@zionsdirect.com

**For questions about your accounts:**
National: 800 524 8875

www.zionsdirect.com

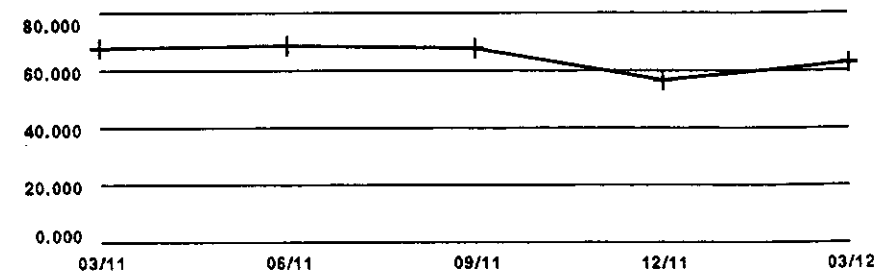
**TOTAL VALUE OF YOUR PORTFOLIO** **$62,805.52**

## FOR YOUR INFORMATION

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## CHANGE IN VALUE OF YOUR PORTFOLIO

*$ thousands*




***Change In Value Of Your Portfolio** information can be found in Miscellaneous Footnotes at the end of this statement.*

KENNY MARCHANT - Individual
Account Number: [redacted]

ZIONS DIRECT | INVESTMENT CENTER

# Account Overview

| CHANGE IN ACCOUNT VALUE | *Current Period* | *Year-to-Date* |
|---|---|---|
| BEGINNING VALUE | $61,023.36 | $56,689.19 |
| Additions and Withdrawals | $0.00 | $0.00 |
| Income | $0.66 | $752.08 |
| Taxes, Fees and Expenses | $0.00 | $0.00 |
| Change in Investment Value | $1,781.50 | $5,364.25 |
| ENDING VALUE (AS OF 03/31/12) | $62,805.52 | $62,805.52 |
| Total Accrued Interest | $890.28 | |
| Ending Value with Accrued Interest | $63,695.80 | |

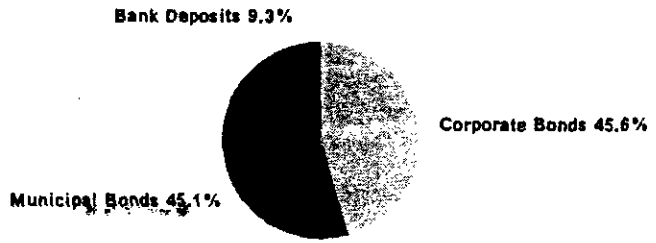
*Refer to Miscellaneous Footnotes for more information on Change in Investment Value.*

## INCOME

| TAXABLE | *Current Period* | *Year-to-Date* |
|---|---|---|
| Taxable Interest | $0.66 | $2.08 |
| TOTAL TAXABLE | $0.66 | $2.08 |
| NON-TAXABLE | *Current Period* | *Year-to-Date* |
| Muni Tax Exempt Interest | $0.00 | $750.00 |
| TOTAL NON-TAXABLE | $0.00 | $750.00 |
| **TOTAL INCOME** | **$0.66** | **$752.08** |

*Taxable income is determined based on information available to NFS at the time the statement was prepared, and is subject to change. Final information on taxation of interest and dividends is available on Form 1099-Div, which is mailed in February of the subsequent year.*

## ACCOUNT ALLOCATION




| | *Percent* | *Prior Period* | *Current Period* |
|---|---|---|---|
| Bank Deposits | 9.3 % | $5,858.86 | $5,859.52 |
| Corporate Bonds | 45.6 | $26,500.00 | $28,625.00 |
| Municipal Bonds | 45.1 | $28,664.50 | $28,321.00 |
| **TOTAL** | **100.0%** | **$61,023.36** | **$62,805.52** |

***Account Allocation*** *shows the percentage that each asset class represents of your total account value. Account Allocation for equities, fixed income, and other categories may include mutual funds and may be net of short positions. NFS has made assumptions concerning how certain mutual funds are allocated. Closed-end mutual funds and Exchange Traded Funds (ETFs) listed on an exchange may be included in the equity allocation. The chart may not reflect your actual portfolio allocation. Consult your broker/dealer prior to making investment decisions.*

# Account Overview *continued*

## MESSAGES AND ALERTS

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GO GREEN BY GOING PAPERLESS. To learn how go to www.zionsdirect.com/paperless/tutorial.php

Important Notice - Effective immediately debit balances which remain unsatisfied after 45 days will be met through the liquidation of securities in your account. Accounts without assets and activity in the past 12 months are subject to closure. If you have questions, please contact your account representative or our Investment Center at 1-800-524-8875.

National Financial Services LLC, NFS, is required by the Securities Exchange Act of 1934 to provide certain financial information from its Statement of Financial Condition At December 31, 2011, NFS had net capital of $2,065 million, which was 12.98 percent of aggregate debit items and exceeded its minimum requirement by $1,747 million. To acquire the Statement of Financial Condition, log on to www.mybrokerageinfo.com. If you wish to obtain a copy of this document at no cost, please call 800-439-5627.

U.S. Unlawful Internet Gambling Enforcement Act Notice: In compliance with U.S. Unlawful Internet Gambling Enforcement Act, we are required to notify you that you are prohibited from processing transactions derived from Internet bets or wagers where such bet or wager is unlawful under any applicable Federal or State law in the State or Tribal lands in which the bet or wager is initiated, received, or otherwise made. Zions Direct has elected not to offer accounts to organizations that offer or sponsor Internet gambling. Commercial accounts receiving or processing Internet gambling transactions are subject to closure.

KENNY MARCHANT - Individual
Account Number: [redacted]

ZIONS DIRECT | INVESTMENT CENTER

# Holdings

NFS-provided cost basis, realized gain (loss) and holding period information may not reflect all adjustments necessary for your tax reporting purposes Please refer to Footnotes and Cost Basis Information at the end of this statement for more information

## CASH AND CASH EQUIVALENTS - 9.33% of Total Account Value

| Description | Symbol/Cusip Account Type | Quantity | Price on 03/31/12 | Current Market Value | Prior Market Value | Estimated Annual Income |
|---|---|---|---|---|---|---|
| **Bank Deposits** | | | | | | |
| Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC) Funds used to purchase or sweep to a bank deposit are SIPC protected until deposited to a Program Bank at which time funds may be eligible for FDIC insurance Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance Refer to the Bank Deposit Detail section which appears later in this statement for information on the banks holding your deposits If your account was established on the last business day of this month, your statement will not include a Bank Deposit Detail section | | | | | | |
| **BANK DEPOSIT SWEEP PRGRAM FDIC**<br>ELIGIBLE NOT COVERED BY SIPC<br>Estimated Annual Yield 0.13% | QZCSQ<br>CASH | 5,859.52 | $1.00 | $5,859.52 | $5,858.86 | |
| **Total Cash and Cash Equivalents** | | | | **$5,859.52** | | |

## HOLDINGS > FIXED INCOME - 90.67% of Total Account Value

For an explanation of fixed income pricing, please see the last page Redemption schedule(s), bond rating(s), and other information are provided where available If information does not appear regarding a particular investment, it is not available The ratings on this statement are provided by Standard & Poor's and/or Moody's to rate the quality based on the respective rating agency's assessment

**Accrued Interest** - Represents interest accumulated since the last coupon date on certain fixed income securities which may not yet have been paid by the issuer or received by NFS There is no guarantee that the accrued interest will be paid by the issuer

| Description | Symbol/Cusip Account Type | Quantity | Estimated Price on 03/31/12 | Estimated Current Market Value | Estimated Prior Market Value | Estimated Annual Income | Total Cost Basis | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|---|
| **Corporate Bonds** | | | | | | | | |



Account carried with National Financial Services LLC, Member NYSE, SIPC

## HOLDINGS > FIXED INCOME *continued*

| Description | Symbol/Cusip Account Type | Quantity | Estimated Price on 03/31/12 | Estimated Current Market Value | Estimated Prior Market Value | Estimated Annual Income | Total Cost Basis | | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **AMR CORP DEL DEB 10.00000%**<br>04/15/2021<br>CPN PMT SEMI-ANNUAL<br>ON OCT 15, APR 15<br>IN MONETARY DEFAULT<br>Adjusted Cost Basis<br>Unrealized Market Discount Income | 001765AK2<br>CASH<br><br><br><br><br>$30.30 Q | 25,000 | $43.00 | $10,750.00 | $7,000.00 | | $23,760.95<br><br><br><br><br>$23,760.95 | D | ($13,010.95) |
| **MBIA INC DEB 7.00000% 12/15/2025**<br>MOODY'S B2 /S&P B-<br>CPN PMT SEMI-ANNUAL<br>ON JUN 15, DEC 15<br>Next Interest Payable: 06/15/12<br>Accrued Interest $515.28<br>Adjusted Cost Basis<br>Unrealized Market Discount Income | 55262CAE0<br>CASH<br><br><br><br><br><br>$54.39 Q | 25,000 | $71.50 | $17,875.00 | $19,500.00 | $1,750.00 | $21,760.95<br><br><br><br><br><br>$21,760.95 | D | ($3,885.95) |
| **Total Corporate Bonds** | | **50,000** | | **$28,625.00** | | **$1,750.00** | **$45,521.90** | | **($16,896.90)** |

### Municipal Bonds

| | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| **NORTH TEX TWY AUTH REV SYS FIRST**<br>TIER 06.00000% 01/01/2038 REV<br>REF BDS SER. 2010<br>REVENUE<br>MOODY'S A2 /S&P A-<br>CPN PMT SEMI-ANNUAL<br>ON JUL 01, JAN 01<br>Next Interest Payable: 07/01/12<br>CONTINUOUSLY CALLABLE FROM 01/01/2021<br>CALLABLE ON 01/01/2021 @ 100.0000<br>SUBJECT TO SINKING FUND<br>Accrued Interest $375.00<br>Adjusted Cost Basis | 66285WFX9<br>CASH | 25,000 | $113.284 | $28,321.00 | $28,664.50 | $1,500.00 | $24,680.70<br><br><br><br><br><br><br><br><br><br><br>$24,680.70 | D | $3,640.30 |
| **Total Fixed Income** | | **75,000** | | **$56,946.00** | | **$3,250.00** | **$70,202.60** | | **($13,256.60)** |
| **Total Securities** | | | | **$56,946.00** | | **$3,250.00** | **$70,202.60** | | **($13,256.60)** |

## HOLDINGS *continued*

| | Quantity | Price on 03/31/12 | Current Market Value | Prior Market Value | Estimated Annual Income | Total Cost Basis | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|
| **TOTAL PORTFOLIO VALUE** | | | **$62,805.52** | | **$3,250.00** | **$70,202.60** | **($13,256.60)** |

# Activity

## CORE FUND ACTIVITY

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| 03/30/12 | CASH | REINVESTMENT | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC NET INT REINVEST | 0.66 | ($0.66) |
| **TOTAL CORE FUND ACTIVITY** | | | | | **($0.66)** |

## ACTIVITY > INCOME > TAXABLE INCOME

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| **Taxable Interest** | | | | | |
| 03/30/12 | CASH | INTEREST RECEIVED | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC | | $0.66 |
| **Total Taxable Interest** | | | | | **$0.66** |
| **Total Taxable Income** | | | | | **$0.66** |
| **TOTAL INCOME** | | | | | **$0.66** |

## ACTIVITY > BANK DEPOSIT DETAIL

Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC). Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance. Your Ending Balance at each Program Bank as of the end of this statement period is shown below. Funds pending settlement reflect deposits to (credit) or withdrawals from (debit) a Program Bank. Subject to the terms of the applicable bank deposit disclosure, customers are reminded that funds are deposited to a Program Bank on the business day following the date that funds are credited to your account and until swept to a Program Bank, funds are covered by SIPC.

| Bank | Beginning Balance | Ending Balance |
|---|---|---|
| Zions First National Bank | $5,858.86 | $5,859.52 |
| Total Bank Deposits | $5,858.86 | $5,859.52 |

# Footnotes and Cost Basis Information

Amortization, accretion and similar adjustments to cost basis have been provided for many fixed income securities (and some bond-like equities), however, they are not provided for certain types, such as short-term instruments, Unit Investment Trusts, foreign fixed income securities, or those that are subject to early prepayment of principal (pay downs). Where current year premium or acquisition premium amortization is provided, the prior years' cumulative amortization is reflected in the adjusted cost basis, but we cannot provide a breakdown or the total of such prior amortization amounts.

**LIMITATION ON COST BASIS INFORMATION:** NFS's cost basis information system has a cumulative lifetime limit on how much activity it can track for each individual security position in an account. For this purpose, each buy, sell, dividend, wash sale disallowed loss, stock split, stock merger, etc, is an event. For some customers, this limit can be reached with approximately 1500 events. Upon reaching the limit, the system no longer displays or tracks cost basis information for the affected position, and such information will usually show as not available or unknown. Once the limit is reached, all cost basis information for the affected position will need to be tracked and updated by you, the investor.

Starting in 2011, the way that cost basis and related information is tracked and reported will change due to new federal tax rules. As a result, your official 1099-B forms for certain transactions will reflect which lots have been sold for tax purposes. To apply a specific identification cost basis method to 1099-B reporting, appropriate instructions must be on file with NFS or be received by NFS before the trade has settled. Absent such instructions, NFS determines cost basis at the time of sale based on its default methods of average cost for open-end mutual funds and first-in, first-out (FIFO) for all other securities (including ETFs). NFS applies FIFO (or other disposal method, if applicable) based on its records, which may be different from yours. For transactions that are not subject to 1099-B cost basis reporting, you should refer to your trade confirmations and other applicable records to determine which lots were considered sold for tax purposes.

While NFS must meet IRS requirements with respect to certain information required to be reported to the IRS, NFS-provided cost basis, realized gain and loss, and holding period information may not reflect all adjustments necessary for your tax reporting purposes. Taxpayers should verify such information when calculating reportable gain or loss from a sale, redemption or exchange. NFS is not responsible for your use of this information in meeting your federal, state, and other tax obligations. NFS makes no warranties with respect to and specifically disclaims any liability arising out of a customer's use of, or any tax position taken in reliance upon, such information.

Consult your tax advisor for further information.

For investments in partnerships, NFS does not make any adjustments to cost basis information as the calculation of basis in such investments requires supplemental information from the partnership on its income and distributions during the period you held your investment. Partnerships usually provide this additional information on a Form K-1 issued by April 15th of the following year.

D - Adjusted cost basis reflects any cumulative original issue discount, premium, or acquisition premium, and it assumes such amounts were amortized by the taxpayer over the life of the security from acquisition date through disposition date For securities still held, maturity date was used instead of disposition date. Premium amortization was calculated using the yield-to-maturity method Acquisition premium was calculated using the ratable accrual method. If applicable, adjusted cost basis reflects market discount accretion which was calculated using the straight-line method and was recognized at disposition date Gain/loss displayed for this transaction was based on cost basis as adjusted for premium and discount as stated above and does not reflect any losses disallowed because of wash sales (if applicable). The adjusted cost basis may not reflect all adjustments necessary for tax reporting purposes and may also not apply if you are using an alternative amortization calculation method. Refer to IRS Publication 550, Investment Income and Expenses, for additional information

If a sale, redemption or other disposition involved multiple tax lots, the transaction's totals may have been calculated using a combination of adjusted and unadjusted cost basis information. For lots where adjusted cost basis and its associated gain/loss are known, that was used, otherwise "regular" unadjusted cost basis and its associated gain/loss was used

# Miscellaneous Footnotes

CHANGE IN VALUE OF YOUR PORTFOLIO is the change in market value of your portfolio assets over the time period shown. The portfolio assets include the market value of all the securities in the account, plus insurance and annuity assets if applicable The time frame of the graph is from account opening or September 2011, whichever is later, to the current period Please note that large increases and/or declines in the change in the value of the portfolio can be due to additions, distribution and/or performance

CHANGE IN INVESTMENT VALUE is the difference between the prior period and current period values which includes the difference between securities that were bought, sold and redeemed during this time period as well as any activity that occurred such as additions and withdrawals, securities transferred, income, expenses, and other activity This does not reflect activity related to assets in which National Financial is not the custodian (e.g. Insurance and Annuities, Assets Held Away and Other Assets Held Away )

CALLABLE SECURITIES LOTTERY - When street name or bearer securities held for you are subject to a partial call or partial redemption by the issuer, NFS may or may not receive an allocation of called/redeemed securities by the issuer, transfer agent and/or depository. If NFS is allocated a portion of the called/redeemed securities, NFS utilizes an impartial lottery allocation system, in accordance with applicable rules, that randomly selects the securities within customer accounts that will be called/redeemed NFS' allocations are not made on a pro rata basis and it is possible for you to receive a full or partial allocation, or no allocation. You have the right to withdraw uncalled fully paid securities at any time prior to the cutoff date and time established by the issuer, transfer agent and/or depository with respect to the partial call, and also to withdraw excess margin securities provided your account is not subject to restriction under Regulation T or such withdrawal will not cause an undermargined condition

PRICING INFORMATION - Prices displayed are obtained from sources that may include pricing vendors, broker/dealers who clear through NFS and/or other sources Prices may not reflect current fair market value and/or may not be readily marketable or redeemable at the prices shown

FOREIGN EXCHANGE TRANSACTIONS - Some transaction types necessitate a foreign currency exchange (FX) in order to settle FX transactions may be effected by Fidelity Forex, Inc on a principal basis Fidelity Forex, Inc., an affiliate of NFS, may impose a commission or markup on the prevailing interbank market price, which may result in a higher price to you. Fidelity Forex, Inc. may share a portion of any FX commission or markup with NFS More favorable rates may be available through third parties not affiliated with NFS The rate applicable to any transaction involving an FX is available upon request through your broker-dealer

COST BASIS LEGISLATION - New IRS Rules will require National Financial Services to report cost basis and holding period information for the sale of shares of open end Mutual Fund holdings purchased on or after January 1, 2012 on Form 1099-B National Financial Services determines the cost basis for all shares of open end mutual funds using a default method of average cost Alternatively, account owners or their brokers and advisors can instruct National Financial Services to determine the cost basis for shares of open end mutual funds by 1) setting up their non-retirement accounts with one of our eleven tax lot disposal methods available to investors or 2) identifying specific tax lots to sell at the time of a transaction Contact your broker or advisor to learn more about the cost basis tracking of your holdings

ENV# CEBBBXMVBBCHJGP_BBBBB
ZIONS DIRECT
ONE SOUTH MAIN, 17TH FLOOR
SALT LAKE CITY, UT 84133

18013696

KENNY MARCHANT
[redacted]

ZIONS DIRECT | INVESTMENT CENTER

**STATEMENT FOR THE PERIOD APRIL 1, 2012 TO APRIL 30, 2012**

KENNY MARCHANT - Individual
Account Number: [redacted]

**YOUR FINANCIAL CONSULTANT:**
INVESTMENT CENTER
RR#: 0ZD
support@zionsdirect.com

**For questions about your accounts:**
National: 800 524 8875

www.zionsdirect.com

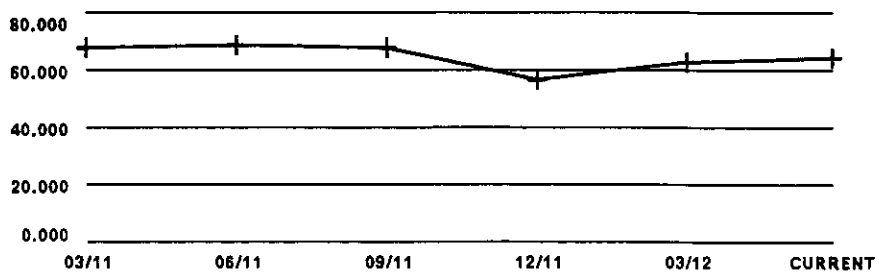
**TOTAL VALUE OF YOUR PORTFOLIO** **$64,448.70**

## FOR YOUR INFORMATION

Brokerage services provided by Zions Direct, Inc., which is a member of FINRA and SIPC. Zions Direct is a non-bank subsidiary of Zions Bank. Zions Direct, Amegy Bank of Texas, California Bank and Trust, National Bank of Arizona, Nevada State Bank, The Commerce Bank of Oregon, The Commerce Bank of Washington, and Vectra Bank are affiliated companies.

## CHANGE IN VALUE OF YOUR PORTFOLIO

*$ thousands*




***Change In Value Of Your Portfolio** information can be found in Miscellaneous Footnotes at the end of this statement*

KENNY MARCHANT - Individual
Account Number: [redacted]

ZIONS DIRECT | INVESTMENT CENTER

# Account Overview

| CHANGE IN ACCOUNT VALUE | *Current Period* | *Year-to-Date* |
|---|---|---|
| BEGINNING VALUE | $62,805.52 | $56,689.19 |
| Additions and Withdrawals | $0.00 | $0.00 |
| Income | $0.43 | $752.51 |
| Taxes. Fees and Expenses | $0.00 | $0.00 |
| Change in Investment Value | $1,642.75 | $7,007.00 |
| ENDING VALUE (AS OF 04/30/12) | $64,448.70 | $64,448.70 |
| Total Accrued Interest | $1,161.11 | |
| Ending Value with Accrued Interest | $65,609.81 | |

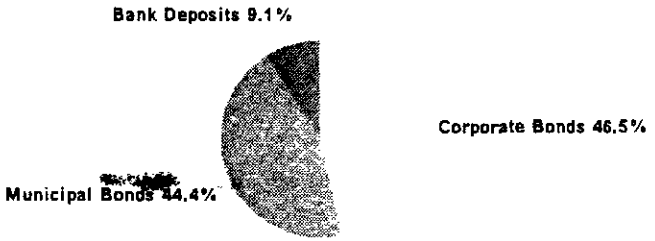
*Refer to Miscellaneous Footnotes for more information on Change in Investment Value.*

## INCOME

| TAXABLE | *Current Period* | *Year-to-Date* |
|---|---|---|
| Taxable Interest | $0.43 | $2.51 |
| TOTAL TAXABLE | $0.43 | $2.51 |
| NON-TAXABLE | *Current Period* | *Year-to-Date* |
| Muni Tax Exempt Interest | $0.00 | $750.00 |
| TOTAL NON-TAXABLE | $0.00 | $750.00 |
| **TOTAL INCOME** | **$0.43** | **$752.51** |

*Taxable income is determined based on information available to NFS at the time the statement was prepared, and is subject to change. Final information on taxation of interest and dividends is available on Form 1099-Div, which is mailed in February of the subsequent year.*

## ACCOUNT ALLOCATION




| | *Percent* | *Prior Period* | *Current Period* |
|---|---|---|---|
| Bank Deposits | 9.1 % | $5,859.52 | $5,859.95 |
| Corporate Bonds | 46.5 | $28,625.00 | $30,000.00 |
| Municipal Bonds | 44.4 | $28,321.00 | $28,588.75 |
| **TOTAL** | **100.0%** | **$62,805.52** | **$64,448.70** |

***Account Allocation*** *shows the percentage that each asset class represents of your total account value. Account Allocation for equities, fixed income, and other categories may include mutual funds and may be net of short positions. NFS has made assumptions concerning how certain mutual funds are allocated. Closed-end mutual funds and Exchange Traded Funds (ETFs) listed on an exchange may be included in the equity allocation. The chart may not reflect your actual portfolio allocation. Consult your broker/dealer prior to making investment decisions.*

ZIONS DIRECT | INVESTMENT CENTER

# Account Overview *continued*

## MESSAGES AND ALERTS

Investment products and services offered through Zions Direct, member of FINRA http://www.finra.org/, SIPC http://www.sipc.org/, a non-bank subsidiary of Zions Bank are NOT insured by the FDIC or any federal or state governmental agency, are NOT deposits or other obligations of, or guaranteed by, Zions Bancorporation or its affiliates, and MAY be subject to investment risks, including the possible loss of principal value or amount invested. Bank Deposits and Certificates of Deposit CDs are FDIC Insured up to Applicable Limits.

KENNY MARCHANT - Individual
Account Number: [redacted]

ZIONS DIRECT | INVESTMENT CENTER

# Holdings

NFS-provided cost basis, realized gain (loss) and holding period information may not reflect all adjustments necessary for your tax reporting purposes Please refer to Footnotes and Cost Basis Information at the end of this statement for more information

## CASH AND CASH EQUIVALENTS - 9.09% of Total Account Value

| Description | Symbol/Cusip Account Type | Quantity | Price on 04/30/12 | Current Market Value | Prior Market Value | Estimated Annual Income |
|---|---|---|---|---|---|---|
| **Bank Deposits** | | | | | | |
| Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC) Funds used to purchase or sweep to a bank deposit are SIPC protected until deposited to a Program Bank at which time funds may be eligible for FDIC insurance. Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance Refer to the Bank Deposit Detail section which appears later in this statement for information on the banks holding your deposits If your account was established on the last business day of this month, your statement will not include a Bank Deposit Detail section | | | | | | |
| **BANK DEPOSIT SWEEP PRGRAM FDIC**<br>ELIGIBLE NOT COVERED BY SIPC<br>Estimated Annual Yield 0.09% | QZCSQ<br>CASH | 5,859.95 | $1.00 | $5,859.95 | $5,859.52 | |
| **Total Cash and Cash Equivalents** | | | | **$5,859.95** | | |

## HOLDINGS > FIXED INCOME - 90.91% of Total Account Value

For an explanation of fixed income pricing, please see the last page. Redemption schedule(s), bond rating(s), and other information are provided where available. If information does not appear regarding a particular investment, it is not available The ratings on this statement are provided by Standard & Poor's and/or Moody's to rate the quality based on the respective rating agency's assessment

**Accrued Interest** - Represents interest accumulated since the last coupon date on certain fixed income securities which may not yet have been paid by the issuer or received by NFS There is no guarantee that the accrued interest will be paid by the issuer

| Description | Symbol/Cusip Account Type | Quantity | Estimated Price on 04/30/12 | Estimated Current Market Value | Estimated Prior Market Value | Estimated Annual Income | Total Cost Basis | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|---|
| **Corporate Bonds** | | | | | | | | |

## HOLDINGS > FIXED INCOME *continued*

| Description | Symbol/Cusip Account Type | Quantity | Estimated Price on 04/30/12 | Estimated Current Market Value | Estimated Prior Market Value | Estimated Annual Income | Total Cost Basis | | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **AMR CORP DEL DEB 10.00000%**<br>04/15/2021<br>CPN PMT SEMI-ANNUAL<br>ON OCT 15, APR 15<br>IN MONETARY DEFAULT<br>Adjusted Cost Basis<br>*Unrealized Market Discount Income* | 001765AK2<br>CASH<br><br><br><br><br>$40.41 D | 25,000 | $48.00 | $12,000.00 | $10,750.00 | | $23,760.95<br><br><br><br><br>$23,760.95 | D | ($11,760.95) |
| **MBIA INC DEB 7.00000% 12/15/2025**<br>MOODY'S B2 /S&P B-<br>CPN PMT SEMI-ANNUAL<br>ON JUN 15, DEC 15<br>Next Interest Payable: 06/15/12<br>Accrued Interest $661.11<br>Adjusted Cost Basis<br>Unrealized Market Discount Income | 55262CAE0<br>CASH<br><br><br><br><br><br>$72.53 D | 25,000 | $72.00 | $18,000.00 | $17,875.00 | $1,750.00 | $21,760.95<br><br><br><br><br><br>$21,760.95 | D | ($3,760.95) |
| **Total Corporate Bonds** | | **50,000** | | **$30,000.00** | | **$1,750.00** | **$45,521.90** | | **($15,521.90)** |
| **Municipal Bonds** | | | | | | | | | |
| **NORTH TEX TWY AUTH REV SYS FIRST TIER 06.00000% 01/01/2038 REV**<br>REF BDS SER. 2010<br>REVENUE<br>MOODY'S A2 /S&P A-<br>CPN PMT SEMI-ANNUAL<br>ON JUL 01, JAN 01<br>Next Interest Payable: 07/01/12<br>CONTINUOUSLY CALLABLE FROM 01/01/2021<br>CALLABLE ON 01/01/2021 @ 100.0000<br>SUBJECT TO SINKING FUND<br>Accrued Interest $500.00<br>Adjusted Cost Basis | 66285WFX9<br>CASH | 25,000 | $114.355 | $28,588.75 | $28,321.00 | $1,500.00 | $24,680.70<br><br><br><br><br><br><br><br><br><br>$24,680.70 | D | $3,908.05 |
| **Total Fixed Income** | | **75,000** | | **$58,588.75** | | **$3,250.00** | **$70,202.60** | | **($11,613.85)** |
| **Total Securities** | | | | **$58,588.75** | | **$3,250.00** | **$70,202.60** | | **($11,613.85)** |

## HOLDINGS *continued*

| | Quantity | Price on 04/30/12 | Current Market Value | Prior Market Value | Estimated Annual Income | Total Cost Basis | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|
| **TOTAL PORTFOLIO VALUE** | | | **$64,448.70** | | **$3,250.00** | **$70,202.60** | **($11,613.85)** |

# Activity

## CORE FUND ACTIVITY

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| 04/30/12 | CASH | REINVESTMENT | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC NET INT REINVEST | 0.43 | ($0.43) |
| **TOTAL CORE FUND ACTIVITY** | | | | | **($0.43)** |

## ACTIVITY > INCOME > TAXABLE INCOME

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| **Taxable Interest** | | | | | |
| 04/30/12 | CASH | INTEREST RECEIVED | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC | | $0.43 |
| **Total Taxable Interest** | | | | | **$0.43** |
| **Total Taxable Income** | | | | | **$0.43** |
| **TOTAL INCOME** | | | | | **$0.43** |

## ACTIVITY > BANK DEPOSIT DETAIL

Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC). Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance. Your Ending Balance at each Program Bank as of the end of this statement period is shown below. Funds pending settlement reflect deposits to (credit) or withdrawals from (debit) a Program Bank. Subject to the terms of the applicable bank deposit disclosure, customers are reminded that funds are deposited to a Program Bank on the business day following the date that funds are credited to your account and until swept to a Program Bank, funds are covered by SIPC

| Bank | Beginning Balance | Ending Balance |
|---|---|---|
| Zions First National Bank | $5,859.52 | $5,859.95 |
| Total Bank Deposits | $5,859.52 | $5,859.95 |

# Footnotes and Cost Basis Information

Amortization, accretion and similar adjustments to cost basis have been provided for many fixed income securities (and some bond-like equities), however, they are not provided for certain types, such as short-term instruments, Unit Investment Trusts, foreign fixed income securities, or those that are subject to early prepayment of principal (pay downs). Where current year premium or acquisition premium amortization is provided, the prior years' cumulative amortization is reflected in the adjusted cost basis, but we cannot provide a breakdown or the total of such prior amortization amounts.

**LIMITATION ON COST BASIS INFORMATION:** NFS's cost basis information system has a cumulative lifetime limit on how much activity it can track for each individual security position in an account. For this purpose, each buy, sell, dividend, wash sale disallowed loss, stock split, stock merger, etc, is an event. For some customers, this limit can be reached with approximately 1500 events. Upon reaching the limit, the system no longer displays or tracks cost basis information for the affected position, and such information will usually show as not available or unknown. Once the limit is reached, all cost basis information for the affected position will need to be tracked and updated by you, the investor.

Starting in 2011, the way that cost basis and related information is tracked and reported will change due to new federal tax rules. As a result, your official 1099-B forms for certain transactions will reflect which lots have been sold for tax purposes. To apply a specific identification cost basis method to 1099-B reporting, appropriate instructions must be on file with NFS or be received by NFS before the trade has settled. Absent such instructions, NFS determines cost basis at the time of sale based on its default methods of average cost for open-end mutual funds and first-in, first-out (FIFO) for all other securities (including ETFs). NFS applies FIFO (or other disposal method, if applicable) based on its records, which may be different from yours. For transactions that are not subject to 1099-B cost basis reporting, you should refer to your trade confirmations and other applicable records to determine which lots were considered sold for tax purposes

While NFS must meet IRS requirements with respect to certain information required to be reported to the IRS, NFS-provided cost basis, realized gain and loss, and holding period information may not reflect all adjustments necessary for your tax reporting purposes. Taxpayers should verify such information when calculating reportable gain or loss from a sale, redemption or exchange. NFS is not responsible for your use of this information in meeting your federal, state, and other tax obligations. NFS makes no warranties with respect to and specifically disclaims any liability arising out of a customer's use of, or any tax position taken in reliance upon, such information

Consult your tax advisor for further information

For investments in partnerships, NFS does not make any adjustments to cost basis information as the calculation of basis in such investments requires supplemental information from the partnership on its income and distributions during the period you held your investment. Partnerships usually provide this additional information on a Form K-1 issued by April 15th of the following year

D - Adjusted cost basis reflects any cumulative original issue discount, premium, or acquisition premium, and it assumes such amounts were amortized by the taxpayer over the life of the security from acquisition date through disposition date. For securities still held, maturity date was used instead of disposition date. Premium amortization was calculated using the yield-to-maturity method Acquisition premium was calculated using the ratable accrual method. If applicable, adjusted cost basis reflects market discount accretion which was calculated using the straight-line method and was recognized at disposition date Gain/loss displayed for this transaction was based on cost basis as adjusted for premium and discount as stated above and does not reflect any losses disallowed because of wash sales (if applicable). The adjusted cost basis may not reflect all adjustments necessary for tax reporting purposes and may also not apply if you are using an alternative amortization calculation method Refer to IRS Publication 550, Investment Income and Expenses, for additional information.

If a sale, redemption or other disposition involved multiple tax lots, the transaction's totals may have been calculated using a combination of adjusted and unadjusted cost basis information. For lots where adjusted cost basis and its associated gain/loss are known, that was used, otherwise "regular" unadjusted cost basis and its associated gain/loss was used

# Miscellaneous Footnotes

CHANGE IN VALUE OF YOUR PORTFOLIO is the change in market value of your portfolio assets over the time period shown The portfolio assets include the market value of all the securities in the account, plus insurance and annuity assets if applicable. The time frame of the graph is from account opening or September 2011, whichever is later, to the current period. Please note that large increases and/or declines in the change in the value of the portfolio can be due to additions, distribution and/or performance

CHANGE IN INVESTMENT VALUE is the difference between the prior period and current period values which includes the difference between securities that were bought, sold and redeemed during this time period as well as any activity that occurred such as additions and withdrawals, securities transferred, income, expenses, and other activity This does not reflect activity related to assets in which National Financial is not the custodian (e.g Insurance and Annuities, Assets Held Away and Other Assets Held Away.)

CALLABLE SECURITIES LOTTERY - When street name or bearer securities held for you are subject to a partial call or partial redemption by the issuer, NFS may or may not receive an allocation of called/redeemed securities by the issuer, transfer agent and/or depository. If NFS is allocated a portion of the called/redeemed securities, NFS utilizes an impartial lottery allocation system, in accordance with applicable rules, that randomly selects the securities within customer accounts that will be called/redeemed NFS' allocations are not made on a pro rata basis and it is possible for you to receive a full or partial allocation, or no allocation. You have the right to withdraw uncalled fully paid securities at any time prior to the cutoff date and time established by the issuer, transfer agent and/or depository with respect to the partial call, and also to withdraw excess margin securities provided your account is not subject to restriction under Regulation T or such withdrawal will not cause an undermargined condition

PRICING INFORMATION - Prices displayed are obtained from sources that may include pricing vendors, broker/dealers who clear through NFS and/or other sources. Prices may not reflect current fair market value and/or may not be readily marketable or redeemable at the prices shown

FOREIGN EXCHANGE TRANSACTIONS - Some transaction types necessitate a foreign currency exchange (FX) in order to settle. FX transactions may be effected by Fidelity Forex, Inc on a principal basis. Fidelity Forex, Inc , an affiliate of NFS, may impose a commission or markup on the prevailing interbank market price, which may result in a higher price to you. Fidelity Forex, Inc may share a portion of any FX commission or markup with NFS More favorable rates may be available through third parties not affiliated with NFS The rate applicable to any transaction involving an FX is available upon request through your broker-dealer

COST BASIS LEGISLATION - New IRS Rules will require National Financial Services to report cost basis and holding period information for the sale of shares of open end Mutual Fund holdings purchased on or after January 1, 2012 on Form 1099-B National Financial Services determines the cost basis for all shares of open end mutual funds using a default method of average cost Alternatively, account owners or their brokers and advisors can instruct National Financial Services to determine the cost basis for shares of open end mutual funds by 1) setting up their non-retirement accounts with one of our eleven tax lot disposal methods available to investors or 2) identifying specific tax lots to sell at the time of a transaction Contact your broker or advisor to learn more about the cost basis tracking of your holdings

ENV# CEBBCBWGBBFKCND_BBBBB
ZIONS DIRECT
ONE SOUTH MAIN, 17TH FLOOR
SALT LAKE CITY, UT 84133

30006552

KENNY MARCHANT
[redacted]

ZIONS DIRECT | INVESTMENT CENTER

**STATEMENT FOR THE PERIOD MAY 1, 2012 TO MAY 31, 2012**

KENNY MARCHANT - Individual
Account Number [redacted]

**YOUR FINANCIAL CONSULTANT:**
INVESTMENT CENTER
RR#: 0ZD
support@zionsdirect.com

**For questions about your accounts:**
National: 800 524 8875

www.zionsdirect.com

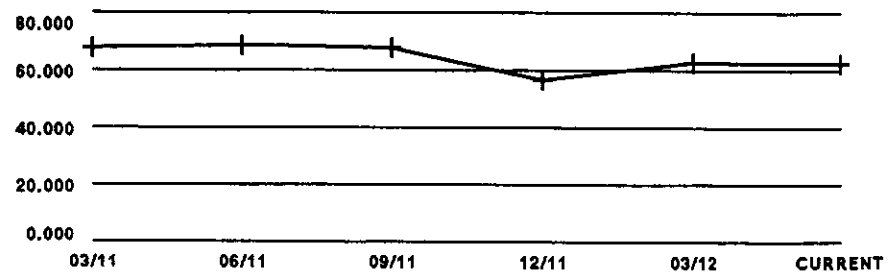
**TOTAL VALUE OF YOUR PORTFOLIO** **$62,592.19**

## FOR YOUR INFORMATION

Brokerage services provided by Zions Direct, Inc., which is a member of FINRA and SIPC. Zions Direct is a non-bank subsidiary of Zions Bank. Zions Direct, Amegy Bank of Texas, California Bank and Trust, National Bank of Arizona, Nevada State Bank, The Commerce Bank of Oregon, The Commerce Bank of Washington, and Vectra Bank are affiliated companies.

## CHANGE IN VALUE OF YOUR PORTFOLIO

*$ thousands*




***Change In Value Of Your Portfolio** information can be found in Miscellaneous Footnotes at the end of this statement.*

KENNY MARCHANT - Individual
Account Number: [redacted]

ZIONS DIRECT | INVESTMENT CENTER

# Account Overview

| CHANGE IN ACCOUNT VALUE | *Current Period* | *Year-to-Date* |
|---|---|---|
| BEGINNING VALUE | $64,448.70 | $56,689.19 |
| Additions and Withdrawals | $0.00 | $0.00 |
| Income | $0.24 | $752.75 |
| Taxes, Fees and Expenses | $0.00 | $0.00 |
| Change in Investment Value | ($1,856.75) | $5,150.25 |
| ENDING VALUE (AS OF 05/31/12) | $62,592.19 | $62,592.19 |
| Total Accrued Interest | $1,431.94 | |
| Ending Value with Accrued Interest | $64,024.13 | |

*Refer to Miscellaneous Footnotes for more information on Change in Investment Value.*

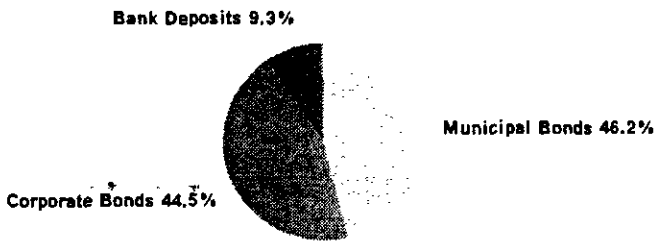
## INCOME

| TAXABLE | *Current Period* | *Year-to-Date* |
|---|---|---|
| Taxable Interest | $0.24 | $2.75 |
| TOTAL TAXABLE | $0.24 | $2.75 |

| NON-TAXABLE | *Current Period* | *Year-to-Date* |
|---|---|---|
| Muni Tax Exempt Interest | $0.00 | $750.00 |
| TOTAL NON-TAXABLE | $0.00 | $750.00 |
| **TOTAL INCOME** | **$0.24** | **$752.75** |

*Taxable income is determined based on information available to NFS at the time the statement was prepared, and is subject to change. Final information on taxation of interest and dividends is available on Form 1099-Div, which is mailed in February of the subsequent year.*

## ACCOUNT ALLOCATION




| | *Percent* | *Prior Period* | *Current Period* |
|---|---|---|---|
| Bank Deposits | 9.3 % | $5,859.95 | $5,860.19 |
| Corporate Bonds | 44.5 | $30,000.00 | $27,840.00 |
| Municipal Bonds | 46.2 | $28,588.75 | $28,892.00 |
| **TOTAL** | **100.0%** | **$64,448.70** | **$62,592.19** |

***Account Allocation*** *shows the percentage that each asset class represents of your total account value. Account Allocation for equities, fixed income, and other categories may include mutual funds and may be net of short positions. NFS has made assumptions concerning how certain mutual funds are allocated. Closed-end mutual funds and Exchange Traded Funds (ETFs) listed on an exchange may be included in the equity allocation. The chart may not reflect your actual portfolio allocation. Consult your broker/dealer prior to making investment decisions.*

# Account Overview *continued*

## MESSAGES AND ALERTS

Investment products and services offered through Zions Direct, member of FINRA http://www.finra.org/, SIPC http://www.sipc.org/, a non-bank subsidiary of Zions Bank are NOT insured by the FDIC or any federal or state governmental agency, are NOT deposits or other obligations of, or guaranteed by, Zions Bancorporation or its affiliates, and MAY be subject to investment risks, including the possible loss of principal value or amount invested. Bank Deposits and Certificates of Deposit CDs are FDIC Insured up to Applicable Limits.

# Holdings

NFS-provided cost basis, realized gain (loss) and holding period information may not reflect all adjustments necessary for your tax reporting purposes Please refer to Footnotes and Cost Basis Information at the end of this statement for more information

## CASH AND CASH EQUIVALENTS - 9.36% of Total Account Value

| Description | Symbol/Cusip Account Type | Quantity | Price on 05/31/12 | Current Market Value | Prior Market Value | Estimated Annual Income |
|---|---|---|---|---|---|---|
| **Bank Deposits** | | | | | | |
| Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC). Funds used to purchase or sweep to a bank deposit are SIPC protected until deposited to a Program Bank at which time funds may be eligible for FDIC insurance. Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance. Refer to the Bank Deposit Detail section which appears later in this statement for information on the banks holding your deposits If your account was established on the last business day of this month, your statement will not include a Bank Deposit Detail section | | | | | | |
| **BANK DEPOSIT SWEEP PRGRAM FDIC**<br>ELIGIBLE NOT COVERED BY SIPC<br>Estimated Annual Yield 0.05% | QZCSQ<br>CASH | 5,860.19 | $1.00 | $5,860.19 | $5,859.95 | |
| **Total Cash and Cash Equivalents** | | | | **$5,860.19** | | |

## HOLDINGS > FIXED INCOME - 90.64% of Total Account Value

For an explanation of fixed income pricing, please see the last page Redemption schedule(s), bond rating(s), and other information are provided where available If information does not appear regarding a particular investment, it is not available The ratings on this statement are provided by Standard & Poor's and/or Moody's to rate the quality based on the respective rating agency's assessment

**Accrued Interest** - Represents interest accumulated since the last coupon date on certain fixed income securities which may not yet have been paid by the issuer or received by NFS There is no guarantee that the accrued interest will be paid by the issuer

| Description | Symbol/Cusip Account Type | Quantity | Estimated Price on 05/31/12 | Estimated Current Market Value | Estimated Prior Market Value | Estimated Annual Income | Total Cost Basis | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|---|
| **Corporate Bonds** | | | | | | | | |

## HOLDINGS > FIXED INCOME *continued*

| Description | Symbol/Cusip Account Type | Quantity | Estimated Price on 05/31/12 | Estimated Current Market Value | Estimated Prior Market Value | Estimated Annual Income | Total Cost Basis | | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **AMR CORP DEL DEB 10.00000%** 04/15/2021<br>CPN PMT SEMI-ANNUAL<br>ON OCT 15, APR 15<br>IN MONETARY DEFAULT<br>Adjusted Cost Basis<br>Unrealized Market Discount Income | 001765AK2<br>CASH<br><br><br><br><br>$50.51 Q | 25,000 | $47.50 | $11,875.00 | $12,000.00 | | $23,760.95<br><br><br><br><br>$23,760.95 | D | ($11,885.95) |
| **MBIA INC DEB 7.00000% 12/15/2025**<br>MOODY'S B2 /S&P B-<br>CPN PMT SEMI-ANNUAL<br>ON JUN 15, DEC 15<br>Next Interest Payable: 06/15/12<br>Accrued Interest $806.94<br>Adjusted Cost Basis<br>Unrealized Market Discount Income | 55262CAE0<br>CASH<br><br><br><br><br><br>$90.66 Q | 25,000 | $63.86 | $15,965.00 | $18,000.00 | $1,750.00 | $21,760.95<br><br><br><br><br><br>$21,760.95 | D | ($5,795.95) |
| **Total Corporate Bonds** | | **50,000** | | **$27,840.00** | | **$1,750.00** | **$45,521.90** | | **($17,681.90)** |
| **Municipal Bonds** | | | | | | | | | |
| **NORTH TEX TWY AUTH REV SYS FIRST**<br>TIER 06.00000% 01/01/2038 REV<br>REF BDS SER. 2010<br>REVENUE<br>MOODY'S A2 /S&P A-<br>CPN PMT SEMI-ANNUAL<br>ON JUL 01, JAN 01<br>Next Interest Payable: 07/01/12<br>CONTINUOUSLY CALLABLE FROM 01/01/2021<br>CALLABLE ON 01/01/2021 @ 100.0000<br>SUBJECT TO SINKING FUND<br>Accrued Interest $625.00<br>Adjusted Cost Basis | 66285WFX9<br>CASH | 25,000 | $115.568 | $28,892.00 | $28,588.75 | $1,500.00 | $24,680.70<br><br><br><br><br><br><br><br><br><br><br>$24,680.70 | D | $4,211.30 |
| **Total Fixed Income** | | **75,000** | | **$56,732.00** | | **$3,250.00** | **$70,202.60** | | **($13,470.60)** |

## HOLDINGS *continued*

| | Quantity | Price on 05/31/12 | Current Market Value | Prior Market Value | Estimated Annual Income | Total Cost Basis | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|
| **Total Securities** | | | **$56,732.00** | | **$3,250.00** | **$70,202.60** | **($13,470.60)** |
| **TOTAL PORTFOLIO VALUE** | | | **$62,592.19** | | **$3,250.00** | **$70,202.60** | **($13,470.60)** |

# Activity

## CORE FUND ACTIVITY

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| 05/31/12 | CASH | REINVESTMENT | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC NET INT REINVEST | 0.24 | ($0.24) |
| **TOTAL CORE FUND ACTIVITY** | | | | | **($0.24)** |

## ACTIVITY > INCOME > TAXABLE INCOME

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| **Taxable Interest** | | | | | |
| 05/31/12 | CASH | INTEREST RECEIVED | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC | | $0.24 |
| **Total Taxable Interest** | | | | | **$0.24** |
| **Total Taxable Income** | | | | | **$0.24** |

## ACTIVITY *continued*

| | Amount |
|---|---|
| TOTAL INCOME | $0.24 |

## ACTIVITY > BANK DEPOSIT DETAIL

Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC). Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance. Your Ending Balance at each Program Bank as of the end of this statement period is shown below. Funds pending settlement reflect deposits to (credit) or withdrawals from (debit) a Program Bank. Subject to the terms of the applicable bank deposit disclosure, customers are reminded that funds are deposited to a Program Bank on the business day following the date that funds are credited to your account and until swept to a Program Bank, funds are covered by SIPC

| Bank | Beginning Balance | Ending Balance |
|---|---|---|
| Zions First National Bank | $5,859.95 | $5,860.19 |
| Total Bank Deposits | $5,859.95 | $5,860.19 |

# Footnotes and Cost Basis Information

Amortization, accretion and similar adjustments to cost basis have been provided for many fixed income securities (and some bond-like equities), however, they are not provided for certain types, such as short-term instruments, Unit Investment Trusts, foreign fixed income securities, or those that are subject to early prepayment of principal (pay downs). Where current year premium or acquisition premium amortization is provided, the prior years' cumulative amortization is reflected in the adjusted cost basis, but we cannot provide a breakdown or the total of such prior amortization amounts

**LIMITATION ON COST BASIS INFORMATION:** NFS's cost basis information system has a cumulative lifetime limit on how much activity it can track for each individual security position in an account. For this purpose, each buy, sell, dividend, wash sale disallowed loss, stock split, stock merger, etc, is an event. For some customers, this limit can be reached with approximately 1500 events. Upon reaching the limit, the system no longer displays or tracks cost basis information for the affected position, and such information will usually show as not available or unknown. Once the limit is reached, all cost basis information for the affected position will need to be tracked and updated by you, the investor

Starting in 2011, the way that cost basis and related information is tracked and reported will change due to new federal tax rules As a result, your official 1099-B forms for certain transactions will reflect which lots have been sold for tax purposes To apply a specific identification cost basis method to 1099-B reporting, appropriate instructions must be on file with NFS or be received by NFS before the trade has settled. Absent such instructions, NFS determines cost basis at the time of sale based on its default methods of average cost for open-end mutual funds and first-in, first-out (FIFO) for all other securities (including ETFs). NFS applies FIFO (or other disposal method, if applicable) based on its records, which may be different from yours. For transactions that are not subject to 1099-B cost basis reporting, you should refer to your trade confirmations and other applicable records to determine which lots were considered sold for tax purposes

ENV# CEBBCDVBBBGMBSD_BBBBB
ZIONS DIRECT
ONE SOUTH MAIN, 17TH FLOOR
SALT LAKE CITY, UT [redacted]

ZIONS DIRECT | INVESTMENT CENTER

13007468

KENNY MARCHANT
[redacted]

**STATEMENT FOR THE PERIOD JUNE 1, 2012 TO JUNE 30, 2012**

KENNY MARCHANT - Individual
Account Number: [redacted]

**YOUR FINANCIAL CONSULTANT:**
INVESTMENT CENTER
RR#: 0ZD
support@zionsdirect.com

**For questions about your accounts:**
National: 800 524 8875

www.zionsdirect.com

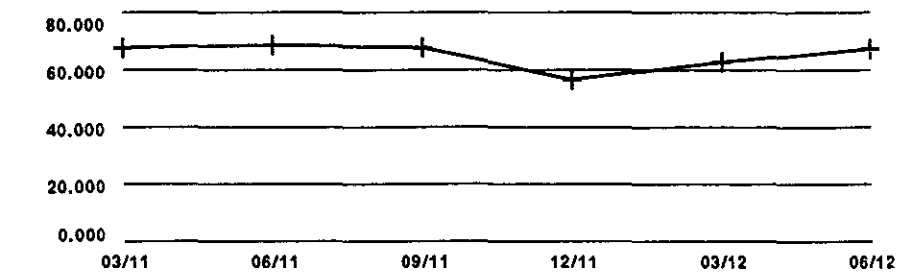
**TOTAL VALUE OF YOUR PORTFOLIO** **$67,512.94**

## FOR YOUR INFORMATION

Brokerage services provided by Zions Direct, Inc., which is a member of FINRA and SIPC. Zions Direct is a non-bank subsidiary of Zions Bank. Zions Direct, Amegy Bank of Texas, California Bank and Trust, National Bank of Arizona, Nevada State Bank. The Commerce Bank of Oregon, The Commerce Bank of Washington, and Vectra Bank are affiliated companies.

## CHANGE IN VALUE OF YOUR PORTFOLIO

*$ thousands*




***Change In Value Of Your Portfolio** information can be found in Miscellaneous Footnotes at the end of this statement.*

KENNY MARCHANT - Individual
Account Number: [redacted]

ZIONS DIRECT | INVESTMENT CENTER

# Account Overview

| CHANGE IN ACCOUNT VALUE | *Current Period* | *Year-to-Date* |
|---|---|---|
| BEGINNING VALUE | $62,592.19 | $56,689.19 |
| Additions and Withdrawals | $0.00 | $0.00 |
| Income | $875.25 | $1,628.00 |
| Taxes, Fees and Expenses | $0.00 | $0.00 |
| Change in Investment Value | $4,045.50 | $9,195.75 |
| ENDING VALUE (AS OF 06/30/12) | $67,512.94 | $67,512.94 |
| Total Accrued Interest | $827.78 | |
| Ending Value with Accrued Interest | $68,340.72 | |

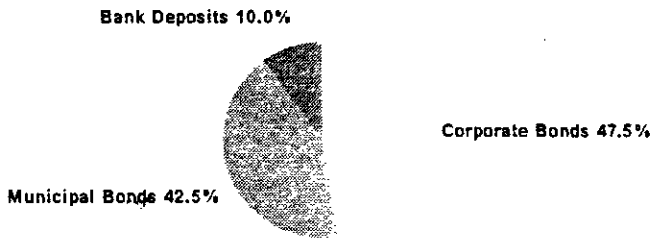
*Refer to Miscellaneous Footnotes for more information on Change in Investment Value.*

## INCOME

| TAXABLE | *Current Period* | *Year-to-Date* |
|---|---|---|
| Taxable Interest | $875.25 | $878.00 |
| TOTAL TAXABLE | $875.25 | $878.00 |
| NON-TAXABLE | *Current Period* | *Year-to-Date* |
| Muni Tax Exempt Interest | $0.00 | $750.00 |
| TOTAL NON-TAXABLE | $0.00 | $750.00 |
| **TOTAL INCOME** | **$875.25** | **$1,628.00** |

*Taxable income is determined based on information available to NFS at the time the statement was prepared, and is subject to change. Final information on taxation of interest and dividends is available on Form 1099-Div, which is mailed in February of the subsequent year.*

## ACCOUNT ALLOCATION




| | *Percent* | *Prior Period* | *Current Period* |
|---|---|---|---|
| Bank Deposits | 10.0 % | $5,860.19 | $6,735.44 |
| Corporate Bonds | 47.5 | $27,840.00 | $32,053.50 |
| Municipal Bonds | 42.5 | $28,892.00 | $28,724.00 |
| **TOTAL** | **100.0%** | **$62,592.19** | **$67,512.94** |

***Account Allocation*** *shows the percentage that each asset class represents of your total account value. Account Allocation for equities, fixed income, and other categories may include mutual funds and may be net of short positions. NFS has made assumptions concerning how certain mutual funds are allocated. Closed-end mutual funds and Exchange Traded Funds (ETFs) listed on an exchange may be included in the equity allocation. The chart may not reflect your actual portfolio allocation. Consult your broker/dealer prior to making investment decisions.*

# Account Overview *continued*

## MESSAGES AND ALERTS

Investment products and services offered through Zions Direct, member of FINRA http://www.finra.org/, SIPC http://www.sipc.org/, a non-bank subsidiary of Zions Bank are NOT insured by the FDIC or any federal or state governmental agency, are NOT deposits or other obligations of, or guaranteed by, Zions Bancorporation or its affiliates, and MAY be subject to investment risks, including the possible loss of principal value or amount invested. Bank Deposits and Certificates of Deposit CDs are FDIC Insured up to Applicable Limits.

ANY CUSTOMER COMPLAINTS MAY BE MADE TO ZIONS DIRECT, INC. ATTN: LEIGH DAVIS-SCHMIDT, COMPLIANCE OFFICER, ONE SOUTH MAIN STREET 17TH FLOOR, SALT LAKE CITY, UT 84133 OR BY CALLING 801-844-7312

Please note: starting with your July 2012 statement, certain transactions that were included in the Other Activity category will now be included in the Additions and Withdrawals category. These transactions include ACH and EFT transactions, wire transfers, inter bank payments, and transfers. This will impact the Current Period and Year to Date Values in the Change In Account Value section. Please contact your broker/advisor with any additional questions.

Effective September 1 2012 Zions Direct will be changing its Commission and Fee Schedule. Please visit www.zionsdirect.com for more information regarding the changes.

# Holdings

NFS-provided cost basis, realized gain (loss) and holding period information may not reflect all adjustments necessary for your tax reporting purposes Please refer to Footnotes and Cost Basis Information at the end of this statement for more information

## CASH AND CASH EQUIVALENTS - 9.98% of Total Account Value

| Description | Symbol/Cusip Account Type | Quantity | Price on 06/30/12 | Current Market Value | Prior Market Value | Estimated Annual Income |
|---|---|---|---|---|---|---|
| **Bank Deposits** | | | | | | |
| Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC) Funds used to purchase or sweep to a bank deposit are SIPC protected until deposited to a Program Bank at which time funds may be eligible for FDIC insurance Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance Refer to the Bank Deposit Detail section which appears later in this statement for information on the banks holding your deposits If your account was established on the last business day of this month, your statement will not include a Bank Deposit Detail section | | | | | | |
| **BANK DEPOSIT SWEEP PRGRAM FDIC**<br>ELIGIBLE NOT COVERED BY SIPC<br>Estimated Annual Yield 0.05% | QZCSQ<br>CASH | 6,735.44 | $1.00 | $6,735.44 | $5,860.19 | |
| **Total Cash and Cash Equivalents** | | | | **$6,735.44** | | |

## HOLDINGS > FIXED INCOME - 90.02% of Total Account Value

For an explanation of fixed income pricing, please see the last page Redemption schedule(s), bond rating(s), and other information are provided where available If information does not appear regarding a particular investment, it is not available The ratings on this statement are provided by Standard & Poor's and/or Moody's to rate the quality based on the respective rating agency's assessment

**Accrued Interest** - Represents interest accumulated since the last coupon date on certain fixed income securities which may not yet have been paid by the issuer or received by NFS There is no guarantee that the accrued interest will be paid by the issuer

| Description | Symbol/Cusip Account Type | Quantity | Estimated Price on 06/30/12 | Estimated Current Market Value | Estimated Prior Market Value | Estimated Annual Income | Total Cost Basis | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|---|
| **Corporate Bonds** | | | | | | | | |

## HOLDINGS > FIXED INCOME *continued*

| Description | Symbol/Cusip Account Type | Quantity | Estimated Price on 06/30/12 | Estimated Current Market Value | Estimated Prior Market Value | Estimated Annual Income | Total Cost Basis | | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|---|---|
| **AMR CORP DEL DEB 10.00000%**<br>04/15/2021<br>CPN PMT SEMI-ANNUAL<br>ON OCT 15, APR 15<br>IN MONETARY DEFAULT<br>Adjusted Cost Basis<br>Unrealized Market Discount Income | 001765AK2<br>CASH<br><br><br><br><br>$59.94 Q | 25,000 | $58.00 | $14,500.00 | $11,875.00 | | $23,760.95<br><br><br><br><br>$23,760.95 | <br><br><br><br><br>D | <br><br><br><br><br>($9,260.95) |
| **MBIA INC DEB 7.00000% 12/15/2025**<br>MOODY'S B2 /S&P B-<br>CPN PMT SEMI-ANNUAL<br>ON JUN 15, DEC 15<br>Next Interest Payable: 12/15/12<br>Accrued Interest $77.78<br>Adjusted Cost Basis<br>Unrealized Market Discount Income | 55262CAE0<br>CASH<br><br><br><br><br><br>$107.58 Q | 25,000 | $70.214 | $17,553.50 | $15,965.00 | $1,750.00 | $21,760.95<br><br><br><br><br><br>$21,760.95 | <br><br><br><br><br><br>D | <br><br><br><br><br><br>($4,207.45) |
| **Total Corporate Bonds** | | **50,000** | | **$32,053.50** | | **$1,750.00** | **$45,521.90** | | **($13,468.40)** |
| **Municipal Bonds** | | | | | | | | | |
| **NORTH TEX TWY AUTH REV SYS FIRST**<br>TIER 06.00000% 01/01/2038 REV<br>REF BDS SER. 2010<br>REVENUE<br>MOODY'S A2 /S&P A-<br>CPN PMT SEMI-ANNUAL<br>ON JUL 01, JAN 01<br>Next Interest Payable: 07/01/12<br>CONTINUOUSLY CALLABLE FROM 01/01/2021<br>CALLABLE ON 01/01/2021 @ 100.0000<br>SUBJECT TO SINKING FUND<br>Accrued Interest $750.00<br>Adjusted Cost Basis | 66285WFX9<br>CASH | 25,000 | $114.896 | $28,724.00 | $28,892.00 | $1,500.00 | $24,680.70<br><br><br><br><br><br><br><br><br><br><br><br>$24,680.70 | <br><br><br><br><br><br><br><br><br><br><br><br>D | <br><br><br><br><br><br><br><br><br><br><br><br>$4,043.30 |
| **Total Fixed Income** | | **75,000** | | **$60,777.50** | | **$3,250.00** | **$70,202.60** | | **($9,425.10)** |

## HOLDINGS *continued*

| | Quantity | Price on 06/30/12 | Current Market Value | Prior Market Value | Estimated Annual Income | Total Cost Basis | Unrealized Gain (Loss) |
|---|---|---|---|---|---|---|---|
| **Total Securities** | | | **$60,777.50** | | **$3,250.00** | **$70,202.60** | **($9,425.10)** |
| **TOTAL PORTFOLIO VALUE** | | | **$67,512.94** | | **$3,250.00** | **$70,202.60** | **($9,425.10)** |

# Activity

## CORE FUND ACTIVITY

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| 06/15/12 | CASH | YOU BOUGHT | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC @ 1 | 875 | ($875.00) |
| 06/29/12 | CASH | REINVESTMENT | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC NET INT REINVEST | 0.25 | ($0.25) |
| **TOTAL CORE FUND ACTIVITY** | | | | | **($875.25)** |

## ACTIVITY > INCOME > TAXABLE INCOME

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| **Taxable Interest** | | | | | |
| 06/15/12 | CASH | INTEREST | MBIA INC DEB 7.00000% 12/15/2025 | | $875.00 |
| 06/29/12 | CASH | INTEREST RECEIVED | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC | | $0.25 |
| **Total Taxable Interest** | | | | | **$875.25** |

## ACTIVITY > INCOME > TAXABLE INCOME *continued*

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| **Total Taxable Income** | | | | | **$875.25** |
| **TOTAL INCOME** | | | | | **$875.25** |

## ACTIVITY > BANK DEPOSIT DETAIL

Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC) Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance Your Ending Balance at each Program Bank as of the end of this statement period is shown below. Funds pending settlement reflect deposits to (credit) or withdrawals from (debit) a Program Bank Subject to the terms of the applicable bank deposit disclosure, customers are reminded that funds are deposited to a Program Bank on the business day following the date that funds are credited to your account and until swept to a Program Bank, funds are covered by SIPC.

| Bank | Beginning Balance | Ending Balance |
|---|---|---|
| Zions First National Bank | $5,860.19 | $6,735.44 |
| Total Bank Deposits | $5,860.19 | $6,735.44 |

# Footnotes and Cost Basis Information

Amortization, accretion and similar adjustments to cost basis have been provided for many fixed income securities (and some bond-like equities), however, they are not provided for certain types, such as short-term instruments, Unit Investment Trusts, foreign fixed income securities, or those that are subject to early prepayment of principal (pay downs). Where current year premium or acquisition premium amortization is provided, the prior years' cumulative amortization is reflected in the adjusted cost basis, but we cannot provide a breakdown or the total of such prior amortization amounts

**LIMITATION ON COST BASIS INFORMATION:** NFS's cost basis information system has a cumulative lifetime limit on how much activity it can track for each individual security position in an account. For this purpose, each buy, sell, dividend, wash sale disallowed loss, stock split, stock merger, etc. is an event For some customers, this limit can be reached with approximately 1500 events Upon reaching the limit, the system no longer displays or tracks cost basis information for the affected position, and such information will usually show as not available or unknown. Once the limit is reached, all cost basis information for the affected position will need to be tracked and updated by you, the investor

# Footnotes and Cost Basis Information *continued*

Starting in 2011, the way that cost basis and related information is tracked and reported will change due to new federal tax rules As a result, your official 1099-B forms for certain transactions will reflect which lots have been sold for tax purposes To apply a specific identification cost basis method to 1099-B reporting, appropriate instructions must be on file with NFS or be received by NFS before the trade has settled Absent such instructions, NFS determines cost basis at the time of sale based on its default methods of average cost for open-end mutual funds and first-in, first-out (FIFO) for all other securities (including ETFs) NFS applies FIFO (or other disposal method, if applicable) based on its records, which may be different from yours. For transactions that are not subject to 1099-B cost basis reporting, you should refer to your trade confirmations and other applicable records to determine which lots were considered sold for tax purposes

While NFS must meet IRS requirements with respect to certain information required to be reported to the IRS, NFS-provided cost basis, realized gain and loss, and holding period information may not reflect all adjustments necessary for your tax reporting purposes Taxpayers should verify such information when calculating reportable gain or loss from a sale, redemption or exchange NFS is not responsible for your use of this information in meeting your federal, state, and other tax obligations NFS makes no warranties with respect to and specifically disclaims any liability arising out of a customer's use of, or any tax position taken in reliance upon, such information

Consult your tax advisor for further information

For investments in partnerships, NFS does not make any adjustments to cost basis information as the calculation of basis in such investments requires supplemental information from the partnership on its income and distributions during the period you held your investment Partnerships usually provide this additional information on a Form K-1 issued by April 15th of the following year

D - Adjusted cost basis reflects any cumulative original issue discount, premium, or acquisition premium, and it assumes such amounts were amortized by the taxpayer over the life of the security from acquisition date through disposition date For securities still held, maturity date was used instead of disposition date. Premium amortization was calculated using the yield-to-maturity method Acquisition premium was calculated using the ratable accrual method. If applicable, adjusted cost basis reflects market discount accretion which was calculated using the straight-line method and was recognized at disposition date Gain/loss displayed for this transaction was based on cost basis as adjusted for premium and discount as stated above and does not reflect any losses disallowed because of wash sales (if applicable) The adjusted cost basis may not reflect all adjustments necessary for tax reporting purposes and may also not apply if you are using an alternative amortization calculation method Refer to IRS Publication 550, Investment Income and Expenses, for additional information

If a sale, redemption or other disposition involved multiple tax lots, the transaction's totals may have been calculated using a combination of adjusted and unadjusted cost basis information For lots where adjusted cost basis and its associated gain/loss are known, that was used, otherwise regular unadjusted cost basis and its associated gain/loss was used

# Miscellaneous Footnotes

CHANGE IN VALUE OF YOUR PORTFOLIO is the change in market value of your portfolio assets over the time period shown The portfolio assets include the market value of all the securities in the account, plus insurance and annuity assets if applicable The time frame of the graph is from account opening or September 2011, whichever is later, to the current period Please note that large increases and/or declines in the change in the value of the portfolio can be due to additions, distribution and/or performance

CHANGE IN INVESTMENT VALUE is the difference between the prior period and current period values which includes the difference between securities that were bought, sold and redeemed during this time period as well as any activity that occurred such as additions and withdrawals, securities transferred, income, expenses, and other activity This does not reflect activity related to assets in which National Financial is not the custodian (e g Insurance and Annuities, Assets Held Away and Other Assets Held Away)

ENV# CEBBCHKVBBFLXMF_BBBBB
ZIONS DIRECT
ONE SOUTH MAIN, 17TH FLOOR
SALT LAKE CITY, UT 84133

20013376

KENNY MARCHANT
[redacted]

ZIONS DIRECT | INVESTMENT CENTER

**STATEMENT FOR THE PERIOD JULY 1, 2012 TO JULY 31, 2012**

KENNY MARCHANT - Individual
Account Number: [redacted]

**YOUR FINANCIAL CONSULTANT:**
INVESTMENT CENTER
RR#: 0ZD
support@zionsdirect.com

**For questions about your accounts:**
National: 800 524 8875

www.zionsdirect.com

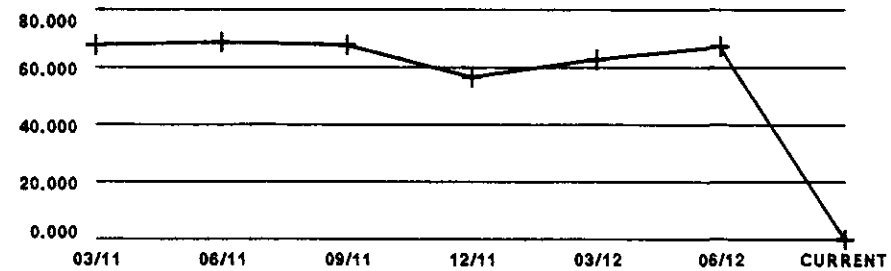
**TOTAL VALUE OF YOUR PORTFOLIO** **$0.10**

## FOR YOUR INFORMATION

Brokerage services provided by Zions Direct, Inc., which is a member of FINRA and SIPC. Zions Direct is a non-bank subsidiary of Zions Bank. Zions Direct, Amegy Bank of Texas, California Bank and Trust, National Bank of Arizona, Nevada State Bank, The Commerce Bank of Oregon, The Commerce Bank of Washington, and Vectra Bank are affiliated companies.

## CHANGE IN VALUE OF YOUR PORTFOLIO

*$ thousands*




***Change In Value Of Your Portfolio** information can be found in Miscellaneous Footnotes at the end of this statement.*

KENNY MARCHANT - Individual
Account Number: [redacted]

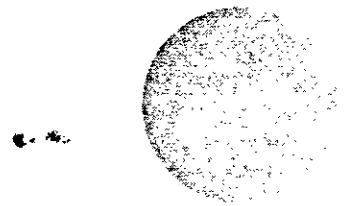
ZIONS DIRECT | INVESTMENT CENTER

# Account Overview

| CHANGE IN ACCOUNT VALUE | *Current Period* | *Year-to-Date* |
|---|---|---|
| BEGINNING VALUE | $67,512.94 | $56,689.19 |
| Securities Transfers | ($60,900.00) | ($60,900.00) |
| Additions and Withdrawals | ($7,435.44) | ($7,435.44) |
| Income | $750.10 | $2,378.10 |
| Taxes, Fees and Expenses | ($50.00) | ($50.00) |
| Change in Investment Value | $122.50 | $9,318.25 |
| ENDING VALUE (AS OF 07/31/12) | $0.10 | $0.10 |

*Refer to Miscellaneous Footnotes for more information on Change in Investment Value.*

## ACCOUNT ALLOCATION



**Bank Deposits 100.0%**

| | *Percent* | *Prior Period* | *Current Period* |
|---|---|---|---|
| Bank Deposits | 100.0 % | $6,735.44 | $0.10 |
| Fixed Income | 0.0 | $60,777.50 | $0.00 |
| **TOTAL** | **100.0%** | **$67,512.94** | **$0.10** |

***Account Allocation*** *shows the percentage that each asset class represents of your total account value. Account Allocation for equities, fixed income, and other categories may include mutual funds and may be net of short positions. NFS has made assumptions concerning how certain mutual funds are allocated. Closed-end mutual funds and Exchange Traded Funds (ETFs) listed on an exchange may be included in the equity allocation. The chart may not reflect your actual portfolio allocation. Consult your broker/dealer prior to making investment decisions.*

## INCOME

| TAXABLE | *Current Period* | *Year-to-Date* |
|---|---|---|
| Taxable Interest | $0.10 | $878.10 |
| TOTAL TAXABLE | $0.10 | $878.10 |
| **NON-TAXABLE** | *Current Period* | *Year-to-Date* |
| Muni Tax Exempt Interest | $750.00 | $1,500.00 |
| TOTAL NON-TAXABLE | $750.00 | $1,500.00 |
| **TOTAL INCOME** | **$750.10** | **$2,378.10** |

*Taxable income is determined based on information available to NFS at the time the statement was prepared, and is subject to change. Final information on taxation of interest and dividends is available on Form 1099-Div, which is mailed in February of the subsequent year.*

| TAXES, FEES AND EXPENSES | *Current Period* | *Year-to-Date* |
|---|---|---|
| Account Fees | ($50.00) | ($50.00) |
| **TOTAL TAXES, FEES AND EXPENSES** | **($50.00)** | **($50.00)** |

# Account Overview *continued*

## MESSAGES AND ALERTS

Investment products and services offered through Zions Direct, member of FINRA http://www.finra.org/, SIPC http://www.sipc.org/, a non-bank subsidiary of Zions Bank are NOT insured by the FDIC or any federal or state governmental agency, are NOT deposits or other obligations of, or guaranteed by, Zions Bancorporation or its affiliates, and MAY be subject to investment risks, including the possible loss of principal value or amount invested. Bank Deposits and Certificates of Deposit CDs are FDIC Insured up to Applicable Limits.

The annual retirement maintenance fee for Premiere Select IRAs1 will increase from $35 to $55 for 2012. Zions Direct will retain $20, National Financial Services LLC2 will continue to retain $35. NFS is agent for Fidelity Management Trust Company, the Custodian of your Premiere Select retirement account. The NFS annual retirement maintenance fee covers costs associated with recordkeeping, reporting as required by the Internal Revenue Service, and other related services. Generally, NFS collects these fees each December. 1-Traditional, Roth, Rollover, IRA Beneficiary Distribution Accounts, SEP, SIMPLE IRAs 2-NFS.

Effective September 1 2012 Zions Direct will be changing its Commission and Fee Schedule. Please visit www.zionsdirect.com for more information regarding the changes.

Please note: starting with your July 2012 statement, certain transactions that were included in the Other Activity category will now be included in the Additions and Withdrawals category. These transactions include ACH and EFT transactions, wire transfers, inter bank payments, and transfers. This will impact the Current Period and Year to Date Values in the Change In Account Value section. Please contact your broker/advisor with any additional questions.

ANY CUSTOMER COMPLAINTS MAY BE MADE TO ZIONS DIRECT, INC. ATTN: LEIGH DAVIS-SCHMIDT, COMPLIANCE OFFICER, ONE SOUTH MAIN STREET 17TH FLOOR, SALT LAKE CITY, UT 84133 OR BY CALLING 801-844-7312

# Holdings

NFS-provided cost basis, realized gain (loss) and holding period information may not reflect all adjustments necessary for tax purposes Please refer to Footnotes and Cost Basis Information at the end of this statement for more information

## CASH AND CASH EQUIVALENTS - 100.00% of Total Account Value

| Description | Symbol/Cusip Account Type | Quantity | Price on 07/31/12 | Current Market Value | Prior Market Value | Estimated Annual Income |
|---|---|---|---|---|---|---|
| **Bank Deposits** | | | | | | |
| Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC) Funds used to purchase or sweep to a bank deposit are SIPC protected until deposited to a Program Bank at which time funds may be eligible for FDIC insurance Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance Refer to the Bank Deposit Detail section which appears later in this statement for information on the banks holding your deposits If your account was established on the last business day of this month, your statement will not include a Bank Deposit Detail section | | | | | | |
| **BANK DEPOSIT SWEEP PRGRAM FDIC**<br>ELIGIBLE NOT COVERED BY SIPC<br>Estimated Annual Yield 0.05% | QZCSQ<br>CASH | 0 1 | $1.00 | $0.10 | $6,735.44 | |
| **Total Cash and Cash Equivalents** | | | | **$0.10** | | |
| **TOTAL PORTFOLIO VALUE** | | | | **$0.10** | | |

# Activity

## CORE FUND ACTIVITY

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| 07/02/12 | CASH | YOU BOUGHT | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC @ 1 | 750 | ($750.00) |
| 07/06/12 | CASH | YOU SOLD | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC @ 1 | (50) | $50.00 |
| 07/11/12 | CASH | YOU SOLD | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC @ 1 | (7,435.44) | $7,435.44 |
| 07/31/12 | CASH | REINVESTMENT | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC NET INT REINVEST | 0.1 | ($0.10) |
| **TOTAL CORE FUND ACTIVITY** | | | | | **$6,735.34** |

## ACTIVITY > ADDITIONS AND WITHDRAWALS > OTHER ADDITIONS AND WITHDRAWALS

| Date | Account Type | Transaction | Description | Quantity | Amount | Cost Basis | Gain (Loss) |
|---|---|---|---|---|---|---|---|
| **Other Additions and Withdrawals** | | | | | | | |
| 07/11/12 | CASH | INTER BROKER DELIVER | AMR CORP DEL DEB 10.00000% 04/15/2021 ACAT DELIVER | (25,000) | $0.00 | | |
| 07/11/12 | CASH | INTER BROKER DELIVER | MBIA INC DEB 7.00000% 12/15/2025 ACAT DELIVER | (25,000) | $0.00 | | |
| 07/11/12 | CASH | INTER BROKER DELIVER | NORTH TEX TWY AUTH REV SYS FIRST TIER 06.00000% 01/01/2038 ACAT DELIVER | (25,000) | $0.00 | | |
| 07/11/12 | CASH | INTER BROKER DEBIT | ACAT DELIVER | | ($7,435.44) | | |
| **Total Other Additions and Withdrawals** | | | | | **($7,435.44)** | | |
| **TOTAL ADDITIONS AND WITHDRAWALS** | | | | | **($7,435.44)** | | |

## ACTIVITY > INCOME > TAXABLE INCOME

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| **Taxable Interest** | | | | | |
| 07/31/12 | CASH | INTEREST RECEIVED | BANK DEPOSIT SWEEP PRGRAM FDIC ELIGIBLE NOT COVERED BY SIPC | | $0.10 |
| **Total Taxable Interest** | | | | | **$0.10** |
| **Total Taxable Income** | | | | | **$0.10** |

## ACTIVITY > INCOME > NON-TAXABLE INCOME

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| **Muni Tax Exempt Interest** | | | | | |
| 07/01/12 | CASH | MUNI EXEMPT INT | NORTH TEX TWY AUTH REV SYS FIRST TIER 06.00000% 01/01/2038 REV REF BDS SER. 2010 | | $750.00 |
| **Total Muni Tax Exempt Interest** | | | | | **$750.00** |
| **Total Non-Taxable Income** | | | | | **$750.00** |
| **TOTAL INCOME** | | | | | **$750.10** |

## ACTIVITY > TAXES, FEES AND EXPENSES

| Settlement Date | Account Type | Transaction | Description | Quantity | Amount |
|---|---|---|---|---|---|
| **Account Fees** | | | | | |
| 07/06/12 | CASH | FEE PAID | TOA DELIVERY FEE ON 07/06/2012 | | ($50.00) |
| **Total Account Fees** | | | | | **($50.00)** |

## ACTIVITY *continued*

| | Amount |
|---|---|
| TOTAL TAXES, FEES AND EXPENSES | ($50.00) |

## ACTIVITY > BANK DEPOSIT DETAIL

Bank deposits are not securities and are not covered by the Securities Investor Protection Corporation (SIPC) Customers are responsible for monitoring their total deposits at each Program Bank to determine the extent of available FDIC insurance. Your Ending Balance at each Program Bank as of the end of this statement period is shown below. Funds pending settlement reflect deposits to (credit) or withdrawals from (debit) a Program Bank. Subject to the terms of the applicable bank deposit disclosure, customers are reminded that funds are deposited to a Program Bank on the business day following the date that funds are credited to your account and until swept to a Program Bank, funds are covered by SIPC

| Bank | Beginning Balance | Ending Balance |
|---|---|---|
| Zions First National Bank | $6,735.44 | $0.10 |
| Total Bank Deposits | $6,735.44 | $0.10 |

# Footnotes and Cost Basis Information

Amortization, accretion and similar adjustments to cost basis have been provided for many fixed income securities (and some bond-like equities), however, they are not provided for certain types, such as short-term instruments, Unit Investment Trusts, foreign fixed income securities, or those that are subject to early prepayment of principal (pay downs). Where current year premium or acquisition premium amortization is provided, the prior years' cumulative amortization is reflected in the adjusted cost basis, but we cannot provide a breakdown or the total of such prior amortization amounts

NFS is required to report certain cost basis and related information to the IRS on the Form 1099-B. Your official 1099-B forms for certain transactions will reflect which lots have been sold for tax purposes To apply a specific identification cost basis method to 1099-B reporting, appropriate instructions must be on file with NFS or be received by NFS before the trade has settled Absent such instructions, NFS determines cost basis at the time of sale based on its default methods of average cost for open-end mutual funds and first-in, first-out (FIFO) for all other securities (including ETFs) NFS applies FIFO (or other disposal method, if applicable) based on its records, which may be different from yours For transactions that are not subject to 1099-B cost basis reporting, you should refer to your trade confirmations and other applicable records to determine which lots were considered sold for tax purposes

While NFS must meet IRS requirements with respect to certain information required to be reported to the IRS, NFS-provided cost basis, realized gain and loss, and holding period information may not reflect all adjustments necessary for your tax reporting purposes NFS makes no warranties with respect to and specifically disclaims any liability arising out of a customer's use of, or any tax position taken in reliance upon, such information

# Footnotes and Cost Basis Information *continued*

For investments in partnerships, NFS does not make any adjustments to cost basis information as the calculation of basis in such investments requires supplemental information from the partnership on its income and distributions during the period you held your investment Partnerships usually provide this additional information on a Form K-1 issued by April 15th of the following year

Consult your tax advisor for further information

# Miscellaneous Footnotes

CHANGE IN VALUE OF YOUR PORTFOLIO is the change in market value of your portfolio assets over the time period shown. The portfolio assets include the market value of all the securities in the account, plus insurance and annuity assets if applicable The time frame of the graph is from account opening or September 2011, whichever is later, to the current period. Please note that large increases and/or declines in the change in the value of the portfolio can be due to additions, distribution and/or performance

CHANGE IN INVESTMENT VALUE is the difference between the prior period and current period values which includes the difference between securities that were bought, sold and redeemed during this time period as well as any activity that occurred such as additions and withdrawals, securities transferred, income, expenses, and other activity This does not reflect activity related to assets in which National Financial is not the custodian (e g Insurance and Annuities, Assets Held Away and Other Assets Held Away)

CALLABLE SECURITIES LOTTERY - When street name or bearer securities held for you are subject to a partial call or partial redemption by the issuer, NFS may or may not receive an allocation of called/redeemed securities by the issuer, transfer agent and/or depository If NFS is allocated a portion of the called/redeemed securities, NFS utilizes an impartial lottery allocation system, in accordance with applicable rules, that randomly selects the securities within customer accounts that will be called/redeemed NFS' allocations are not made on a pro rata basis and it is possible for you to receive a full or partial allocation, or no allocation. You have the right to withdraw uncalled fully paid securities at any time prior to the cutoff date and time established by the issuer, transfer agent and/or depository with respect to the partial call, and also to withdraw excess margin securities provided your account is not subject to restriction under Regulation T or such withdrawal will not cause an undermargined condition

PRICING INFORMATION - Prices displayed are obtained from sources that may include pricing vendors, broker/dealers who clear through NFS and/or other sources Prices may not reflect current fair market value and/or may not be readily marketable or redeemable at the prices shown

FOREIGN EXCHANGE TRANSACTIONS - Some transaction types necessitate a foreign currency exchange (FX) in order to settle FX transactions may be effected by Fidelity Forex, Inc on a principal basis Fidelity Forex, Inc , an affiliate of NFS, may impose a commission or markup on the prevailing interbank market price, which may result in a higher price to you Fidelity Forex, Inc may share a portion of any FX commission or markup with NFS More favorable rates may be available through third parties not affiliated with NFS The rate applicable to any transaction involving an FX is available upon request through your broker-dealer

COST BASIS LEGISLATION - New IRS Rules will require National Financial Services to report cost basis and holding period information for the sale of shares of open end Mutual Fund holdings purchased on or after January 1, 2012 on Form 1099-B National Financial Services determines the cost basis for all shares of open end mutual funds using a default method of average cost Alternatively, account owners or their brokers and advisors can instruct National Financial Services to determine the cost basis for shares of open end mutual funds by 1) setting up their non-retirement accounts with one of our eleven tax lot disposal methods available to investors or 2) identifying specific tax lots to sell at the time of a transaction Contact your broker or advisor to learn more about the cost basis tracking of your holdings

ENV# CEBBCKXWBBFKNFJ_BBBBB
ZIONS DIRECT
ONE SOUTH MAIN, 17TH FLOOR
SALT LAKE CITY, UT 84133

ZIONS DIRECT | INVESTMENT CENTER

26013683

KENNY MARCHANT
[redacted]

**STATEMENT FOR THE PERIOD AUGUST 1, 2012 TO AUGUST 31, 2012**

KENNY MARCHANT - Individual
Account Number [redacted]

YOUR FINANCIAL CONSULTANT:
INVESTMENT CENTER
RR#: 0ZD
support@zionsdirect.com

**For questions about your accounts:**
National: 800 524 8875

www.zionsdirect.com

**TOTAL VALUE OF YOUR PORTFOLIO** **$0.00**

## FOR YOUR INFORMATION

Brokerage services provided by Zions Direct, Inc., which is a member of FINRA and SIPC. Zions Direct is a non-bank subsidiary of Zions Bank. Zions Direct, Amegy Bank of Texas, California Bank and Trust, National Bank of Arizona, Nevada State Bank, The Commerce Bank of Oregon, The Commerce Bank of Washington, and Vectra Bank are affiliated companies.

ZIONS DIRECT | INVESTMENT CENTER

# Account Overview

| CHANGE IN ACCOUNT VALUE | *Current Period* | *Year-to-Date* |
|---|---|---|
| BEGINNING VALUE | $0.10 | $56,689.19 |
| Securities Transfers | $0.00 | ($60,900.00) |
| Additions and Withdrawals | ($0.10) | ($7,435.54) |
| Income | $0.00 | $2,378.10 |
| Taxes, Fees and Expenses | $0.00 | ($50.00) |
| Change in Investment Value | $0.00 | $9,318.25 |
| ENDING VALUE (AS OF 08/31/12) | $0.00 | $0.00 |

*Refer to Miscellaneous Footnotes for more information on Change in Investment Value.*

## INCOME

| TAXABLE | *Current Period* | *Year-to-Date* |
|---|---|---|
| Taxable Interest | $0.00 | $878.10 |
| TOTAL TAXABLE | $0.00 | $878.10 |
| **NON-TAXABLE** | *Current Period* | *Year-to-Date* |
| Muni Tax Exempt Interest | $0.00 | $1,500.00 |
| TOTAL NON-TAXABLE | $0.00 | $1,500.00 |
| **TOTAL INCOME** | **$0.00** | **$2,378.10** |

*Taxable income is determined based on information available to NFS at the time the statement was prepared, and is subject to change. Final information on taxation of interest and dividends is available on Form 1099-Div, which is mailed in February of the subsequent year.*

| TAXES, FEES AND EXPENSES | *Current Period* | *Year-to-Date* |
|---|---|---|
| Account Fees | $0.00 | ($50.00) |
| **TOTAL TAXES, FEES AND EXPENSES** | **$0.00** | **($50.00)** |

## ACCOUNT ALLOCATION

You will not have an Account Allocation Pie Chart in this section if you had no securities, or unpriced securities in your account for the current period.

| | *Percent* | *Prior Period* | *Current Period* |
|---|---|---|---|
| Bank Deposits | 0.0 % | $0.10 | $0.00 |
| **TOTAL** | **100.0%** | **$0.10** | **$0.00** |

***Account Allocation** shows the percentage that each asset class represents of your total account value. Account Allocation for equities, fixed income, and other categories may include mutual funds and may be net of short positions. NFS has made assumptions concerning how certain mutual funds are allocated. Closed-end mutual funds and Exchange Traded Funds (ETFs) listed on an exchange may be included in the equity allocation. The chart may not reflect your actual portfolio allocation. Consult your broker/dealer prior to making investment decisions.*

First Dallas Securities

# SNAPSHOT [redacted]



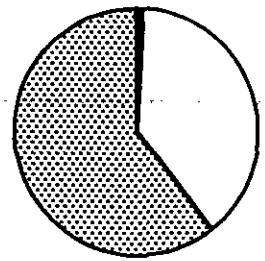
NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$1,517,572.63** | **$1,517,572.63** |
| Income earned | 1,227.85 | 1,227.85 |
| Change in value | 131,266.58 | 131,266.58 |
| **Closing value** | **$1,650,067.06** | **$1,650,067.06** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON DEC 31 | % | CURRENT VALUE ON JAN 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 17,387.13 | 1.15 | 13,756.68 | 0.83 | 2 |
| | Stocks, options & ETFs | 593,381.40 | 39.10 | 639,623.10 | 38.76 | 10,284 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 906,804.10 | 59.75 | 996,687.28 | 60.40 | 0 |
| | **Asset value** | **$1,517,572.63** | **100%** | **$1,650,067.06** | **100%** | **$10,286** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$17,387.13** | |
| Income and distributions | 1,227.85 | 1,227.85 |
| Securities sold and redeemed | 27,776.27 | 27,776.27 |
| **Net additions to cash** | **$29,004.12** | **$29,004.12** |
| Securities purchased | -31,479.97 | -31,479.97 |
| Other subtractions | -1,154.60 | -1,154.60 |
| **Net subtractions from cash** | **-$32,634.57** | **-$32,634.57** |
| **Closing value of cash and sweep balances** | **$13,756.68** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.35 | 0.35 |
| | Qualified dividends | 1,227.50 | 1,227.50 |
| | **Total taxable income** | **$1,227.85** | **$1,227.85** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$1,227.85** | **$1,227.85** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 0.00 |
| Long term (L) | 6,046.32 | 6,046.32 |
| **Total** | **$6,046.32** | **$6,046.32** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK AND TRUST<br>COLLATERAL ACCOUNT FBO<br>KENNY E MARCHANT &<br>DONNA MAE MARCHANT JT WROS |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5526-0770 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 27,776.27 | 27,776.27 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.02 | 13,756.68 | 2.75 |
| Interest Period 01/01/12 - 01/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$13,756.68** | **$2.75** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA<br>Acquired 01/12/11 | 950 | 69.85 | 66,371.43 | 74.1800 | 70,471.00 | 4,099.57 | 1,672.00 | 2.37 |
| COINSTAR INC<br>CSTR<br>Acquired 12/22/11 | 100 | 45.24 | 4,543.24 | 49.7300 | 4,973.00 | 429.76 | N/A | N/A |
| CROCS INC<br>CROX<br>Acquired 01/13/12 | 150 | 18.29 | 2,762.56 | 19.0200 | 2,853.00 | 90.44 | N/A | N/A |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 46.2100 | 46,210.00 | 7,058.85 | 1,000.00 | 2.16 |
| HALLIBURTON COMPANY HAL | | | | | | | | |
| Acquired 12/22/11 | 1,000 | 33.75 | 33,774.75 | 36.7800 | 36,780.00 | 3,005.25 | 360.00 | 0.97 |
| HOME DEPOT INC HD | | | | | | | | |
| Acquired 06/28/11 | 1,300 | 36.08 | 46,915.02 | 44.3900 | 57,707.00 | 10,791.98 | 1,508.00 | 2.61 |
| KIRBY CORP KEX | | | | | | | | |
| Acquired 12/29/11 | 1,000 | 66.03 | 66,050.95 | 66.7700 | 66,770.00 | 719.05 | N/A | N/A |
| ROCKY MOUNTAIN CHOCOLATE FACTORY INC (NEW) RMCF | | | | | | | | |
| Acquired 08/30/04 nc | 385.34999 | 7.61 | 2,954.86 | | 3,337.13 | 382.27 | | |
| Acquired 08/30/04 nc | 349.65001 | 7.61 | 2,681.09 | | 3,027.97 | 346.88 | | |
| Acquired 09/02/08 nc | 850 | 9.25 | 7,919.45 | | 7,361.00 | -558.45 | | |
| **Total** | **1,585** | | **$13,555.40** | **8.6600** | **$13,726.10** | **$170.70** | **$634.00** | **4.62** |
| SANDRIDGE ENERGY INC SD | | | | | | | | |
| Acquired 03/16/11 | 2,000 | 10.45 | 20,922.15 | | 15,560.00 | -5,362.15 | | |
| Acquired 12/22/11 | 2,000 | 7.06 | 14,152.75 | | 15,560.00 | 1,407.25 | | |
| **Total** | **4,000** | | **$35,074.90** | **7.7800** | **$31,120.00** | **-$3,954.90** | **N/A** | **N/A** |
| SCHLUMBERGER LTD SLB | | | | | | | | |
| Acquired 02/12/08 nc | 500 | 81.26 | 40,669.15 | | 37,585.00 | -3,084.15 | | |
| Acquired 10/09/08 nc | 1,000 | 62.35 | 62,425.15 | | 75,170.00 | 12,744.85 | | |
| Acquired 10/17/08 nc | 500 | 49.58 | 24,830.05 | | 37,585.00 | 12,754.95 | | |
| **Total** | **2,000** | | **$127,924.35** | **75.1700** | **$150,340.00** | **$22,415.65** | **$2,200.00** | **1.46** |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| UNION PACIFIC CORP<br>UNP | | | | | | | | |
| Acquired 01/12/11 | 150 | 97.96 | 14,699.95 | | 17,146.50 | 2,446.55 | | |
| Acquired 03/16/11 | 150 | 92.72 | 13,914.96 | | 17,146.50 | 3,231.54 | | |
| **Total** | **300** | | **$28,614.91** | **114.3100** | **$34,293.00** | **$5,678.09** | **$720.00** | **2.10** |
| UNITED CONTINENTAL HOLDINGS INC<br>UAL | | | | | | | | |
| Acquired 01/25/12 | 1,400 | 20.49 | 28,717.41 | 23.1000 | 32,340.00 | 3,622.59 | N/A | N/A |
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 61,360.00 | 9,631.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 30,680.00 | 3,706.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **61.3600** | **$92,040.00** | **$13,337.10** | **$2,190.00** | **2.38** |
| **Total Stocks and ETFs** | | | **$572,158.97** | | **$639,623.10** | **$67,464.13** | **$10,284.00** | **1.61** |
| **Total Stocks, options & ETFs** | | | **$572,158.97** | | **$639,623.10** | **$67,464.13** | **$10,284.00** | **1.61** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT<br>HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 100,449.95 | 431.00 | | |
| Acquired 04/19/10 nc | 7,917.65600 | 12.63 | 100,018.95 | | 88,361.04 | -11,657.91 | | |
| Acquired 04/23/10 nc | 7,418.39800 | 13.48 | 100,018.95 | | 82,789.32 | -17,229.63 | | |
| Acquired 06/21/10 nc | 16,751.80600 | 11.68 | 195,680.04 | | 186,950.15 | -8,729.89 | | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Reinvestments nc | 1,307.10800 | 11.05 | 14,452.76 | | 14,587.42 | 134.66 | | |
| **Total** | **42,395.86800** | | **$510,189.65** | **11.1600** | **$473,137.88** | **-$37,051.77** | **N/A** | **N/A** |
| HODGES FUND<br>PROFESSIONALLY MANAGED<br>PORTFOLIOS<br>HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 110,956.03 | 10,937.08 | | |
| Acquired 04/19/10 nc | 476.19000 | 21.00 | 10,018.95 | | 10,223.80 | 204.85 | | |
| Acquired 04/19/10 nc | 4,285.71400 | 21.00 | 90,000.00 | | 92,014.28 | 2,014.28 | | |
| Acquired 04/23/10 nc | 4,543.38900 | 22.01 | 100,018.95 | | 97,546.56 | -2,472.39 | | |
| Acquired 06/21/10 nc | 9,911.90900 | 19.74 | 195,680.04 | | 212,808.73 | 17,128.69 | | |
| **Total** | **24,385.16100** | | **$495,736.89** | **21.4700** | **$523,549.40** | **$27,812.51** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$1,005,926.54** | | **$996,687.28** | **-$9,239.26** | | |
| **Total Mutual Funds** | | | **$1,005,926.54** | | **$996,687.28** | **-$9,239.26** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 01/01 | | | | BEGINNING BALANCE | | | 17,387.13 |
| 01/03 | Cash | DIVIDEND | | UNION PACIFIC CORP<br>010212 300<br>AS OF 1/02/12 | | 180.00 | |
| 01/03 | Cash | DIVIDEND | | WAL-MART STORES INC<br>010312 1,500 | | 547.50 | 18,114.63 |
| 01/06 | Cash | DIVIDEND | | SCHLUMBERGER LTD<br>010612 2,000 | | 500.00 | 18,614.63 |
| 01/13 | Cash | PURCHASE | 150.00000 | CROCS INC | 18.2907 | -2,762.56 | 15,852.07 |
| 01/19 | Cash | ADVISORY FEE | | MANAGEMENT FEE | | -1,154.60 | 14,697.47 |
| 01/20 | Cash | SALE | -2,500.00000 | KULICKE & SOFFA IND INC | 11.1183 | 27,776.27 | 42,473.74 |
| 01/25 | Cash | PURCHASE | 1,400.00000 | UNITED CONTINENTAL HOLDINGS INC | 20.4989 | -28,717.41 | 13,756.33 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JANUARY 1 - JANUARY 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 01/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>013112 13,756 | | 0.35 | 13,756.68 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 01/01 | | BEGINNING BALANCE | 21,327.14 |
| 01/03 | TRANSFER FROM | BANK DEPOSIT SWEEP | -3,940.01 |
| 01/04 | TRANSFER TO | BANK DEPOSIT SWEEP | 727.50 |
| 01/09 | TRANSFER TO | BANK DEPOSIT SWEEP | 500.00 |
| 01/19 | TRANSFER FROM | BANK DEPOSIT SWEEP | -2,762.56 |
| 01/20 | TRANSFER FROM | BANK DEPOSIT SWEEP | -1,154.60 |
| 01/26 | TRANSFER TO | BANK DEPOSIT SWEEP | 27,776.27 |
| 01/30 | TRANSFER FROM | BANK DEPOSIT SWEEP | -28,717.41 |
| 01/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.35 |
| 01/31 | | ENDING BALANCE | 13,756.68 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Long term | 6,046.32 | 0.00 | 6,046.32 | 6,046.32 | 0.00 | 6,046.32 |
| **Total Realized Gain/Loss** | **$6,046.32** | **$0.00** | **$6,046.32** | **$6,046.32** | **$0.00** | **$6,046.32** |

### Realized Gain/Loss Detail

### Long term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| KULICKE & SOFFA IND INC | 2,500.00000 | 8.6844 | 04/23/10nc | 01/20/12 | 27,776.27 | 21,729.95 | 6,046.32 |
| **Total Long term** | | | | | **$27,776.27** | **$21,729.95** | **$6,046.32** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

# SNAPSHOT [redacted]



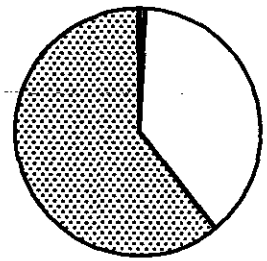
**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$1,650,067.06** | **$1,517,572.63** |
| Income earned | 250.22 | 1,478.07 |
| Change in value | 26,806.02 | 158,072.60 |
| **Closing value** | **$1,677,123.30** | **$1,677,123.30** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON JAN 31 | % | CURRENT VALUE ON FEB 29 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 13,756.68 | 0.83 | 13,768.26 | 0.82 | 2 |
| | Stocks, options & ETFs | 639,623.10 | 38.76 | 644,685.65 | 38.44 | 10,284 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 996,687.28 | 60.40 | 1,018,669.39 | 60.74 | 0 |
| | **Asset value** | **$1,650,067.06** | **100%** | **$1,677,123.30** | **100%** | **$10,286** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$13,756.68** | |
| Income and distributions | 250.22 | 1,478.07 |
| Securities sold and redeemed | 5,016.19 | 32,792.46 |
| **Net additions to cash** | **$5,266.41** | **$34,270.53** |
| Securities purchased | -5,254.83 | -36,734.80 |
| Other subtractions | 0.00 | -1,154.60 |
| **Net subtractions from cash** | **-$5,254.83** | **-$37,889.40** |
| **Closing value of cash and sweep balances** | **$13,768.26** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.22 | 0.57 |
| | Qualified dividends | 250.00 | 1,477.50 |
| | **Total taxable income** | **$250.22** | **$1,478.07** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$250.22** | **$1,478.07** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 472.95 | 472.95 |
| Long term (L) | 0.00 | 6,046.32 |
| **Total** | **$472.95** | **$6,519.27** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK AND TRUST<br>COLLATERAL ACCOUNT FBO<br>KENNY E MARCHANT &<br>DONNA MAE MARCHANT JT WROS |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5526-0770 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 5,016.19 | 32,792.46 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.02 | 13,768.26 | 2.75 |
| Interest Period 02/01/12 - 02/29/12 | | | |
| **Total Cash and Sweep Balances** | | **$13,768.26** | **$2.75** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA<br>Acquired 01/12/11 | 950 | 69.85 | 66,371.43 | 74.9500 | 71,202.50 | 4,831.07 | 1,672.00 | 2.34 |
| CROCS INC<br>CROX<br>Acquired 01/13/12 | 150 | 18.29 | 2,762.56 | 19.6400 | 2,946.00 | 183.44 | N/A | N/A |
| E M C CORP MASS<br>EMC<br>Acquired 02/08/12 | 200 | 26.17 | 5,254.83 | 27.6900 | 5,538.00 | 283.17 | N/A | N/A |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 42.5600 | 42,560.00 | 3,408.85 | 1,000.00 | 2.34 |
| HALLIBURTON COMPANY HAL | | | | | | | | |
| Acquired 12/22/11 | 1,000 | 33.75 | 33,774.75 | 36.5900 | 36,590.00 | 2,815.25 | 360.00 | 0.98 |
| HOME DEPOT INC HD | | | | | | | | |
| Acquired 06/28/11 | 1,300 | 36.08 | 46,915.02 | 47.5700 | 61,841.00 | 14,925.98 | 1,508.00 | 2.43 |
| KIRBY CORP KEX | | | | | | | | |
| Acquired 12/29/11 | 1,000 | 66.03 | 66,050.95 | 68.6200 | 68,620.00 | 2,569.05 | N/A | N/A |
| ROCKY MOUNTAIN CHOCOLATE FACTORY INC (NEW) RMCF | | | | | | | | |
| Acquired 08/30/04 nc | 385.34999 | 7.61 | 2,954.86 | | 3,618.44 | 663.58 | | |
| Acquired 08/30/04 nc | 349.65001 | 7.61 | 2,681.09 | | 3,283.21 | 602.12 | | |
| Acquired 09/02/08 nc | 850 | 9.25 | 7,919.45 | | 7,981.50 | 62.05 | | |
| **Total** | **1,585** | | **$13,555.40** | **9.3900** | **$14,883.15** | **$1,327.75** | **$634.00** | **4.26** |
| SANDRIDGE ENERGY INC SD | | | | | | | | |
| Acquired 03/16/11 | 2,000 | 10.45 | 20,922.15 | | 17,340.00 | -3,582.15 | | |
| Acquired 12/22/11 | 2,000 | 7.06 | 14,152.75 | | 17,340.00 | 3,187.25 | | |
| **Total** | **4,000** | | **$35,074.90** | **8.6700** | **$34,680.00** | **-$394.90** | **N/A** | **N/A** |
| SCHLUMBERGER LTD SLB | | | | | | | | |
| Acquired 02/12/08 nc | 500 | 81.26 | 40,669.15 | | 38,805.00 | -1,864.15 | | |
| Acquired 10/09/08 nc | 1,000 | 62.35 | 62,425.15 | | 77,610.00 | 15,184.85 | | |
| Acquired 10/17/08 nc | 500 | 49.58 | 24,830.05 | | 38,805.00 | 13,974.95 | | |
| **Total** | **2,000** | | **$127,924.35** | **77.6100** | **$155,220.00** | **$27,295.65** | **$2,200.00** | **1.42** |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| UNION PACIFIC CORP<br>UNP | | | | | | | | |
| Acquired 01/12/11 | 150 | 97.96 | 14,699.95 | | 16,537.50 | 1,837.55 | | |
| Acquired 03/16/11 | 150 | 92.72 | 13,914.96 | | 16,537.50 | 2,622.54 | | |
| **Total** | **300** | | **$28,614.91** | **110.2500** | **$33,075.00** | **$4,460.09** | **$720.00** | **2.18** |
| UNITED CONTINENTAL HOLDINGS INC<br>UAL | | | | | | | | |
| Acquired 01/25/12 | 1,400 | 20.49 | 28,717.41 | 20.6500 | 28,910.00 | 192.59 | N/A | N/A |
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 59,080.00 | 7,351.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 29,540.00 | 2,566.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **59.0800** | **$88,620.00** | **$9,917.10** | **$2,190.00** | **2.47** |
| **Total Stocks and ETFs** | | | **$572,870.56** | | **$644,685.65** | **$71,815.09** | **$10,284.00** | **1.60** |
| **Total Stocks, options & ETFs** | | | **$572,870.56** | | **$644,685.65** | **$71,815.09** | **$10,284.00** | **1.60** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT<br>HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 105,220.43 | 5,201.48 | | |
| Acquired 04/19/10 nc | 7,917.65600 | 12.63 | 100,018.95 | | 92,557.40 | -7,461.55 | | |
| Acquired 04/23/10 nc | 7,418.39800 | 13.48 | 100,018.95 | | 86,721.07 | -13,297.88 | | |
| Acquired 06/21/10 nc | 16,751.80600 | 11.68 | 195,680.04 | | 195,828.61 | 148.57 | | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Reinvestments nc | 1,307.10800 | 11.05 | 14,452.76 | | 15,280.18 | 827.42 | | |
| **Total** | **42,395.86800** | | **$510,189.65** | **11.6900** | **$495,607.69** | **-$14,581.96** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 110,852.67 | 10,833.72 | | |
| Acquired 04/19/10 nc | 476.19000 | 21.00 | 10,018.95 | | 10,214.28 | 195.33 | | |
| Acquired 04/19/10 nc | 4,285.71400 | 21.00 | 90,000.00 | | 91,928.57 | 1,928.57 | | |
| Acquired 04/23/10 nc | 4,543.38900 | 22.01 | 100,018.95 | | 97,455.69 | -2,563.26 | | |
| Acquired 06/21/10 nc | 9,911.90900 | 19.74 | 195,680.04 | | 212,610.49 | 16,930.45 | | |
| **Total** | **24,385.16100** | | **$495,736.89** | **21.4500** | **$523,061.70** | **$27,324.81** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$1,005,926.54** | | **$1,018,669.39** | **$12,742.85** | | |
| **Total Mutual Funds** | | | **$1,005,926.54** | | **$1,018,669.39** | **$12,742.85** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 02/01 | | | | BEGINNING BALANCE | | | 13,756.68 |
| 02/01 | Cash | DIVIDEND | | FREEPORT-MCMORAN COPPER & GOLD INC CLASS B 020112 1,000 | | 250.00 | 14,006.68 |
| 02/06 | Cash | SALE | -100.00000 | COINSTAR INC | 50.3524 | 5,016.19 | 19,022.87 |
| 02/08 | Cash | PURCHASE | 200.00000 | E M C CORP MASS | 26.1794 | -5,254.83 | 13,768.04 |
| 02/29 | Cash | INTEREST | | BANK DEPOSIT SWEEP 022912 13,768 | | 0.22 | 13,768.26 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
FEBRUARY 1 - FEBRUARY 29, 2012
ACCOUNT NUMBER: [redacted]

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 02/01 | | BEGINNING BALANCE | 13,756.68 |
| 02/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 250.00 |
| 02/13 | TRANSFER FROM | BANK DEPOSIT SWEEP | -238.64 |
| 02/29 | REINVEST INT | BANK DEPOSIT SWEEP | 0.22 |
| 02/29 | | ENDING BALANCE | 13,768.26 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 472.95 | 0.00 | 472.95 | 472.95 | 0.00 | 472.95 |
| Long term | 0.00 | 0.00 | 0.00 | 6,046.32 | 0.00 | 6,046.32 |
| **Total Realized Gain/Loss** | **$472.95** | **$0.00** | **$472.95** | **$6,519.27** | **$0.00** | **$6,519.27** |

### Realized Gain/Loss Detail

### Short term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| COINSTAR INC | 100.00000 | 45.2429 | 12/22/11 | 02/06/12 | 5,016.19 | 4,543.24 | 472.95 |
| **Total Short term** | | | | | **$5,016.19** | **$4,543.24** | **$472.95** |

First Dallas Securities

# SNAPSHOT [redacted]



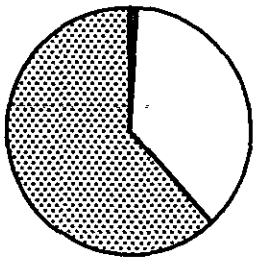
NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$1,677,123.30** | **$1,517,572.63** |
| Income earned | 1,043.81 | 2,521.88 |
| Change in value | -12,499.47 | 145,573.13 |
| **Closing value** | **$1,665,667.64** | **$1,665,667.64** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON FEB 29 | % | CURRENT VALUE ON MAR 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 13,768.26 | 0.82 | 15,199.11 | 0.91 | 3 |
| | Stocks, options & ETFs | 644,685.65 | 38.44 | 621,654.50 | 37.32 | 10,164 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 1,018,669.39 | 60.74 | 1,028,814.03 | 61.77 | 0 |
| | **Asset value** | **$1,677,123.30** | **100%** | **$1,665,667.64** | **100%** | **$10,167** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$13,768.26** | |
| Income and distributions | 1,043.81 | 2,521.88 |
| Securities sold and redeemed | 31,007.20 | 63,799.66 |
| **Net additions to cash** | **$32,051.01** | **$66,321.54** |
| Securities purchased | -30,620.16 | -67,354.96 |
| Other subtractions | 0.00 | -1,154.60 |
| **Net subtractions from cash** | **-$30,620.16** | **-$68,509.56** |
| **Closing value of cash and sweep balances** | **$15,199.11** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.31 | 0.88 |
| | Qualified dividends | 1,043.50 | 2,521.00 |
| | **Total taxable income** | **$1,043.81** | **$2,521.88** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$1,043.81** | **$2,521.88** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | -23.36 | 449.59 |
| Long term (L) | 1,014.36 | 7,060.68 |
| **Total** | **$991.00** | **$7,510.27** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK AND TRUST<br>COLLATERAL ACCOUNT FBO<br>KENNY E MARCHANT &<br>DONNA MAE MARCHANT JT WROS |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5526-0770 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 31,007.20 | 63,799.66 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.02 | 15,199.11 | 3.03 |
| Interest Period 03/01/12 - 03/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$15,199.11** | **$3.03** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA<br>Acquired 01/12/11 | 950 | 69.85 | 66,371.43 | 74.3700 | 70,651.50 | 4,280.07 | 1,672.00 | 2.36 |
| CROCS INC<br>CROX<br>Acquired 01/13/12 | 150 | 18.29 | 2,762.56 | 20.9200 | 3,138.00 | 375.44 | N/A | N/A |
| E M C CORP MASS<br>EMC<br>Acquired 02/08/12 | 200 | 26.17 | 5,254.83 | 29.8800 | 5,976.00 | 721.17 | N/A | N/A |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### *Stocks and ETFs continued*

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 38.0400 | 38,040.00 | -1,111.15 | 1,250.00 | 3.28 |
| HALLIBURTON COMPANY HAL | | | | | | | | |
| Acquired 12/22/11 | 1,000 | 33.75 | 33,774.75 | 33.1900 | 33,190.00 | -584.75 | 360.00 | 1.08 |
| HOME DEPOT INC HD | | | | | | | | |
| Acquired 06/28/11 | 1,300 | 36.08 | 46,915.02 | 50.3100 | 65,403.00 | 18,487.98 | 1,508.00 | 2.30 |
| KIRBY CORP KEX | | | | | | | | |
| Acquired 12/29/11 | 1,000 | 66.03 | 66,050.95 | 65.7900 | 65,790.00 | -260.95 | N/A | N/A |
| SANDRIDGE ENERGY INC SD | | | | | | | | |
| Acquired 03/16/11 | 2,000 | 10.45 | 20,922.15 | | 15,660.00 | -5,262.15 | | |
| Acquired 12/22/11 | 2,000 | 7.06 | 14,152.75 | | 15,660.00 | 1,507.25 | | |
| **Total** | **4,000** | | **$35,074.90** | **7.8300** | **$31,320.00** | **-$3,754.90** | **N/A** | **N/A** |
| SCHLUMBERGER LTD SLB | | | | | | | | |
| Acquired 02/12/08 nc | 500 | 81.26 | 40,669.15 | | 34,965.00 | -5,704.15 | | |
| Acquired 10/09/08 nc | 1,000 | 62.35 | 62,425.15 | | 69,930.00 | 7,504.85 | | |
| Acquired 10/17/08 nc | 500 | 49.58 | 24,830.05 | | 34,965.00 | 10,134.95 | | |
| **Total** | **2,000** | | **$127,924.35** | **69.9300** | **$139,860.00** | **$11,935.65** | **$2,200.00** | **1.57** |
| TEX PAC LAND TR SUB SH *CTF PROPRIETARY UNIT* TPL | | | | | | | | |
| Acquired 03/27/12 | 300 | 47.13 | 14,159.36 | 47.1400 | 14,142.00 | -17.36 | 69.00 | 0.48 |
| UNION PACIFIC CORP UNP | | | | | | | | |
| Acquired 01/12/11 | 150 | 97.96 | 14,699.95 | | 16,122.00 | 1,422.05 | | |
| Acquired 03/16/11 | 150 | 92.72 | 13,914.96 | | 16,122.00 | 2,207.04 | | |
| **Total** | **300** | | **$28,614.91** | **107.4800** | **$32,244.00** | **$3,629.09** | **$720.00** | **2.23** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| UNITED CONTINENTAL HOLDINGS INC UAL | | | | | | | | |
| Acquired 01/25/12 | 1,400 | 20.49 | 28,717.41 | 21.5000 | 30,100.00 | 1,382.59 | N/A | N/A |
| WAL-MART STORES INC WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 61,200.00 | 9,471.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 30,600.00 | 3,626.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **61.2000** | **$91,800.00** | **$13,097.10** | **$2,385.00** | **2.60** |
| **Total Stocks and ETFs** | | | **$573,474.52** | | **$621,654.50** | **$48,179.98** | **$10,164.00** | **1.63** |
| **Total Stocks, options & ETFs** | | | **$573,474.52** | | **$621,654.50** | **$48,179.98** | **$10,164.00** | **1.63** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 106,390.55 | 6,371.60 | | |
| Acquired 04/19/10 nc | 7,917.65600 | 12.63 | 100,018.95 | | 93,586.69 | -6,432.26 | | |
| Acquired 04/23/10 nc | 7,418.39800 | 13.48 | 100,018.95 | | 87,685.46 | -12,333.49 | | |
| Acquired 06/21/10 nc | 16,751.80600 | 11.68 | 195,680.04 | | 198,006.35 | 2,326.31 | | |
| Reinvestments nc | 1,307.10800 | 11.05 | 14,452.76 | | 15,450.10 | 997.34 | | |
| **Total** | **42,395.86800** | | **$510,189.65** | **11.8200** | **$501,119.15** | **-$9,070.50** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES FUND<br>PROFESSIONALLY MANAGED<br>PORTFOLIOS<br>HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 111,834.58 | 11,815.63 | | |
| Acquired 04/19/10 nc | 476.19000 | 21.00 | 10,018.95 | | 10,304.75 | 285.80 | | |
| Acquired 04/19/10 nc | 4,285.71400 | 21.00 | 90,000.00 | | 92,742.85 | 2,742.85 | | |
| Acquired 04/23/10 nc | 4,543.38900 | 22.01 | 100,018.95 | | 98,318.94 | -1,700.01 | | |
| Acquired 06/21/10 nc | 9,911.90900 | 19.74 | 195,680.04 | | 214,493.76 | 18,813.72 | | |
| **Total** | **24,385.16100** | | **$495,736.89** | **21.6400** | **$527,694.88** | **$31,957.99** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$1,005,926.54** | | **$1,028,814.03** | **$22,887.49** | | |
| **Total Mutual Funds** | | | **$1,005,926.54** | | **$1,028,814.03** | **$22,887.49** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 03/01 | | | | BEGINNING BALANCE | | | 13,768.26 |
| 03/02 | Cash | DIVIDEND | | BOEING CO<br>030212 950 | | 418.00 | 14,186.26 |
| 03/08 | Cash | SALE | -1,585.00000 | ROCKY MOUNTAIN CHOCOLATE FACTORY INC (NEW) | 9.2044 | 14,569.76 | |
| 03/08 | Cash | PURCHASE | 350.00000 | MICHAEL KORS HOLDINGS LTD | 46.9767 | -16,460.80 | 12,295.22 |
| 03/15 | Cash | SALE | -350.00000 | MICHAEL KORS HOLDINGS LTD | 47.0191 | 16,437.44 | 28,732.66 |
| 03/16 | Cash | DIVIDEND | | ROCKY MOUNTAIN CHOCOLATE FACTORY INC (NEW)<br>031612 1,585 | | 158.50 | 28,891.16 |
| 03/22 | Cash | DIVIDEND | | HOME DEPOT INC<br>032212 1,300 | | 377.00 | 29,268.16 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 03/27 | Cash | PURCHASE | 300.00000 | TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT | 47.1347 | -14,159.36 | 15,108.80 |
| 03/28 | Cash | DIVIDEND | | HALLIBURTON COMPANY 032812 1,000 | | 90.00 | 15,198.80 |
| 03/30 | Cash | INTEREST | | BANK DEPOSIT SWEEP 033012 15,198 | | 0.31 | 15,199.11 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 03/01 | | BEGINNING BALANCE | 13,768.26 |
| 03/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 418.00 |
| 03/13 | TRANSFER FROM | BANK DEPOSIT SWEEP | -1,891.04 |
| 03/19 | TRANSFER TO | BANK DEPOSIT SWEEP | 158.50 |
| 03/21 | TRANSFER TO | BANK DEPOSIT SWEEP | 16,437.44 |
| 03/23 | TRANSFER TO | BANK DEPOSIT SWEEP | 377.00 |
| 03/30 | REINVEST INT | BANK DEPOSIT SWEEP | 0.31 |
| 03/30 | TRANSFER FROM | BANK DEPOSIT SWEEP | -14,069.36 |
| 03/31 | | ENDING BALANCE | 15,199.11 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 0.00 | -23.36 | -23.36 | 472.95 | -23.36 | 449.59 |
| Long term | 1,120.37 | -106.01 | 1,014.36 | 7,166.69 | -106.01 | 7,060.68 |
| **Total Realized Gain/Loss** | **$1,120.37** | **-$129.37** | **$991.00** | **$7,639.64** | **-$129.37** | **$7,510.27** |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MARCH 1 - MARCH 31, 2012
ACCOUNT NUMBER: [redacted]

## Realized Gain/Loss Detail

### Short term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| MICHAEL KORS HOLDINGS LTD | 350.00000 | 46.9767 | 03/08/12 | 03/15/12 | 16,437.44 | 16,460.80 | -23.36 |
| **Total Short term** | | | | | **$16,437.44** | **$16,460.80** | **-$23.36** |

### Long term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| ROCKY MOUNTAIN CHOCOLATE FACTORY INC (NEW) | 850.00000 | 9.2500 | 09/02/08nc | 03/08/12 | 7,813.44 | 7,919.45 | -106.01 |
| | 385.34999 | 7.6190 | 08/30/04nc | 03/08/12 | 3,542.24 | 2,954.86 | 587.38 |
| | 349.65001 | 7.6190 | 08/30/04nc | 03/08/12 | 3,214.08 | 2,681.09 | 532.99 |
| **Total Long term** | | | | | **$14,569.76** | **$13,555.40** | **$1,014.36** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

# Specific instructions and disclosures

**Cost basis - To add or update cost basis information or modify any cost basis reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



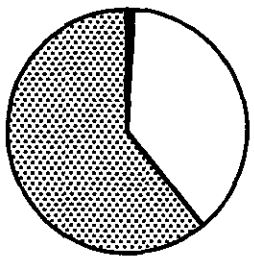
**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$1,665,667.64** | **$1,517,572.63** |
| Income earned | 1,326.51 | 3,848.39 |
| Change in value | 8,368.97 | 153,942.10 |
| **Closing value** | **$1,675,363.12** | **$1,675,363.12** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON MAR 31 | % | CURRENT VALUE ON APR 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 15,199.11 | 0.91 | 15,334.79 | 0.92 | 3 |
| | Stocks, options & ETFs | 621,654.50 | 37.32 | 638,028.00 | 38.08 | 10,164 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 1,028,814.03 | 61.77 | 1,022,000.33 | 61.00 | 0 |
| | **Asset value** | **$1,665,667.64** | **100%** | **$1,675,363.12** | **100%** | **$10,167** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$15,199.11** | |
| Income and distributions | 1,326.51 | 3,848.39 |
| Securities sold and redeemed | 0.00 | 63,799.66 |
| **Net additions to cash** | **$1,326.51** | **$67,648.05** |
| Securities purchased | 0.00 | -67,354.96 |
| Other subtractions | -1,190.83 | -2,345.43 |
| **Net subtractions from cash** | **-$1,190.83** | **-$69,700.39** |
| **Closing value of cash and sweep balances** | **$15,334.79** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.26 | 1.14 |
| | Qualified dividends | 1,326.25 | 3,847.25 |
| | **Total taxable income** | **$1,326.51** | **$3,848.39** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$1,326.51** | **$3,848.39** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | 449.59 |
| Long term (L) | 0.00 | 7,060.68 |
| **Total** | **$0.00** | **$7,510.27** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK AND TRUST<br>COLLATERAL ACCOUNT FBO<br>KENNY E MARCHANT &<br>DONNA MAE MARCHANT JT WROS |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5526-0770 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 63,799.66 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.02 | 15,334.79 | 3.06 |
| Interest Period 04/01/12 - 04/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$15,334.79** | **$3.06** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA<br>Acquired 01/12/11 | 950 | 69.85 | 66,371.43 | 76.8000 | 72,960.00 | 6,588.57 | 1,672.00 | 2.29 |
| CROCS INC<br>CROX<br>Acquired 01/13/12 | 150 | 18.29 | 2,762.56 | 20.2000 | 3,030.00 | 267.44 | N/A | N/A |
| E M C CORP MASS<br>EMC<br>Acquired 02/08/12 | 200 | 26.17 | 5,254.83 | 28.2100 | 5,642.00 | 387.17 | N/A | N/A |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 38.3000 | 38,300.00 | -851.15 | 1,250.00 | 3.26 |
| HALLIBURTON COMPANY HAL | | | | | | | | |
| Acquired 12/22/11 | 1,000 | 33.75 | 33,774.75 | 34.2200 | 34,220.00 | 445.25 | 360.00 | 1.05 |
| HOME DEPOT INC HD | | | | | | | | |
| Acquired 06/28/11 | 1,300 | 36.08 | 46,915.02 | 51.7900 | 67,327.00 | 20,411.98 | 1,508.00 | 2.23 |
| KIRBY CORP KEX | | | | | | | | |
| Acquired 12/29/11 | 1,000 | 66.03 | 66,050.95 | 66.3700 | 66,370.00 | 319.05 | N/A | N/A |
| SANDRIDGE ENERGY INC SD | | | | | | | | |
| Acquired 03/16/11 | 2,000 | 10.45 | 20,922.15 | | 15,980.00 | -4,942.15 | | |
| Acquired 12/22/11 | 2,000 | 7.06 | 14,152.75 | | 15,980.00 | 1,827.25 | | |
| **Total** | **4,000** | | **$35,074.90** | **7.9900** | **$31,960.00** | **-$3,114.90** | **N/A** | **N/A** |
| SCHLUMBERGER LTD SLB | | | | | | | | |
| Acquired 02/12/08 nc | 500 | 81.26 | 40,669.15 | | 37,070.00 | -3,599.15 | | |
| Acquired 10/09/08 nc | 1,000 | 62.35 | 62,425.15 | | 74,140.00 | 11,714.85 | | |
| Acquired 10/17/08 nc | 500 | 49.58 | 24,830.05 | | 37,070.00 | 12,239.95 | | |
| **Total** | **2,000** | | **$127,924.35** | **74.1400** | **$148,280.00** | **$20,355.65** | **$2,200.00** | **1.48** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT TPL | | | | | | | | |
| Acquired 03/27/12 | 300 | 47.13 | 14,159.36 | 57.1800 | 17,154.00 | 2,994.64 | 69.00 | 0.40 |
| UNION PACIFIC CORP UNP | | | | | | | | |
| Acquired 01/12/11 | 150 | 97.96 | 14,699.95 | | 16,866.00 | 2,166.05 | | |
| Acquired 03/16/11 | 150 | 92.72 | 13,914.96 | | 16,866.00 | 2,951.04 | | |
| **Total** | **300** | | **$28,614.91** | **112.4400** | **$33,732.00** | **$5,117.09** | **$720.00** | **2.13** |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| UNITED CONTINENTAL HOLDINGS INC<br>UAL | | | | | | | | |
| Acquired 01/25/12 | 1,400 | 20.49 | 28,717.41 | 21.9200 | 30,688.00 | 1,970.59 | N/A | N/A |
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 58,910.00 | 7,181.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 29,455.00 | 2,481.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **58.9100** | **$88,365.00** | **$9,662.10** | **$2,385.00** | **2.70** |
| **Total Stocks and ETFs** | | | **$573,474.52** | | **$638,028.00** | **$64,553.48** | **$10,164.00** | **1.59** |
| **Total Stocks, options & ETFs** | | | **$573,474.52** | | **$638,028.00** | **$64,553.48** | **$10,164.00** | **1.59** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT<br>HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 103,960.30 | 3,941.35 | | |
| Acquired 04/19/10 nc | 7,917.65600 | 12.63 | 100,018.95 | | 91,448.93 | -8,570.02 | | |
| Acquired 04/23/10 nc | 7,418.39800 | 13.48 | 100,018.95 | | 85,682.50 | -14,336.45 | | |
| Acquired 06/21/10 nc | 16,751.80600 | 11.68 | 195,680.04 | | 193,483.36 | -2,196.68 | | |
| Reinvestments nc | 1,307.10800 | 11.05 | 14,452.76 | | 15,097.18 | 644.42 | | |
| **Total** | **42,395.86800** | | **$510,189.65** | **11.5500** | **$489,672.27** | **-$20,517.38** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES FUND<br>PROFESSIONALLY MANAGED<br>PORTFOLIOS<br>HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 112,816.49 | 12,797.54 | | |
| Acquired 04/19/10 nc | 476.19000 | 21.00 | 10,018.95 | | 10,395.23 | 376.28 | | |
| Acquired 04/19/10 nc | 4,285.71400 | 21.00 | 90,000.00 | | 93,557.14 | 3,557.14 | | |
| Acquired 04/23/10 nc | 4,543.38900 | 22.01 | 100,018.95 | | 99,182.18 | -836.77 | | |
| Acquired 06/21/10 nc | 9,911.90900 | 19.74 | 195,680.04 | | 216,377.02 | 20,696.98 | | |
| **Total** | **24,385.16100** | | **$495,736.89** | **21.8300** | **$532,328.06** | **$36,591.17** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$1,005,926.54** | | **$1,022,000.33** | **$16,073.79** | | |
| **Total Mutual Funds** | | | **$1,005,926.54** | | **$1,022,000.33** | **$16,073.79** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 04/01 | | | | BEGINNING BALANCE | | | 15,199.11 |
| 04/02 | Cash | DIVIDEND | | UNION PACIFIC CORP<br>040212 300 | | 180.00 | 15,379.11 |
| 04/04 | Cash | DIVIDEND | | WAL-MART STORES INC<br>040412 1,500 | | 596.25 | 15,975.36 |
| 04/13 | Cash | DIVIDEND | | SCHLUMBERGER LTD<br>041312 2,000 | | 550.00 | 16,525.36 |
| 04/17 | Cash | ADVISORY FEE | | MANAGEMENT FEE | | -1,190.83 | 15,334.53 |
| 04/30 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>043012 15,334 | | 0.26 | 15,334.79 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
APRIL 1 - APRIL 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 04/01 | | BEGINNING BALANCE | 15,199.11 |
| 04/03 | TRANSFER TO | BANK DEPOSIT SWEEP | 180.00 |
| 04/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 596.25 |
| 04/16 | TRANSFER TO | BANK DEPOSIT SWEEP | 550.00 |
| 04/18 | TRANSFER FROM | BANK DEPOSIT SWEEP | -1,190.83 |
| 04/30 | REINVEST INT | BANK DEPOSIT SWEEP | 0.26 |
| 04/30 | | ENDING BALANCE | 15,334.79 |

## Specific instructions and disclosures

**Cost basis - To add or update cost basis information or modify any cost basis reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



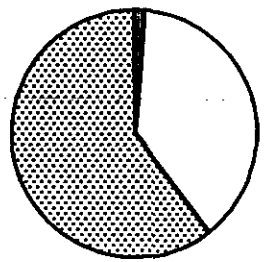
**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
MAY 1 - MAY 31, 2012
*ACCOUNT NUMBER:* [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$1,675,363.12** | **$1,517,572.63** |
| Income earned | 312.88 | 4,161.27 |
| Change in value | -141,223.46 | 12,718.64 |
| **Closing value** | **$1,534,452.54** | **$1,534,452.54** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON APR 30 | % | CURRENT VALUE ON MAY 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 15,334.79 | 0.92 | 20,205.44 | 1.32 | 7 |
| | Stocks, options & ETFs | 638,028.00 | 38.08 | 589,487.00 | 38.42 | 10,479 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 1,022,000.33 | 61.00 | 924,760.10 | 60.27 | 0 |
| | **Asset value** | **$1,675,363.12** | **100%** | **$1,534,452.54** | **100%** | **$10,486** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$15,334.79** | |
| Income and distributions | 312.88 | 4,161.27 |
| Securities sold and redeemed | 56,610.68 | 120,410.34 |
| **Net additions to cash** | **$56,923.56** | **$124,571.61** |
| Securities purchased | -52,052.91 | -119,407.87 |
| Other subtractions | 0.00 | -2,345.43 |
| **Net subtractions from cash** | **-$52,052.91** | **-$121,753.30** |
| **Closing value of cash and sweep balances** | **$20,205.44** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.38 | 1.52 |
| | Qualified dividends | 312.50 | 4,159.75 |
| | **Total taxable income** | **$312.88** | **$4,161.27** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$312.88** | **$4,161.27** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | -9,440.27 | -8,990.68 |
| Long term (L) | 0.00 | 7,060.68 |
| **Total** | **-$9,440.27** | **-$1,930.00** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK AND TRUST<br>COLLATERAL ACCOUNT FBO<br>KENNY E MARCHANT &<br>DONNA MAE MARCHANT JT WROS |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5526-0770 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 56,610.68 | 120,410.34 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | -17,714.30 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 37,919.74 | 7.58 |
| Interest Period 05/01/12 - 05/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$20,205.44** | **$7.58** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA<br>Acquired 01/12/11 | 950 | 69.85 | 66,371.43 | 69.6100 | 66,129.50 | -241.93 | 1,672.00 | 2.52 |
| CROCS INC<br>CROX<br>Acquired 01/13/12 | 150 | 18.29 | 2,762.56 | 16.9100 | 2,536.50 | -226.06 | N/A | N/A |
| DELTA AIR LINES INC NEW<br>DAL<br>Acquired 05/30/12 | 1,500 | 11.79 | 17,714.30 | 12.1000 | 18,150.00 | 435.70 | N/A | N/A |
| E M C CORP MASS<br>EMC<br>Acquired 02/08/12 | 200 | 26.17 | 5,254.83 | 23.8500 | 4,770.00 | -484.83 | N/A | N/A |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 32.0400 | 32,040.00 | -7,111.15 | 1,250.00 | 3.90 |
| HALLIBURTON COMPANY HAL | | | | | | | | |
| Acquired 12/22/11 | 1,000 | 33.75 | 33,774.75 | 30.0600 | 30,060.00 | -3,714.75 | 360.00 | 1.19 |
| HOME DEPOT INC HD | | | | | | | | |
| Acquired 06/28/11 | 1,300 | 36.08 | 46,915.02 | 49.3400 | 64,142.00 | 17,226.98 | 1,508.00 | 2.35 |
| MESABI TRUST CTF BEN INT MSB | | | | | | | | |
| Acquired 05/17/12 nc | 750 | 24.30 | 18,251.08 | 24.6900 | 18,517.50 | 266.42 | 195.00 | 1.05 |
| NATIONAL OILWELL VARCO INC NOV | | | | | | | | |
| Acquired 05/17/12 | 250 | 64.27 | 16,087.53 | 66.7500 | 16,687.50 | 599.97 | 120.00 | 0.71 |
| SANDRIDGE ENERGY INC SD | | | | | | | | |
| Acquired 03/16/11 | 2,000 | 10.45 | 20,922.15 | | 12,700.00 | -8,222.15 | | |
| Acquired 12/22/11 | 2,000 | 7.06 | 14,152.75 | | 12,700.00 | -1,452.75 | | |
| **Total** | **4,000** | | **$35,074.90** | **6.3500** | **$25,400.00** | **-$9,674.90** | **N/A** | **N/A** |
| SCHLUMBERGER LTD SLB | | | | | | | | |
| Acquired 02/12/08 nc | 500 | 81.26 | 40,669.15 | | 31,625.00 | -9,044.15 | | |
| Acquired 10/09/08 nc | 1,000 | 62.35 | 62,425.15 | | 63,250.00 | 824.85 | | |
| Acquired 10/17/08 nc | 500 | 49.58 | 24,830.05 | | 31,625.00 | 6,794.95 | | |
| **Total** | **2,000** | | **$127,924.35** | **63.2500** | **$126,500.00** | **-$1,424.35** | **$2,200.00** | **1.74** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT TPL | | | | | | | | |
| Acquired 03/27/12 | 300 | 47.13 | 14,159.36 | 57.2200 | 17,166.00 | 3,006.64 | 69.00 | 0.40 |
| UNION PACIFIC CORP UNP | | | | | | | | |
| Acquired 01/12/11 | 150 | 97.96 | 14,699.95 | | 16,710.00 | 2,010.05 | | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 03/16/11 | 150 | 92.72 | 13,914.96 | | 16,710.00 | 2,795.04 | | |
| **Total** | **300** | | **$28,614.91** | **111.4000** | **$33,420.00** | **$4,805.09** | **$720.00** | **2.15** |
| UNITED CONTINENTAL HOLDINGS INC UAL | | | | | | | | |
| Acquired 01/25/12 | 1,400 | 20.49 | 28,717.41 | 25.1700 | 35,238.00 | 6,520.59 | N/A | N/A |
| WAL-MART STORES INC WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 65,820.00 | 14,091.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 32,910.00 | 5,936.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **65.8200** | **$98,730.00** | **$20,027.10** | **$2,385.00** | **2.42** |
| **Total Stocks and ETFs** | | | **$559,476.48** | | **$589,487.00** | **$30,010.52** | **$10,479.00** | **1.78** |
| **Total Stocks, options & ETFs** | | | **$559,476.48** | | **$589,487.00** | **$30,010.52** | **$10,479.00** | **1.78** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 94,239.33 | -5,779.62 | | |
| Acquired 04/19/10 nc | 7,917.65600 | 12.63 | 100,018.95 | | 82,897.86 | -17,121.09 | | |
| Acquired 04/23/10 nc | 7,418.39800 | 13.48 | 100,018.95 | | 77,670.63 | -22,348.32 | | |
| Acquired 06/21/10 nc | 16,751.80600 | 11.68 | 195,680.04 | | 175,391.41 | -20,288.63 | | |
| Reinvestments nc | 1,307.10800 | 11.05 | 14,452.76 | | 13,685.50 | -767.26 | | |
| **Total** | **42,395.86800** | | **$510,189.65** | **10.4700** | **$443,884.73** | **-$66,304.92** | **N/A** | **N/A** |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES FUND | | | | | | | | |
| PROFESSIONALLY MANAGED PORTFOLIOS | | | | | | | | |
| HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 101,912.10 | 1,893.15 | | |
| Acquired 04/19/10 nc | 476.19000 | 21.00 | 10,018.95 | | 9,390.47 | -628.48 | | |
| Acquired 04/19/10 nc | 4,285.71400 | 21.00 | 90,000.00 | | 84,514.28 | -5,485.72 | | |
| Acquired 04/23/10 nc | 4,543.38900 | 22.01 | 100,018.95 | | 89,595.63 | -10,423.32 | | |
| Acquired 06/21/10 nc | 9,911.90900 | 19.74 | 195,680.04 | | 195,462.89 | -217.15 | | |
| **Total** | **24,385.16100** | | **$495,736.89** | **19.7200** | **$480,875.37** | **-$14,861.52** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$1,005,926.54** | | **$924,760.10** | **-$81,166.44** | | |
| **Total Mutual Funds** | | | **$1,005,926.54** | | **$924,760.10** | **-$81,166.44** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 05/01 | | | | BEGINNING BALANCE | | | 15,334.79 |
| 05/01 | Cash | DIVIDEND | | FREEPORT-MCMORAN COPPER & GOLD INC CLASS B 050112 1,000 | | 312.50 | 15,647.29 |
| 05/17 | Cash | SALE | -1,000.00000 | KIRBY CORP | 56.6309 | 56,610.68 | |
| 05/17 | Cash | PURCHASE | 750.00000 | MESABI TRUST CTF BEN INT | 24.3095 | -18,251.08 | |
| 05/17 | Cash | PURCHASE | 250.00000 | NATIONAL OILWELL VARCO INC | 64.2743 | -16,087.53 | 37,919.36 |
| 05/30 | Cash | PURCHASE | 1,500.00000 | DELTA AIR LINES INC NEW | 11.7969 | -17,714.30 | 20,205.06 |
| 05/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP 053112 37,919 | | 0.38 | 20,205.44 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
MAY 1 - MAY 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 05/01 | | BEGINNING BALANCE | 15,334.79 |
| 05/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 312.50 |
| 05/23 | TRANSFER TO | BANK DEPOSIT SWEEP | 22,272.07 |
| 05/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.38 |
| 05/31 | | ENDING BALANCE | 37,919.74 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 0.00 | -9,440.27 | -9,440.27 | 472.95 | -9,463.63 | -8,990.68 |
| Long term | 0.00 | 0.00 | 0.00 | 7,166.69 | -106.01 | 7,060.68 |
| **Total Realized Gain/Loss** | **$0.00** | **-$9,440.27** | **-$9,440.27** | **$7,639.64** | **-$9,569.64** | **-$1,930.00** |

### Realized Gain/Loss Detail

### Short term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| KIRBY CORP | 1,000.00000 | 66.0320 | 12/29/11 | 05/17/12 | 56,610.68 | 66,050.95 | -9,440.27 |
| **Total Short term** | | | | | **$56,610.68** | **$66,050.95** | **-$9,440.27** |

First Dallas Securities

# SNAPSHOT [redacted]



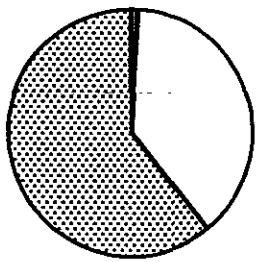
NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$1,534,452.54** | **$1,517,572.63** |
| Income earned | 1,511.61 | 5,672.88 |
| Change in value | 78,360.61 | 91,079.25 |
| **Closing value** | **$1,614,324.76** | **$1,614,324.76** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON MAY 31 | % | CURRENT VALUE ON JUN 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 20,205.44 | 1.32 | 16,912.68 | 1.05 | 3 |
| | Stocks, options & ETFs | 589,487.00 | 38.42 | 615,622.00 | 38.13 | 10,539 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 924,760.10 | 60.27 | 981,790.08 | 60.82 | 0 |
| | **Asset value** | **$1,534,452.54** | **100%** | **$1,614,324.76** | **100%** | **$10,542** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$20,205.44** | |
| Income and distributions | 1,511.61 | 5,672.88 |
| Securities sold and redeemed | 0.00 | 120,410.34 |
| **Net additions to cash** | **$1,511.61** | **$126,083.22** |
| Securities purchased | -4,804.37 | -124,212.24 |
| Other subtractions | 0.00 | -2,345.43 |
| **Net subtractions from cash** | **-$4,804.37** | **-$126,557.67** |
| **Closing value of cash and sweep balances** | **$16,912.68** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.36 | 1.88 |
| | Qualified dividends | 1,511.25 | 5,671.00 |
| | **Total taxable income** | **$1,511.61** | **$5,672.88** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$1,511.61** | **$5,672.88** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | -8,990.68 |
| Long term (L) | 0.00 | 7,060.68 |
| **Total** | **$0.00** | **-$1,930.00** |

First Dallas Securities

**SNAPSHOT** [redacted] 

**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK AND TRUST<br>COLLATERAL ACCOUNT FBO<br>KENNY E MARCHANT &<br>DONNA MAE MARCHANT JT WROS |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5526-0770 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 120,410.34 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and one or more affiliated banks. These assets are not covered by SIPC, but, together with any other deposits held in the same insurable capacity at each bank, are eligible for FDIC insurance to at least $250,000 per depositor, per bank in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 30.00 | 0.00 |
| BANK DEPOSIT SWEEP | 0.02 | 16,882.68 | 3.37 |
| Interest Period 06/01/12 - 06/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$16,912.68** | **$3.37** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA<br>Acquired 01/12/11 | 950 | 69.85 | 66,371.43 | 74.3000 | 70,585.00 | 4,213.57 | 1,672.00 | 2.36 |
| CROCS INC<br>CROX<br>Acquired 01/13/12 | 150 | 18.29 | 2,762.56 | 16.1500 | 2,422.50 | -340.06 | N/A | N/A |
| DELTA AIR LINES INC NEW<br>DAL<br>Acquired 05/30/12 | 1,500 | 11.79 | 17,714.30 | 10.9500 | 16,425.00 | -1,289.30 | N/A | N/A |
| DISNEY WALT COMPANY<br>DIS<br>Acquired 06/20/12 | 100 | 47.85 | 4,804.37 | 48.5000 | 4,850.00 | 45.63 | 60.00 | 1.23 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| E M C CORP MASS<br>EMC<br>Acquired 02/08/12 | 200 | 26.17 | 5,254.83 | 25.6300 | 5,126.00 | -128.83 | N/A | N/A |
| FREEPORT-MCMORAN COPPER & GOLD INC<br>CLASS B<br>FCX<br>Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 34.0700 | 34,070.00 | -5,081.15 | 1,250.00 | 3.66 |
| HALLIBURTON COMPANY<br>HAL<br>Acquired 12/22/11 | 1,000 | 33.75 | 33,774.75 | 28.3900 | 28,390.00 | -5,384.75 | 360.00 | 1.26 |
| HOME DEPOT INC<br>HD<br>Acquired 06/28/11 | 1,300 | 36.08 | 46,915.02 | 52.9900 | 68,887.00 | 21,971.98 | 1,508.00 | 2.18 |
| MESABI TRUST<br>CTF BEN INT<br>MSB<br>Acquired 05/17/12 nc | 750 | 24.30 | 18,251.08 | 27.4900 | 20,617.50 | 2,366.42 | 195.00 | 0.94 |
| NATIONAL OILWELL VARCO INC<br>NOV<br>Acquired 05/17/12 | 250 | 64.27 | 16,087.53 | 64.4400 | 16,110.00 | 22.47 | 120.00 | 0.74 |
| SANDRIDGE ENERGY INC<br>SD | | | | | | | | |
| Acquired 03/16/11 | 2,000 | 10.45 | 20,922.15 | | 13,380.00 | -7,542.15 | | |
| Acquired 12/22/11 | 2,000 | 7.06 | 14,152.75 | | 13,380.00 | -772.75 | | |
| **Total** | **4,000** | | **$35,074.90** | **6.6900** | **$26,760.00** | **-$8,314.90** | **N/A** | **N/A** |
| SCHLUMBERGER LTD<br>SLB | | | | | | | | |
| Acquired 02/12/08 nc | 500 | 81.26 | 40,669.15 | | 32,455.00 | -8,214.15 | | |
| Acquired 10/09/08 nc | 1,000 | 62.35 | 62,425.15 | | 64,910.00 | 2,484.85 | | |
| Acquired 10/17/08 nc | 500 | 49.58 | 24,830.05 | | 32,455.00 | 7,624.95 | | |
| **Total** | **2,000** | | **$127,924.35** | **64.9100** | **$129,820.00** | **$1,895.65** | **$2,200.00** | **1.69** |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT TPL | | | | | | | | |
| Acquired 03/27/12 | 300 | 47.13 | 14,159.36 | 57.0800 | 17,124.00 | 2,964.64 | 69.00 | 0.40 |
| UNION PACIFIC CORP UNP | | | | | | | | |
| Acquired 01/12/11 | 150 | 97.96 | 14,699.95 | | 17,896.50 | 3,196.55 | | |
| Acquired 03/16/11 | 150 | 92.72 | 13,914.96 | | 17,896.50 | 3,981.54 | | |
| **Total** | **300** | | **$28,614.91** | **119.3100** | **$35,793.00** | **$7,178.09** | **$720.00** | **2.01** |
| UNITED CONTINENTAL HOLDINGS INC UAL | | | | | | | | |
| Acquired 01/25/12 | 1,400 | 20.49 | 28,717.41 | 24.3300 | 34,062.00 | 5,344.59 | N/A | N/A |
| WAL-MART STORES INC WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 69,720.00 | 17,991.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 34,860.00 | 7,886.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **69.7200** | **$104,580.00** | **$25,877.10** | **$2,385.00** | **2.28** |
| **Total Stocks and ETFs** | | | **$564,280.85** | | **$615,622.00** | **$51,341.15** | **$10,539.00** | **1.71** |
| **Total Stocks, options & ETFs** | | | **$564,280.85** | | **$615,622.00** | **$51,341.15** | **$10,539.00** | **1.71** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

Mutual fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

### Open End Mutual Funds

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 101,170.03 | 1,151.08 | | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 04/19/10 nc | 7,917.65600 | 12.63 | 100,018.95 | | 88,994.45 | -11,024.50 | | |
| Acquired 04/23/10 nc | 7,418.39800 | 13.48 | 100,018.95 | | 83,382.79 | -16,636.16 | | |
| Acquired 06/21/10 nc | 16,751.80600 | 11.68 | 195,680.04 | | 188,290.30 | -7,389.74 | | |
| Reinvestments nc | 1,307.10800 | 11.05 | 14,452.76 | | 14,691.98 | 239.22 | | |
| **Total** | **42,395.86800** | | **$510,189.65** | **11.2400** | **$476,529.55** | **-$33,660.10** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 107,080.06 | 7,061.11 | | |
| Acquired 04/19/10 nc | 476.19000 | 21.00 | 10,018.95 | | 9,866.66 | -152.29 | | |
| Acquired 04/19/10 nc | 4,285.71400 | 21.00 | 90,000.00 | | 88,799.99 | -1,200.01 | | |
| Acquired 04/23/10 nc | 4,543.38900 | 22.01 | 100,018.95 | | 94,139.02 | -5,879.93 | | |
| Acquired 06/21/10 nc | 9,911.90900 | 19.74 | 195,680.04 | | 205,374.80 | 9,694.76 | | |
| **Total** | **24,385.16100** | | **$495,736.89** | **20.7200** | **$505,260.53** | **$9,523.64** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$1,005,926.54** | | **$981,790.08** | **-$24,136.46** | | |
| **Total Mutual Funds** | | | **$1,005,926.54** | | **$981,790.08** | **-$24,136.46** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 06/01 | | | | BEGINNING BALANCE | | | 20,205.44 |
| 06/01 | Cash | DIVIDEND | | BOEING CO<br>060112 950 | | 418.00 | 20,623.44 |
| 06/04 | Cash | DIVIDEND | | WAL-MART STORES INC<br>060412 1,500 | | 596.25 | 21,219.69 |
| 06/14 | Cash | DIVIDEND | | HOME DEPOT INC<br>061412 1,300 | | 377.00 | 21,596.69 |
| 06/20 | Cash | PURCHASE | 100.00000 | DISNEY WALT COMPANY | 47.8542 | -4,804.37 | 16,792.32 |
| 06/27 | Cash | DIVIDEND | | HALLIBURTON COMPANY<br>062712 1,000 | | 90.00 | 16,882.32 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JUNE 1 - JUNE 30, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 06/29 | Cash | DIVIDEND | | NATIONAL OILWELL VARCO INC<br>062912 250 | | 30.00 | |
| 06/29 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>062912 16,882 | | 0.36 | 16,912.68 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT | DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|---|---|---|---|
| 06/01 | | BEGINNING BALANCE | 37,919.74 | 06/25 | TRANSFER FROM | BANK DEPOSIT SWEEP | -4,804.37 |
| 06/04 | TRANSFER FROM | BANK DEPOSIT SWEEP | -17,296.30 | 06/28 | TRANSFER TO | BANK DEPOSIT SWEEP | 90.00 |
| 06/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 596.25 | 06/29 | REINVEST INT | BANK DEPOSIT SWEEP | 0.36 |
| 06/15 | TRANSFER TO | BANK DEPOSIT SWEEP | 377.00 | 06/30 | | ENDING BALANCE | 16,882.68 |

## Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



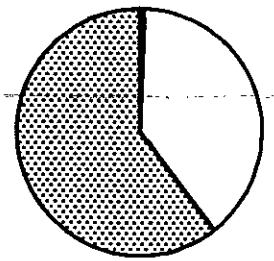
**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$1,614,324.76** | **$1,517,572.63** |
| Income earned | 730.17 | 6,403.05 |
| Change in value | 17,198.18 | 108,277.43 |
| **Closing value** | **$1,632,253.11** | **$1,632,253.11** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON JUN 30 | % | CURRENT VALUE ON JUL 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 16,912.68 | 1.05 | 11,521.81 | 0.71 | 1 |
| | Stocks, options & ETFs | 615,622.00 | 38.13 | 634,604.50 | 38.88 | 12,264 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 981,790.08 | 60.82 | 986,126.80 | 60.42 | 0 |
| | **Asset value** | **$1,614,324.76** | **100%** | **$1,632,253.11** | **100%** | **$12,265** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$16,912.68** | |
| Income and distributions | 730.17 | 6,403.05 |
| Securities sold and redeemed | 0.00 | 120,410.34 |
| **Net additions to cash** | **$730.17** | **$126,813.39** |
| Securities purchased | -4,938.29 | -129,150.53 |
| Other subtractions | -1,182.75 | -3,528.18 |
| **Net subtractions from cash** | **-$6,121.04** | **-$132,678.71** |
| **Closing value of cash and sweep balances** | **$11,521.81** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| TAXABLE | Money market/sweep funds | 0.17 | 2.05 |
| | Qualified dividends | 730.00 | 6,401.00 |
| | **Total taxable income** | **$730.17** | **$6,403.05** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$730.17** | **$6,403.05** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | -8,990.68 |
| Long term (L) | 0.00 | 7,060.68 |
| **Total** | **$0.00** | **-$1,930.00** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK AND TRUST<br>COLLATERAL ACCOUNT FBO<br>KENNY E MARCHANT &<br>DONNA MAE MARCHANT JT WROS |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5526-0770 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 120,410.34 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.01 | 11,521.81 | 1.15 |
| Interest Period 07/01/12 - 07/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$11,521.81** | **$1.15** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA<br>Acquired 01/12/11 | 950 | 69.85 | 66,371.43 | 73.9100 | 70,214.50 | 3,843.07 | 1,672.00 | 2.38 |
| CROCS INC<br>CROX<br>Acquired 01/13/12 | 150 | 18.29 | 2,762.56 | 15.3500 | 2,302.50 | -460.06 | N/A | N/A |
| DELTA AIR LINES INC NEW<br>DAL<br>Acquired 05/30/12 | 1,500 | 11.79 | 17,714.30 | 9.6500 | 14,475.00 | -3,239.30 | N/A | N/A |
| DISNEY WALT COMPANY<br>DIS<br>Acquired 06/20/12 | 100 | 47.85 | 4,804.37 | 49.1400 | 4,914.00 | 109.63 | 60.00 | 1.22 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| E M C CORP MASS<br>EMC<br>Acquired 02/08/12 | 200 | 26.17 | 5,254.83 | 26.2100 | 5,242.00 | -12.83 | N/A | N/A |
| FREEPORT-MCMORAN COPPER & GOLD INC<br>CLASS B<br>FCX<br>Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 33.6700 | 33,670.00 | -5,481.15 | 1,250.00 | 3.71 |
| HALLIBURTON COMPANY<br>HAL<br>Acquired 12/22/11 | 1,000 | 33.75 | 33,774.75 | 33.1300 | 33,130.00 | -644.75 | 360.00 | 1.08 |
| HOME DEPOT INC<br>HD<br>Acquired 06/28/11 | 1,300 | 36.08 | 46,915.02 | 52.1800 | 67,834.00 | 20,918.98 | 1,508.00 | 2.22 |
| MESABI TRUST<br>CTF BEN INT<br>MSB<br>Acquired 05/17/12 nc | 750 | 24.30 | 18,251.08 | 25.9700 | 19,477.50 | 1,226.42 | 1,920.00 | 9.85 |
| NATIONAL OILWELL VARCO INC<br>NOV<br>Acquired 05/17/12 | 250 | 64.27 | 16,087.53 | 72.3000 | 18,075.00 | 1,987.47 | 120.00 | 0.66 |
| SANDRIDGE ENERGY INC<br>SD<br>Acquired 03/16/11<br>Acquired 12/22/11 | 2,000<br>2,000 | 10.45<br>7.06 | 20,922.15<br>14,152.75 | | 13,640.00<br>13,640.00 | -7,282.15<br>-512.75 | | |
| **Total** | **4,000** | | **$35,074.90** | **6.8200** | **$27,280.00** | **-$7,794.90** | **N/A** | **N/A** |
| SCHLUMBERGER LTD<br>SLB<br>Acquired 02/12/08 nc<br>Acquired 10/09/08 nc<br>Acquired 10/17/08 nc | 500<br>1,000<br>500 | 81.26<br>62.35<br>49.58 | 40,669.15<br>62,425.15<br>24,830.05 | | 35,630.00<br>71,260.00<br>35,630.00 | -5,039.15<br>8,834.85<br>10,799.95 | | |
| **Total** | **2,000** | | **$127,924.35** | **71.2600** | **$142,520.00** | **$14,595.65** | **$2,200.00** | **1.54** |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT TPL | | | | | | | | |
| Acquired 03/27/12 | 300 | 47.13 | 14,159.36 | 56.0600 | 16,818.00 | 2,658.64 | 69.00 | 0.41 |
| UNION PACIFIC CORP UNP | | | | | | | | |
| Acquired 01/12/11 | 150 | 97.96 | 14,699.95 | | 18,391.50 | 3,691.55 | | |
| Acquired 03/16/11 | 150 | 92.72 | 13,914.96 | | 18,391.50 | 4,476.54 | | |
| **Total** | **300** | | **$28,614.91** | **122.6100** | **$36,783.00** | **$8,168.09** | **$720.00** | **1.96** |
| UNITED CONTINENTAL HOLDINGS INC UAL | | | | | | | | |
| Acquired 01/25/12 | 1,400 | 20.49 | 28,717.41 | | 26,446.00 | -2,271.41 | | |
| Acquired 07/11/12 | 200 | 24.59 | 4,938.29 | | 3,778.00 | -1,160.29 | | |
| **Total** | **1,600** | | **$33,655.70** | **18.8900** | **$30,224.00** | **-$3,431.70** | **N/A** | **N/A** |
| WAL-MART STORES INC WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 74,430.00 | 22,701.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 37,215.00 | 10,241.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **74.4300** | **$111,645.00** | **$32,942.10** | **$2,385.00** | **2.14** |
| **Total Stocks and ETFs** | | | **$569,219.14** | | **$634,604.50** | **$65,385.36** | **$12,264.00** | **1.93** |
| **Total Stocks, options & ETFs** | | | **$569,219.14** | | **$634,604.50** | **$65,385.36** | **$12,264.00** | **1.93** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 100,900.00 | 881.05 | | |
| Acquired 04/19/10 nc | 7,917.65600 | 12.63 | 100,018.95 | | 88,756.92 | -11,262.03 | | |
| Acquired 04/23/10 nc | 7,418.39800 | 13.48 | 100,018.95 | | 83,160.24 | -16,858.71 | | |
| Acquired 06/21/10 nc | 16,751.80600 | 11.68 | 195,680.04 | | 187,787.75 | -7,892.29 | | |
| Reinvestments nc | 1,307.10800 | 11.05 | 14,452.76 | | 14,652.77 | 200.01 | | |
| **Total** | **42,395.86800** | | **$510,189.65** | **11.2100** | **$475,257.68** | **-$34,931.97** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 108,268.69 | 8,249.74 | | |
| Acquired 04/19/10 nc | 476.19000 | 21.00 | 10,018.95 | | 9,976.18 | -42.77 | | |
| Acquired 04/19/10 nc | 4,285.71400 | 21.00 | 90,000.00 | | 89,785.71 | -214.29 | | |
| Acquired 04/23/10 nc | 4,543.38900 | 22.01 | 100,018.95 | | 95,184.00 | -4,834.95 | | |
| Acquired 06/21/10 nc | 9,911.90900 | 19.74 | 195,680.04 | | 207,654.54 | 11,974.50 | | |
| **Total** | **24,385.16100** | | **$495,736.89** | **20.9500** | **$510,869.12** | **$15,132.23** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$1,005,926.54** | | **$986,126.80** | **-$19,799.74** | | |
| **Total Mutual Funds** | | | **$1,005,926.54** | | **$986,126.80** | **-$19,799.74** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 07/01 | | | | BEGINNING BALANCE | | | 16,912.68 |
| 07/02 | Cash | DIVIDEND | | UNION PACIFIC CORP<br>*070212 300* | | 180.00 | 17,092.68 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
JULY 1 - JULY 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 07/11 | Cash | PURCHASE | 200.00000 | UNITED CONTINENTAL HOLDINGS INC | 24.5967 | -4,938.29 | 12,154.39 |
| 07/13 | Cash | DIVIDEND | | SCHLUMBERGER LTD 071312 2,000 | | 550.00 | 12,704.39 |
| 07/27 | Cash | ADVISORY FEE | | MANAGEMENT FEE | | -1,182.75 | 11,521.64 |
| 07/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP 073112 11,521 | | 0.17 | 11,521.81 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 07/01 | | BEGINNING BALANCE | 16,882.68 |
| 07/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 30.00 |
| 07/03 | TRANSFER TO | BANK DEPOSIT SWEEP | 180.00 |
| 07/16 | TRANSFER FROM | BANK DEPOSIT SWEEP | -4,388.29 |
| 07/30 | TRANSFER FROM | BANK DEPOSIT SWEEP | -1,182.75 |
| 07/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.17 |
| 07/31 | | ENDING BALANCE | 11,521.81 |

## Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



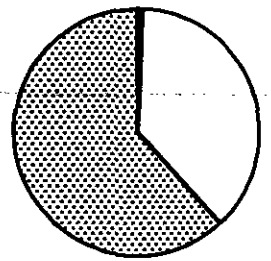
**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$1,632,253.11** | **$1,517,572.63** |
| Income earned | 792.66 | 7,195.71 |
| Change in value | 58,852.83 | 167,130.26 |
| **Closing value** | **$1,691,898.60** | **$1,691,898.60** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON JUL 31 | % | CURRENT VALUE ON AUG 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 11,521.81 | 0.71 | 13,478.61 | 0.80 | 1 |
| | Stocks, options & ETFs | 634,604.50 | 38.88 | 634,989.00 | 37.53 | 12,304 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 986,126.80 | 60.42 | 1,043,430.99 | 61.67 | 0 |
| | **Asset value** | **$1,632,253.11** | **100%** | **$1,691,898.60** | **100%** | **$12,305** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$11,521.81** | |
| Income and distributions | 792.66 | 7,195.71 |
| Securities sold and redeemed | 12,839.84 | 133,250.18 |
| **Net additions to cash** | **$13,632.50** | **$140,445.89** |
| Securities purchased | -11,675.70 | -140,826.23 |
| Other subtractions | 0.00 | -3,528.18 |
| **Net subtractions from cash** | **-$11,675.70** | **-$144,354.41** |
| **Closing value of cash and sweep balances** | **$13,478.61** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.16 | 2.21 |
| | Qualified dividends | 312.50 | 6,713.50 |
| | Other | 480.00 | 480.00 |
| | **Total taxable income** | **$792.66** | **$7,195.71** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$792.66** | **$7,195.71** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 18.08 | -8,972.60 |
| Long term (L) | 0.00 | 7,060.68 |
| **Total** | **$18.08** | **-$1,911.92** |

**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK AND TRUST<br>COLLATERAL ACCOUNT FBO<br>KENNY E MARCHANT &<br>DONNA MAE MARCHANT JT WROS |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5526-0770 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 12,839.84 | 133,250.18 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.01 | 13,478.61 | 1.34 |
| Interest Period 08/01/12 - 08/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$13,478.61** | **$1.34** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA<br>Acquired 01/12/11 | 950 | 69.85 | 66,371.43 | 71.4000 | 67,830.00 | 1,458.57 | 1,672.00 | 2.46 |
| DELTA AIR LINES INC NEW<br>DAL<br>Acquired 05/30/12 | 1,500 | 11.79 | 17,714.30 | 8.6500 | 12,975.00 | -4,739.30 | N/A | N/A |
| FREEPORT-MCMORAN COPPER & GOLD INC<br>CLASS B<br>FCX<br>Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 36.1100 | 36,110.00 | -3,041.15 | 1,250.00 | 3.46 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HALLIBURTON COMPANY | | | | | | | | |
| HAL | | | | | | | | |
| Acquired 12/22/11 | 1,000 | 33.75 | 33,774.75 | 32.7600 | 32,760.00 | -1,014.75 | 360.00 | 1.09 |
| HOME DEPOT INC | | | | | | | | |
| HD | | | | | | | | |
| Acquired 06/28/11 | 1,300 | 36.08 | 46,915.02 | 56.7500 | 73,775.00 | 26,859.98 | 1,508.00 | 2.04 |
| MESABI TRUST | | | | | | | | |
| CTF BEN INT | | | | | | | | |
| MSB | | | | | | | | |
| Acquired 05/17/12 nc | 750 | 24.30 | 18,251.08 | 24.7800 | 18,585.00 | 333.92 | 1,920.00 | 10.33 |
| NATIONAL OILWELL VARCO | | | | | | | | |
| INC | | | | | | | | |
| NOV | | | | | | | | |
| Acquired 05/17/12 | 250 | 64.27 | 16,087.53 | 78.8000 | 19,700.00 | 3,612.47 | 120.00 | 0.60 |
| SANDRIDGE ENERGY INC | | | | | | | | |
| SD | | | | | | | | |
| Acquired 03/16/11 | 2,000 | 10.45 | 20,922.15 | | 13,140.00 | -7,782.15 | | |
| Acquired 12/22/11 | 2,000 | 7.06 | 14,152.75 | | 13,140.00 | -1,012.75 | | |
| **Total** | **4,000** | | **$35,074.90** | **6.5700** | **$26,280.00** | **-$8,794.90** | **N/A** | **N/A** |
| SCHLUMBERGER LTD | | | | | | | | |
| SLB | | | | | | | | |
| Acquired 02/12/08 nc | 500 | 81.26 | 40,669.15 | | 36,190.00 | -4,479.15 | | |
| Acquired 10/09/08 nc | 1,000 | 62.35 | 62,425.15 | | 72,380.00 | 9,954.85 | | |
| Acquired 10/17/08 nc | 500 | 49.58 | 24,830.05 | | 36,190.00 | 11,359.95 | | |
| **Total** | **2,000** | | **$127,924.35** | **72.3800** | **$144,760.00** | **$16,835.65** | **$2,200.00** | **1.52** |
| TEX PAC LAND TR SUB SH | | | | | | | | |
| CTF PROPRIETARY UNIT | | | | | | | | |
| TPL | | | | | | | | |
| Acquired 03/27/12 | 300 | 47.13 | 14,159.36 | 58.7900 | 17,637.00 | 3,477.64 | 69.00 | 0.39 |
| *UNION PACIFIC CORP* | | | | | | | | |
| UNP | | | | | | | | |
| Acquired 01/12/11 | 150 | 97.96 | 14,699.95 | | 18,216.00 | 3,516.05 | | |
| Acquired 03/16/11 | 150 | 92.72 | 13,914.96 | | 18,216.00 | 4,301.04 | | |
| **Total** | **300** | | **$28,614.91** | **121.4400** | **$36,432.00** | **$7,817.09** | **$720.00** | **1.98** |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| UNITED CONTINENTAL HOLDINGS INC<br>UAL | | | | | | | | |
| Acquired 01/25/12 | 1,400 | 20.49 | 28,717.41 | | 25,830.00 | -2,887.41 | | |
| Acquired 07/11/12 | 200 | 24.59 | 4,938.29 | | 3,690.00 | -1,248.29 | | |
| **Total** | **1,600** | | **$33,655.70** | **18.4500** | **$29,520.00** | **-$4,135.70** | **N/A** | **N/A** |
| UNITED STATES STEEL CORP NEW<br>X | | | | | | | | |
| Acquired 08/08/12 | 500 | 23.31 | 11,675.70 | 19.4500 | 9,725.00 | -1,950.70 | 100.00 | 1.02 |
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 72,600.00 | 20,871.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 36,300.00 | 9,326.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **72.6000** | **$108,900.00** | **$30,197.10** | **$2,385.00** | **2.19** |
| **Total Stocks and ETFs** | | | **$568,073.08** | | **$634,989.00** | **$66,915.92** | **$12,304.00** | **1.94** |
| **Total Stocks, options & ETFs** | | | **$568,073.08** | | **$634,989.00** | **$66,915.92** | **$12,304.00** | **1.94** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

### *Open End Mutual Funds*

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT<br>HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 108,820.79 | 8,801.84 | | |
| Acquired 04/19/10 nc | 7,917.65600 | 12.63 | 100,018.95 | | 95,724.46 | -4,294.49 | | |
| Acquired 04/23/10 nc | 7,418.39800 | 13.48 | 100,018.95 | | 89,688.43 | -10,330.52 | | |
| Acquired 06/21/10 nc | 16,751.80600 | 11.68 | 195,680.04 | | 202,529.33 | 6,849.29 | | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## *Mutual Funds*

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Reinvestments nc | 1,307.10800 | 11.05 | 14,452.76 | | 15,803.03 | 1,350.27 | | |
| **Total** | **42,395.86800** | | **$510,189.65** | **12.0900** | **$512,566.04** | **$2,376.39** | **N/A** | **N/A** |
| HODGES FUND<br>PROFESSIONALLY MANAGED<br>PORTFOLIOS<br>HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 112,506.42 | 12,487.47 | | |
| Acquired 04/19/10 nc | 476.19000 | 21.00 | 10,018.95 | | 10,366.66 | 347.71 | | |
| Acquired 04/19/10 nc | 4,285.71400 | 21.00 | 90,000.00 | | 93,299.99 | 3,299.99 | | |
| Acquired 04/23/10 nc | 4,543.38900 | 22.01 | 100,018.95 | | 98,909.58 | -1,109.37 | | |
| Acquired 06/21/10 nc | 9,911.90900 | 19.74 | 195,680.04 | | 215,782.30 | 20,102.26 | | |
| **Total** | **24,385.16100** | | **$495,736.89** | **21.7700** | **$530,864.95** | **$35,128.06** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$1,005,926.54** | | **$1,043,430.99** | **$37,504.45** | | |
| **Total Mutual Funds** | | | **$1,005,926.54** | | **$1,043,430.99** | **$37,504.45** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 08/01 | | | | BEGINNING BALANCE | | | 11,521.81 |
| 08/01 | Cash | DIVIDEND | | FREEPORT-MCMORAN COPPER & GOLD INC<br>CLASS B<br>080112 1,000 | | 312.50 | 11,834.31 |
| 08/08 | Cash | SALE | -150.00000 | CROCS INC | 16.6365 | 2,476.47 | |
| 08/08 | Cash | SALE | -100.00000 | DISNEY WALT COMPANY | 50.3350 | 5,014.44 | |
| 08/08 | Cash | SALE | -200.00000 | E M C CORP MASS | 26.8400 | 5,348.93 | |
| 08/08 | Cash | PURCHASE | 500.00000 | UNITED STATES STEEL CORP NEW | 23.3135 | -11,675.70 | 12,998.45 |
| 08/20 | Cash | ROYALTY PYMT | | MESABI TRUST<br>CTF BEN INT<br>082012 750 | | 480.00 | 13,478.45 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
AUGUST 1 - AUGUST 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 08/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>083112 13,478 | | 0.16 | 13,478.61 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 08/01 | | BEGINNING BALANCE | 11,521.81 |
| 08/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 312.50 |
| 08/14 | TRANSFER TO | BANK DEPOSIT SWEEP | 1,164.14 |
| 08/21 | TRANSFER TO | BANK DEPOSIT SWEEP | 480.00 |
| 08/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.16 |
| 08/31 | | ENDING BALANCE | 13,478.61 |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 304.17 | -286.09 | 18.08 | 777.12 | -9,749.72 | -8,972.60 |
| Long term | 0.00 | 0.00 | 0.00 | 7,166.69 | -106.01 | 7,060.68 |
| **Total Realized Gain/Loss** | **$304.17** | **-$286.09** | **$18.08** | **$7,943.81** | **-$9,855.73** | **-$1,911.92** |

### Realized Gain/Loss Detail

### Short term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| CROCS INC | 150.00000 | 18.2907 | 01/13/12 | 08/08/12 | 2,476.47 | 2,762.56 | -286.09 |
| DISNEY WALT COMPANY | 100.00000 | 47.8542 | 06/20/12 | 08/08/12 | 5,014.44 | 4,804.37 | 210.07 |
| E M C CORP MASS | 200.00000 | 26.1794 | 02/08/12 | 08/08/12 | 5,348.93 | 5,254.83 | 94.10 |
| **Total Short term** | | | | | **$12,839.84** | **$12,821.76** | **$18.08** |

First Dallas Securities

# SNAPSHOT [redacted]



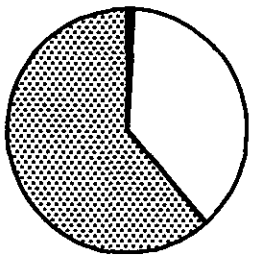
**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$1,691,898.60** | **$1,517,572.63** |
| Income earned | 1,511.40 | 8,707.11 |
| Change in value | 28,006.78 | 195,137.04 |
| **Closing value** | **$1,721,416.78** | **$1,721,416.78** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON AUG 31 | % | CURRENT VALUE ON SEP 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 13,478.61 | 0.80 | 14,990.01 | 0.87 | 1 |
| | Stocks, options & ETFs | 634,989.00 | 37.53 | 647,816.25 | 37.63 | 12,304 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 1,043,430.99 | 61.67 | 1,058,610.52 | 61.50 | 0 |
| | **Asset value** | **$1,691,898.60** | **100%** | **$1,721,416.78** | **100%** | **$12,305** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$13,478.61** | |
| Income and distributions | 1,511.40 | 8,707.11 |
| Securities sold and redeemed | 0.00 | 133,250.18 |
| **Net additions to cash** | **$1,511.40** | **$141,957.29** |
| Securities purchased | 0.00 | -140,826.23 |
| Other subtractions | 0.00 | -3,528.18 |
| **Net subtractions from cash** | **$0.00** | **-$144,354.41** |
| **Closing value of cash and sweep balances** | **$14,990.01** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.15 | 2.36 |
| | Qualified dividends | 1,511.25 | 8,224.75 |
| | Other | 0.00 | 480.00 |
| | **Total taxable income** | **$1,511.40** | **$8,707.11** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$1,511.40** | **$8,707.11** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | -8,972.60 |
| Long term (L) | 0.00 | 7,060.68 |
| **Total** | **$0.00** | **-$1,911.92** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK AND TRUST<br>COLLATERAL ACCOUNT FBO<br>KENNY E MARCHANT &<br>DONNA MAE MARCHANT JT WROS |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5526-0770 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 133,250.18 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| Cash | 0.00 | 30.00 | 0.00 |
| BANK DEPOSIT SWEEP<br>Interest Period 09/01/12 - 09/30/12 | 0.01 | 14,960.01 | 1.49 |
| **Total Cash and Sweep Balances** | | **$14,990.01** | **$1.49** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA<br>Acquired 01/12/11 | 950 | 69.85 | 66,371.43 | 69.5950 | 66,115.25 | -256.18 | 1,672.00 | 2.52 |
| DELTA AIR LINES INC NEW<br>DAL<br>Acquired 05/30/12 | 1,500 | 11.79 | 17,714.30 | 9.1600 | 13,740.00 | -3,974.30 | N/A | N/A |
| FREEPORT-MCMORAN COPPER & GOLD INC<br>CLASS B<br>FCX<br>Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 39.5800 | 39,580.00 | 428.85 | 1,250.00 | 3.15 |

First Dallas Securities

**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HALLIBURTON COMPANY<br>HAL | | | | | | | | |
| Acquired 12/22/11 | 1,000 | 33.75 | 33,774.75 | 33.6900 | 33,690.00 | -84.75 | 360.00 | 1.06 |
| HOME DEPOT INC<br>HD | | | | | | | | |
| Acquired 06/28/11 | 1,300 | 36.08 | 46,915.02 | 60.3700 | 78,481.00 | 31,565.98 | 1,508.00 | 1.92 |
| MESABI TRUST<br>CTF BEN INT<br>MSB | | | | | | | | |
| Acquired 05/17/12 nc | 750 | 24.30 | 18,251.08 | 26.8100 | 20,107.50 | 1,856.42 | 1,920.00 | 9.54 |
| NATIONAL OILWELL VARCO INC<br>NOV | | | | | | | | |
| Acquired 05/17/12 | 250 | 64.27 | 16,087.53 | 80.1100 | 20,027.50 | 3,939.97 | 120.00 | 0.59 |
| SANDRIDGE ENERGY INC<br>SD | | | | | | | | |
| Acquired 03/16/11 | 2,000 | 10.45 | 20,922.15 | | 13,950.00 | -6,972.15 | | |
| Acquired 12/22/11 | 2,000 | 7.06 | 14,152.75 | | 13,950.00 | -202.75 | | |
| **Total** | **4,000** | | **$35,074.90** | **6.9750** | **$27,900.00** | **-$7,174.90** | **N/A** | **N/A** |
| SCHLUMBERGER LTD<br>SLB | | | | | | | | |
| Acquired 02/12/08 nc | 500 | 81.26 | 40,669.15 | | 36,165.00 | -4,504.15 | | |
| Acquired 10/09/08 nc | 1,000 | 62.35 | 62,425.15 | | 72,330.00 | 9,904.85 | | |
| Acquired 10/17/08 nc | 500 | 49.58 | 24,830.05 | | 36,165.00 | 11,334.95 | | |
| **Total** | **2,000** | | **$127,924.35** | **72.3300** | **$144,660.00** | **$16,735.65** | **$2,200.00** | **1.52** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT<br>TPL | | | | | | | | |
| Acquired 03/27/12 | 300 | 47.13 | 14,159.36 | 54.9000 | 16,470.00 | 2,310.64 | 69.00 | 0.41 |
| UNION PACIFIC CORP<br>UNP | | | | | | | | |
| Acquired 01/12/11 | 150 | 97.96 | 14,699.95 | | 17,805.00 | 3,105.05 | | |
| Acquired 03/16/11 | 150 | 92.72 | 13,914.96 | | 17,805.00 | 3,890.04 | | |
| **Total** | **300** | | **$28,614.91** | **118.7000** | **$35,610.00** | **$6,995.09** | **$720.00** | **2.02** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| UNITED CONTINENTAL HOLDINGS INC<br>UAL | | | | | | | | |
| Acquired 01/25/12 | 1,400 | 20.49 | 28,717.41 | | 27,300.00 | -1,417.41 | | |
| Acquired 07/11/12 | 200 | 24.59 | 4,938.29 | | 3,900.00 | -1,038.29 | | |
| **Total** | **1,600** | | **$33,655.70** | **19.5000** | **$31,200.00** | **-$2,455.70** | **N/A** | **N/A** |
| UNITED STATES STEEL CORP NEW<br>X | | | | | | | | |
| Acquired 08/08/12 | 500 | 23.31 | 11,675.70 | 19.0700 | 9,535.00 | -2,140.70 | 100.00 | 1.04 |
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 73,800.00 | 22,071.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 36,900.00 | 9,926.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **73.8000** | **$110,700.00** | **$31,997.10** | **$2,385.00** | **2.15** |
| **Total Stocks and ETFs** | | | **$568,073.08** | | **$647,816.25** | **$79,743.17** | **$12,304.00** | **1.90** |
| **Total Stocks, options & ETFs** | | | **$568,073.08** | | **$647,816.25** | **$79,743.17** | **$12,304.00** | **1.90** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT<br>HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 110,800.99 | 10,782.04 | | |
| Acquired 04/19/10 nc | 7,917.65600 | 12.63 | 100,018.95 | | 97,466.35 | -2,552.60 | | |
| Acquired 04/23/10 nc | 7,418.39800 | 13.48 | 100,018.95 | | 91,320.48 | -8,698.47 | | |
| Acquired 06/21/10 nc | 16,751.80600 | 11.68 | 195,680.04 | | 206,214.73 | 10,534.69 | | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Reinvestments nc | 1,307.10800 | 11.05 | 14,452.76 | | 16,090.58 | 1,637.82 | | |
| **Total** | **42,395.86800** | | **$510,189.65** | **12.3100** | **$521,893.13** | **$11,703.48** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 113,746.73 | 13,727.78 | | |
| Acquired 04/19/10 nc | 476.19000 | 21.00 | 10,018.95 | | 10,480.94 | 461.99 | | |
| Acquired 04/19/10 nc | 4,285.71400 | 21.00 | 90,000.00 | | 94,328.57 | 4,328.57 | | |
| Acquired 04/23/10 nc | 4,543.38900 | 22.01 | 100,018.95 | | 99,999.99 | -18.96 | | |
| Acquired 06/21/10 nc | 9,911.90900 | 19.74 | 195,680.04 | | 218,161.16 | 22,481.12 | | |
| **Total** | **24,385.16100** | | **$495,736.89** | **22.0100** | **$536,717.39** | **$40,980.50** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$1,005,926.54** | | **$1,058,610.52** | **$52,683.98** | | |
| **Total Mutual Funds** | | | **$1,005,926.54** | | **$1,058,610.52** | **$52,683.98** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 09/01 | | | | BEGINNING BALANCE | | | 13,478.61 |
| 09/04 | Cash | DIVIDEND | | WAL-MART STORES INC<br>090412 1,500 | | 596.25 | 14,074.86 |
| 09/07 | Cash | DIVIDEND | | BOEING CO<br>090712 950 | | 418.00 | 14,492.86 |
| 09/13 | Cash | DIVIDEND | | HOME DEPOT INC<br>091312 1,300 | | 377.00 | 14,869.86 |
| 09/26 | Cash | DIVIDEND | | HALLIBURTON COMPANY<br>092612 1,000 | | 90.00 | 14,959.86 |
| 09/28 | Cash | DIVIDEND | | NATIONAL OILWELL VARCO INC<br>092812 250 | | 30.00 | |
| 09/28 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>092812 14,959 | | 0.15 | 14,990.01 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
SEPTEMBER 1 - SEPTEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 09/01 | | BEGINNING BALANCE | 13,478.61 |
| 09/05 | TRANSFER TO | BANK DEPOSIT SWEEP | 596.25 |
| 09/10 | TRANSFER TO | BANK DEPOSIT SWEEP | 418.00 |
| 09/14 | TRANSFER TO | BANK DEPOSIT SWEEP | 377.00 |
| 09/27 | TRANSFER TO | BANK DEPOSIT SWEEP | 90.00 |
| 09/28 | REINVEST INT | BANK DEPOSIT SWEEP | 0.15 |
| 09/30 | | ENDING BALANCE | 14,960.01 |

## Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



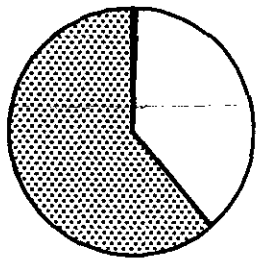
**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$1,721,416.78** | **$1,517,572.63** |
| Income earned | 730.55 | 9,437.66 |
| Change in value | -33,819.62 | 161,317.42 |
| **Closing value** | **$1,688,327.71** | **$1,688,327.71** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON SEP 30 | % | CURRENT VALUE ON OCT 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 14,990.01 | 0.87 | 10,590.63 | 0.63 | 2 |
| | Stocks, options & ETFs | 647,816.25 | 37.63 | 644,345.50 | 38.16 | 13,774 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 1,058,610.52 | 61.50 | 1,033,391.58 | 61.21 | 0 |
| | **Asset value** | **$1,721,416.78** | **100%** | **$1,688,327.71** | **100%** | **$13,776** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$14,990.01** | |
| Income and distributions | 730.55 | 9,437.66 |
| Securities sold and redeemed | 0.00 | 133,250.18 |
| **Net additions to cash** | **$730.55** | **$142,687.84** |
| Securities purchased | -3,876.95 | -144,703.18 |
| Other subtractions | -1,252.98 | -4,781.16 |
| **Net subtractions from cash** | **-$5,129.93** | **-$149,484.34** |
| **Closing value of cash and sweep balances** | **$10,590.63** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.55 | 2.91 |
| | Qualified dividends | 730.00 | 8,954.75 |
| | Other | 0.00 | 480.00 |
| | **Total taxable income** | **$730.55** | **$9,437.66** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$730.55** | **$9,437.66** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | -8,972.60 |
| Long term (L) | 0.00 | 7,060.68 |
| **Total** | **$0.00** | **-$1,911.92** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK AND TRUST<br>COLLATERAL ACCOUNT FBO<br>KENNY E MARCHANT &<br>DONNA MAE MARCHANT JT WROS |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5526-0770 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 133,250.18 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.02 | 10,590.63 | 2.11 |
| Interest Period 10/01/12 - 10/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$10,590.63** | **$2.11** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA<br>Acquired 01/12/11 | 950 | 69.85 | 66,371.43 | 70.4400 | 66,918.00 | 546.57 | 1,672.00 | 2.49 |
| CROCS INC<br>CROX<br>Acquired 10/26/12 | 300 | 12.86 | 3,876.95 | 12.6000 | 3,780.00 | -96.95 | N/A | N/A |
| DELTA AIR LINES INC NEW<br>DAL<br>Acquired 05/30/12 | 1,500 | 11.79 | 17,714.30 | 9.6300 | 14,445.00 | -3,269.30 | N/A | N/A |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 38.8800 | 38,880.00 | -271.15 | 1,250.00 | 3.21 |
| HALLIBURTON COMPANY HAL | | | | | | | | |
| Acquired 12/22/11 | 1,000 | 33.75 | 33,774.75 | 32.2900 | 32,290.00 | -1,484.75 | 360.00 | 1.11 |
| HOME DEPOT INC HD | | | | | | | | |
| Acquired 06/28/11 | 1,300 | 36.08 | 46,915.02 | 61.3800 | 79,794.00 | 32,878.98 | 1,508.00 | 1.88 |
| MESABI TRUST CTF BEN INT MSB | | | | | | | | |
| Acquired 05/17/12 nc | 750 | 24.30 | 18,251.08 | 26.2900 | 19,717.50 | 1,466.42 | 3,390.00 | 17.19 |
| NATIONAL OILWELL VARCO INC NOV | | | | | | | | |
| Acquired 05/17/12 | 250 | 64.27 | 16,087.53 | 73.7000 | 18,425.00 | 2,337.47 | 120.00 | 0.65 |
| SANDRIDGE ENERGY INC SD | | | | | | | | |
| Acquired 03/16/11 | 2,000 | 10.45 | 20,922.15 | | 12,440.00 | -8,482.15 | | |
| Acquired 12/22/11 | 2,000 | 7.06 | 14,152.75 | | 12,440.00 | -1,712.75 | | |
| **Total** | **4,000** | | **$35,074.90** | **6.2200** | **$24,880.00** | **-$10,194.90** | **N/A** | **N/A** |
| SCHLUMBERGER LTD SLB | | | | | | | | |
| Acquired 02/12/08 nc | 500 | 81.26 | 40,669.15 | | 34,765.00 | -5,904.15 | | |
| Acquired 10/09/08 nc | 1,000 | 62.35 | 62,425.15 | | 69,530.00 | 7,104.85 | | |
| Acquired 10/17/08 nc | 500 | 49.58 | 24,830.05 | | 34,765.00 | 9,934.95 | | |
| **Total** | **2,000** | | **$127,924.35** | **69.5300** | **$139,060.00** | **$11,135.65** | **$2,200.00** | **1.58** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT TPL | | | | | | | | |
| Acquired 03/27/12 | 300 | 47.13 | 14,159.36 | 52.6200 | 15,786.00 | 1,626.64 | 69.00 | 0.43 |
| UNION PACIFIC CORP UNP | | | | | | | | |
| Acquired 01/12/11 | 150 | 97.96 | 14,699.95 | | 18,454.50 | 3,754.55 | | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 03/16/11 | 150 | 92.72 | 13,914.96 | | 18,454.50 | 4,539.54 | | |
| **Total** | **300** | | **$28,614.91** | **123.0300** | **$36,909.00** | **$8,294.09** | **$720.00** | **1.95** |
| UNITED CONTINENTAL HOLDINGS INC UAL | | | | | | | | |
| Acquired 01/25/12 | 1,400 | 20.49 | 28,717.41 | | 26,894.00 | -1,823.41 | | |
| Acquired 07/11/12 | 200 | 24.59 | 4,938.29 | | 3,842.00 | -1,096.29 | | |
| **Total** | **1,600** | | **$33,655.70** | **19.2100** | **$30,736.00** | **-$2,919.70** | **N/A** | **N/A** |
| UNITED STATES STEEL CORP NEW X | | | | | | | | |
| Acquired 08/08/12 | 500 | 23.31 | 11,675.70 | 20.3900 | 10,195.00 | -1,480.70 | 100.00 | 0.98 |
| WAL-MART STORES INC WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 75,020.00 | 23,291.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 37,510.00 | 10,536.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **75.0200** | **$112,530.00** | **$33,827.10** | **$2,385.00** | **2.12** |
| **Total Stocks and ETFs** | | | **$571,950.03** | | **$644,345.50** | **$72,395.47** | **$13,774.00** | **2.14** |
| **Total Stocks, options & ETFs** | | | **$571,950.03** | | **$644,345.50** | **$72,395.47** | **$13,774.00** | **2.14** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 108,190.73 | 8,171.78 | | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 04/19/10 nc | 7,917.65600 | 12.63 | 100,018.95 | | 95,170.23 | -4,848.72 | | |
| Acquired 04/23/10 nc | 7,418.39800 | 13.48 | 100,018.95 | | 89,169.14 | -10,849.81 | | |
| Acquired 06/21/10 nc | 16,751.80600 | 11.68 | 195,680.04 | | 201,356.71 | 5,676.67 | | |
| Reinvestments nc | 1,307.10800 | 11.05 | 14,452.76 | | 15,711.52 | 1,258.76 | | |
| **Total** | **42,395.86800** | | **$510,189.65** | **12.0200** | **$509,598.33** | **-$591.32** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 111,007.71 | 10,988.76 | | |
| Acquired 04/19/10 nc | 476.19000 | 21.00 | 10,018.95 | | 10,228.56 | 209.61 | | |
| Acquired 04/19/10 nc | 4,285.71400 | 21.00 | 90,000.00 | | 92,057.14 | 2,057.14 | | |
| Acquired 04/23/10 nc | 4,543.38900 | 22.01 | 100,018.95 | | 97,592.00 | -2,426.95 | | |
| Acquired 06/21/10 nc | 9,911.90900 | 19.74 | 195,680.04 | | 212,907.84 | 17,227.80 | | |
| **Total** | **24,385.16100** | | **$495,736.89** | **21.4800** | **$523,793.25** | **$28,056.36** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$1,005,926.54** | | **$1,033,391.58** | **$27,465.04** | | |
| **Total Mutual Funds** | | | **$1,005,926.54** | | **$1,033,391.58** | **$27,465.04** | | |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 10/01 | | | | BEGINNING BALANCE | | | 14,990.01 |
| 10/01 | Cash | DIVIDEND | | UNION PACIFIC CORP<br>100112 300 | | 180.00 | 15,170.01 |
| 10/12 | Cash | DIVIDEND | | SCHLUMBERGER LTD<br>101212 2,000 | | 550.00 | 15,720.01 |
| 10/17 | Cash | ADVISORY FEE | | MANAGEMENT FEE | | -1,182.75 | 14,537.26 |
| 10/23 | Cash | ADVISORY FEE | | MANAGEMENT FEE | | -1,252.98 | |
| 10/23 | Cash | ADVISORY FEE | | MANAGEMENT FEE | | 1,182.75 | 14,467.03 |
| 10/25 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>INTEREST ADJ | | 0.30 | 14,467.33 |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
OCTOBER 1 - OCTOBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 10/26 | Cash | PURCHASE | 300.00000 | CROCS INC | 12.8600 | -3,876.95 | 10,590.38 |
| 10/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>103112 10,590 | | 0.25 | 10,590.63 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 10/01 | | BEGINNING BALANCE | 14,960.01 |
| 10/01 | TRANSFER TO | BANK DEPOSIT SWEEP | 30.00 |
| 10/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 180.00 |
| 10/15 | TRANSFER TO | BANK DEPOSIT SWEEP | 550.00 |
| 10/18 | TRANSFER FROM | BANK DEPOSIT SWEEP | -1,182.75 |
| 10/24 | TRANSFER FROM | BANK DEPOSIT SWEEP | -70.23 |
| 10/26 | TRANSFER TO | BANK DEPOSIT SWEEP | 0.30 |
| 10/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.25 |
| 10/31 | TRANSFER FROM | BANK DEPOSIT SWEEP | -3,876.95 |
| 10/31 | | ENDING BALANCE | 10,590.63 |

## Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
This statement presents estimated unrealized or realized gains or losses for your information only. If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information (due to corporate mergers, tenders and other reorganizations) may be required from time to time.

Cost basis for factored bonds (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

First Dallas Securities

# SNAPSHOT [redacted]



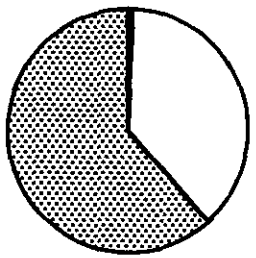
**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$1,688,327.71** | **$1,517,572.63** |
| Income earned | 23,982.72 | 33,420.38 |
| Change in value | 18,502.95 | 179,820.37 |
| **Closing value** | **$1,730,813.38** | **$1,730,813.38** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON OCT 31 | % | CURRENT VALUE ON NOV 30 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 10,590.63 | 0.63 | 11,750.81 | 0.68 | 2 |
| | Stocks, options & ETFs | 644,345.50 | 38.16 | 652,133.00 | 37.68 | 13,892 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 1,033,391.58 | 61.21 | 1,066,929.57 | 61.64 | 0 |
| | **Asset value** | **$1,688,327.71** | **100%** | **$1,730,813.38** | **100%** | **$13,894** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$10,590.63** | |
| Income and distributions | 23,982.72 | 33,420.38 |
| Securities sold and redeemed | 0.00 | 133,250.18 |
| **Net additions to cash** | **$23,982.72** | **$166,670.56** |
| Securities purchased | -22,822.54 | -167,525.72 |
| Other subtractions | 0.00 | -4,781.16 |
| **Net subtractions from cash** | **-$22,822.54** | **-$172,306.88** |
| **Closing value of cash and sweep balances** | **$11,750.81** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.18 | 3.09 |
| | Ordinary dividends and ST capital gains | 10,162.71 | 10,162.71 |
| | Qualified dividends | 312.50 | 9,267.25 |
| | Long term capital gains | 12,659.83 | 12,659.83 |
| | Other | 847.50 | 1,327.50 |
| | **Total taxable income** | **$23,982.72** | **$33,420.38** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$23,982.72** | **$33,420.38** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | -8,972.60 |
| Long term (L) | 0.00 | 7,060.68 |
| **Total** | **$0.00** | **-$1,911.92** |

**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK AND TRUST<br>COLLATERAL ACCOUNT FBO<br>KENNY E MARCHANT &<br>DONNA MAE MARCHANT JT WROS |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5526-0770 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | First in, First out |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 0.00 | 133,250.18 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.02 | 11,750.81 | 2.35 |
| Interest Period 11/01/12 - 11/30/12 | | | |
| **Total Cash and Sweep Balances** | | **$11,750.81** | **$2.35** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA<br>Acquired 01/12/11 | 950 | 69.85 | 66,371.43 | 74.2800 | 70,566.00 | 4,194.57 | 1,672.00 | 2.36 |
| CROCS INC<br>CROX<br>Acquired 10/26/12 | 300 | 12.86 | 3,876.95 | 13.3500 | 4,005.00 | 128.05 | N/A | N/A |
| DELTA AIR LINES INC NEW<br>DAL<br>Acquired 05/30/12 | 1,500 | 11.79 | 17,714.30 | 10.0000 | 15,000.00 | -2,714.30 | N/A | N/A |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 39.0100 | 39,010.00 | -141.15 | 1,250.00 | 3.20 |
| HALLIBURTON COMPANY HAL | | | | | | | | |
| Acquired 12/22/11 | 1,000 | 33.75 | 33,774.75 | 33.3500 | 33,350.00 | -424.75 | 360.00 | 1.07 |
| HOME DEPOT INC HD | | | | | | | | |
| Acquired 06/28/11 | 1,300 | 36.08 | 46,915.02 | 65.0700 | 84,591.00 | 37,675.98 | 1,508.00 | 1.78 |
| MESABI TRUST CTF BEN INT MSB | | | | | | | | |
| Acquired 05/17/12 nc | 750 | 24.30 | 18,251.08 | 22.2800 | 16,710.00 | -1,541.08 | 3,390.00 | 20.28 |
| NATIONAL OILWELL VARCO INC NOV | | | | | | | | |
| Acquired 05/17/12 | 250 | 64.27 | 16,087.53 | 68.3000 | 17,075.00 | 987.47 | 130.00 | 0.76 |
| SANDRIDGE ENERGY INC SD | | | | | | | | |
| Acquired 03/16/11 | 2,000 | 10.45 | 20,922.15 | | 11,700.00 | -9,222.15 | | |
| Acquired 12/22/11 | 2,000 | 7.06 | 14,152.75 | | 11,700.00 | -2,452.75 | | |
| **Total** | **4,000** | | **$35,074.90** | **5.8500** | **$23,400.00** | **-$11,674.90** | **N/A** | **N/A** |
| SCHLUMBERGER LTD SLB | | | | | | | | |
| Acquired 02/12/08 nc | 500 | 81.26 | 40,669.15 | | 35,810.00 | -4,859.15 | | |
| Acquired 10/09/08 nc | 1,000 | 62.35 | 62,425.15 | | 71,620.00 | 9,194.85 | | |
| Acquired 10/17/08 nc | 500 | 49.58 | 24,830.05 | | 35,810.00 | 10,979.95 | | |
| **Total** | **2,000** | | **$127,924.35** | **71.6200** | **$143,240.00** | **$15,315.65** | **$2,200.00** | **1.54** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT TPL | | | | | | | | |
| Acquired 03/27/12 | 300 | 47.13 | 14,159.36 | 57.3000 | 17,190.00 | 3,030.64 | 69.00 | 0.40 |
| UNION PACIFIC CORP UNP | | | | | | | | |
| Acquired 01/12/11 | 150 | 97.96 | 14,699.95 | | 18,417.00 | 3,717.05 | | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 03/16/11 | 150 | 92.72 | 13,914.96 | | 18,417.00 | 4,502.04 | | |
| **Total** | **300** | | **$28,614.91** | **122.7800** | **$36,834.00** | **$8,219.09** | **$828.00** | **2.25** |
| UNITED CONTINENTAL HOLDINGS INC<br>UAL | | | | | | | | |
| Acquired 01/25/12 | 1,400 | 20.49 | 28,717.41 | | 28,308.00 | -409.41 | | |
| Acquired 07/11/12 | 200 | 24.59 | 4,938.29 | | 4,044.00 | -894.29 | | |
| **Total** | **1,600** | | **$33,655.70** | **20.2200** | **$32,352.00** | **-$1,303.70** | **N/A** | **N/A** |
| UNITED STATES STEEL CORP NEW<br>X | | | | | | | | |
| Acquired 08/08/12 | 500 | 23.31 | 11,675.70 | 21.5600 | 10,780.00 | -895.70 | 100.00 | 0.92 |
| WAL-MART STORES INC<br>WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 72,020.00 | 20,291.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 36,010.00 | 9,036.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **72.0200** | **$108,030.00** | **$29,327.10** | **$2,385.00** | **2.21** |
| **Total Stocks and ETFs** | | | **$571,950.03** | | **$652,133.00** | **$80,182.97** | **$13,892.00** | **2.13** |
| **Total Stocks, options & ETFs** | | | **$571,950.03** | | **$652,133.00** | **$80,182.97** | **$13,892.00** | **2.13** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT<br>HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 106,480.56 | 6,461.61 | | |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 04/19/10 nc | 7,917.65600 | 12.63 | 100,018.95 | | 93,665.87 | -6,353.08 | | |
| Acquired 04/23/10 nc | 7,418.39800 | 13.48 | 100,018.95 | | 87,759.65 | -12,259.30 | | |
| Acquired 06/21/10 nc | 16,751.80600 | 11.68 | 195,680.04 | | 198,173.86 | 2,493.82 | | |
| Reinvestments m | 3,359.49500 | 11.09 | 37,275.30 | | 39,742.91 | 2,467.61 | | |
| **Total** | **44,448.25500** | | **$533,012.19** | **11.8300** | **$525,822.85** | **-$7,189.34** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 114,676.96 | 14,658.01 | | |
| Acquired 04/19/10 nc | 476.19000 | 21.00 | 10,018.95 | | 10,566.66 | 547.71 | | |
| Acquired 04/19/10 nc | 4,285.71400 | 21.00 | 90,000.00 | | 95,099.99 | 5,099.99 | | |
| Acquired 04/23/10 nc | 4,543.38900 | 22.01 | 100,018.95 | | 100,817.80 | 798.85 | | |
| Acquired 06/21/10 nc | 9,911.90900 | 19.74 | 195,680.04 | | 219,945.31 | 24,265.27 | | |
| **Total** | **24,385.16100** | | **$495,736.89** | **22.1900** | **$541,106.72** | **$45,369.83** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$1,028,749.08** | | **$1,066,929.57** | **$38,180.49** | | |
| **Total Mutual Funds** | | | **$1,028,749.08** | | **$1,066,929.57** | **$38,180.49** | | |

m This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 11/01 | | | | BEGINNING BALANCE | | | 10,590.63 |
| 11/01 | Cash | DIVIDEND | | FREEPORT-MCMORAN COPPER & GOLD INC CLASS B 110112 1,000 | | 312.50 | 10,903.13 |
| 11/20 | Cash | ROYALTY PYMT | | MESABI TRUST CTF BEN INT 112012 750 | | 847.50 | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
NOVEMBER 1 - NOVEMBER 30, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 11/20 | Cash | SHRT TRM GAIN | | HODGES PURE<br>CONTRARIAN FD RETAIL CL<br>PROFESSIONALLY MNGD PORT<br>111612 42,395.86800<br>AS OF 11/16/12 | | 10,162.71 | |
| 11/20 | Cash | LT CAP GAIN | | HODGES PURE<br>CONTRARIAN FD RETAIL CL<br>PROFESSIONALLY MNGD PORT<br>111612 42,395.86800<br>AS OF 11/16/12 | | 12,659.83 | |
| 11/20 | Cash | REINVESTMENT | 1,138.47400 | HODGES PURE<br>CONTRARIAN FD RETAIL CL<br>PROFESSIONALLY MNGD PORT<br>REINVEST AT 11.120 | | -12,659.83 | |
| 11/20 | Cash | REINVESTMENT | 913.91300 | HODGES PURE<br>CONTRARIAN FD RETAIL CL<br>PROFESSIONALLY MNGD PORT<br>REINVEST AT 11.120 | | -10,162.71 | 11,750.63 |
| 11/30 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>113012 11,750 | | 0.18 | 11,750.81 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 11/01 | | BEGINNING BALANCE | 10,590.63 |
| 11/02 | TRANSFER TO | BANK DEPOSIT SWEEP | 312.50 |
| 11/21 | TRANSFER TO | BANK DEPOSIT SWEEP | 847.50 |

| DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|
| 11/30 | REINVEST INT | BANK DEPOSIT SWEEP | 0.18 |
| 11/30 | | ENDING BALANCE | 11,750.81 |

First Dallas Securities

# SNAPSHOT [redacted]



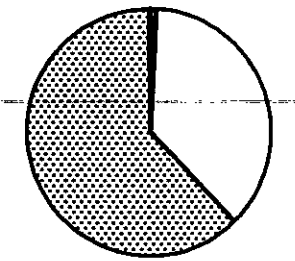
**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Progress summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value** | **$1,730,813.38** | **$1,517,572.63** |
| Income earned | 1,613.98 | 35,034.36 |
| Change in value | 17,855.27 | 197,675.64 |
| **Closing value** | **$1,750,282.63** | **$1,750,282.63** |

## Portfolio summary

CURRENT



| | ASSET TYPE | PREVIOUS VALUE ON NOV 30 | % | CURRENT VALUE ON DEC 31 | % | ESTIMATED ANN. INCOME |
|---|---|---|---|---|---|---|
| **ASSETS** | Cash and sweep balances | 11,750.81 | 0.68 | 16,465.19 | 0.94 | 3 |
| | Stocks, options & ETFs | 652,133.00 | 37.68 | 645,605.00 | 36.89 | 13,537 |
| | Fixed income securities | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| | Mutual funds | 1,066,929.57 | 61.64 | 1,088,212.44 | 62.17 | 0 |
| | **Asset value** | **$1,730,813.38** | **100%** | **$1,750,282.63** | **100%** | **$13,540** |

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Cash flow summary

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| **Opening value of cash and sweep balances** | **$11,750.81** | |
| Income and distributions | 1,613.98 | 35,034.36 |
| Securities sold and redeemed | 137,129.78 | 270,379.96 |
| **Net additions to cash** | **$138,743.76** | **$305,414.32** |
| Securities purchased | -134,029.38 | -301,555.10 |
| Other subtractions | 0.00 | -4,781.16 |
| **Net subtractions from cash** | **-$134,029.38** | **-$306,336.26** |
| **Closing value of cash and sweep balances** | **$16,465.19** | |

## Income summary

| | | THIS PERIOD | THIS YEAR |
|---|---|---|---|
| **TAXABLE** | Money market/sweep funds | 0.23 | 3.32 |
| | Ordinary dividends and ST capital gains | 0.00 | 10,162.71 |
| | Qualified dividends | 1,613.75 | 10,881.00 |
| | Long term capital gains | 0.00 | 12,659.83 |
| | Other | 0.00 | 1,327.50 |
| | **Total taxable income** | **$1,613.98** | **$35,034.36** |
| | **Total federally tax-exempt income** | **$0.00** | **$0.00** |
| | **Total income** | **$1,613.98** | **$35,034.36** |

## Gain/loss summary

| | THIS PERIOD REALIZED | THIS YEAR REALIZED |
|---|---|---|
| Short term (S) | 0.00 | -8,972.60 |
| Long term (L) | 9,205.43 | 16,266.11 |
| **Total** | **$9,205.43** | **$7,293.51** |

First Dallas Securities

# SNAPSHOT [redacted]



**NORTH DALLAS BANK AND TRUST**
**COLLATERAL ACCOUNT FBO**
**KENNY E MARCHANT &**
**DONNA MAE MARCHANT JT WROS**
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Your Investment Broker

DON HODGES/CRAIG HODGES
Phone: 214-954-1177

2905 MAPLE AVENUE
DALLAS, TX 75201

## Account profile

| | |
|---|---|
| Full account name: | NORTH DALLAS BANK AND TRUST<br>COLLATERAL ACCOUNT FBO<br>KENNY E MARCHANT &<br>DONNA MAE MARCHANT JT WROS |
| Account type: | Standard Brokerage |
| Brokerage account number: | 5526-0770 |
| Tax status: | Taxable |
| Investment objective/Risk tolerance: | LONG TERM GROWTH & INCOME |
| Time horizon: | Please Provide |
| Liquidity needs: | Please Provide |
| Cost Basis Election: | *First in, First out* |
| Sweep option: | BANK DEPOSIT SWEEP |

Per your instructions, copies of this statement have been sent to an interested party. Please contact Your Investment Broker for details.

## Document delivery status

| | Paper | Electronic |
|---|---|---|
| Statements: | | X |
| Trade confirmations: | | X |
| Tax documents: | X | X |
| Shareholder communications: | | X |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Additional information

| | THIS PERIOD | THIS YEAR |
|---|---|---|
| Gross proceeds | 137,129.78 | 270,379.96 |

# Portfolio detail

## Cash and Sweep Balances

Bank Deposit Sweep - Consists of monies held at Wells Fargo Bank, N.A. and (if amounts exceed $250,000) at one or more other Wells Fargo affiliated banks. These assets are not covered by SIPC, but are instead eligible for FDIC insurance of up to $250,000 per depositor, per institution, in accordance with FDIC rules. For additional information on the Bank Deposit Sweep for your account, please contact Your Investment Broker.

| DESCRIPTION | ANNUAL PERCENTAGE YIELD EARNED* | CURRENT MARKET VALUE | ESTIMATED ANNUAL INCOME |
|---|---|---|---|
| BANK DEPOSIT SWEEP | 0.02 | 16,465.19 | 3.29 |
| Interest Period 12/01/12 - 12/31/12 | | | |
| **Total Cash and Sweep Balances** | | **$16,465.19** | **$3.29** |

* APYE measures the total amount of the interest paid on an account based on the interest rate and the frequency of the compounding during the interest period. The annual percentage yield earned is expressed as an annualized rate, based on a 365 day year.

## Stocks, options & ETFs

### Stocks and ETFs

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| BOEING CO<br>BA<br>Acquired 01/12/11 | 950 | 69.85 | 66,371.43 | 75.3600 | 71,592.00 | 5,220.57 | 1,843.00 | 2.57 |
| CROCS INC<br>CROX<br>Acquired 10/26/12 | 300 | 12.86 | 3,876.95 | 14.3900 | 4,317.00 | 440.05 | N/A | N/A |
| CUMMINS INC<br>CMI<br>Acquired 12/14/12 | 600 | 106.69 | 64,033.43 | 108.3500 | 65,010.00 | 976.57 | 1,200.00 | 1.84 |
| DELTA AIR LINES INC NEW<br>DAL<br>Acquired 05/30/12 | 1,500 | 11.79 | 17,714.30 | 11.8700 | 17,805.00 | 90.70 | N/A | N/A |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| FREEPORT-MCMORAN COPPER & GOLD INC CLASS B FCX | | | | | | | | |
| Acquired 10/24/11 | 1,000 | 39.13 | 39,151.15 | 34.2000 | 34,200.00 | -4,951.15 | 1,250.00 | 3.65 |
| HALLIBURTON COMPANY HAL | | | | | | | | |
| Acquired 12/22/11 | 1,000 | 33.75 | 33,774.75 | 34.6900 | 34,690.00 | 915.25 | 360.00 | 1.03 |
| HOME DEPOT INC HD | | | | | | | | |
| Acquired 06/28/11 | 1,300 | 36.08 | 46,915.02 | 61.8500 | 80,405.00 | 33,489.98 | 1,508.00 | 1.87 |
| KANSAS CITY SOUTHERN NEW KSU | | | | | | | | |
| Acquired 12/14/12 | 600 | 82.52 | 49,532.75 | 83.4800 | 50,088.00 | 555.25 | 468.00 | 0.93 |
| MATADOR RESOURCES CO MTDR | | | | | | | | |
| Acquired 12/18/12 | 2,500 | 8.17 | 20,463.20 | 8.2000 | 20,500.00 | 36.80 | N/A | N/A |
| MESABI TRUST CTF BEN INT MSB | | | | | | | | |
| Acquired 05/17/12 nc | 750 | 24.30 | 18,251.08 | 25.4500 | 19,087.50 | 836.42 | 3,390.00 | 17.76 |
| NATIONAL OILWELL VARCO INC NOV | | | | | | | | |
| Acquired 05/17/12 | 250 | 64.27 | 16,087.53 | 68.3500 | 17,087.50 | 999.97 | 130.00 | 0.76 |
| SANDRIDGE ENERGY INC SD | | | | | | | | |
| Acquired 03/16/11 | 2,000 | 10.45 | 20,922.15 | | 12,700.00 | -8,222.15 | | |
| Acquired 12/22/11 | 2,000 | 7.06 | 14,152.75 | | 12,700.00 | -1,452.75 | | |
| **Total** | **4,000** | | **$35,074.90** | **6.3500** | **$25,400.00** | **-$9,674.90** | **N/A** | **N/A** |
| TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT TPL | | | | | | | | |
| Acquired 03/27/12 | 300 | 47.13 | 14,159.36 | 53.4300 | 16,029.00 | 1,869.64 | 75.00 | 0.46 |
| UNION PACIFIC CORP UNP | | | | | | | | |
| Acquired 01/12/11 | 150 | 97.96 | 14,699.95 | | 18,858.00 | 4,158.05 | | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Stocks, options & ETFs

### Stocks and ETFs continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 03/16/11 | 150 | 92.72 | 13,914.96 | | 18,858.00 | 4,943.04 | | |
| **Total** | **300** | | **$28,614.91** | **125.7200** | **$37,716.00** | **$9,101.09** | **$828.00** | **2.20** |
| UNITED CONTINENTAL HOLDINGS INC UAL | | | | | | | | |
| Acquired 01/25/12 | 1,400 | 20.49 | 28,717.41 | | 32,732.00 | 4,014.59 | | |
| Acquired 07/11/12 | 200 | 24.59 | 4,938.29 | | 4,676.00 | -262.29 | | |
| **Total** | **1,600** | | **$33,655.70** | **23.3800** | **$37,408.00** | **$3,752.30** | **N/A** | **N/A** |
| UNITED STATES STEEL CORP NEW X | | | | | | | | |
| Acquired 08/08/12 | 500 | 23.31 | 11,675.70 | 23.8500 | 11,925.00 | 249.30 | 100.00 | 0.83 |
| WAL-MART STORES INC WMT | | | | | | | | |
| Acquired 01/09/09 nc | 1,000 | 51.71 | 51,728.95 | | 68,230.00 | 16,501.05 | | |
| Acquired 11/19/09 nc | 500 | 53.91 | 26,973.95 | | 34,115.00 | 7,141.05 | | |
| **Total** | **1,500** | | **$78,702.90** | **68.2300** | **$102,345.00** | **$23,642.10** | **$2,385.00** | **2.33** |
| **Total Stocks and ETFs** | | | **$578,055.06** | | **$645,605.00** | **$67,549.94** | **$13,537.00** | **2.10** |
| **Total Stocks, options & ETFs** | | | **$578,055.06** | | **$645,605.00** | **$67,549.94** | **$13,537.00** | **2.10** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Mutual Funds

### Open End Mutual Funds

Open End Mutual Fund shares are priced at net asset value. Estimated Annual Income and Yield refer to Dividends and Interest Income only, and typically do not reflect Total return.

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| HODGES PURE CONTRARIAN FD RETAIL CL PROFESSIONALLY MNGD PORT HDPCX | | | | | | | | |
| Acquired 01/12/10 nc | 9,000.90000 | 11.11 | 100,018.95 | | 108,370.75 | 8,351.80 | | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Mutual Funds

### Open End Mutual Funds continued

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | ADJ COST/ ORIG COST | CURRENT PRICE | CURRENT MARKET VALUE | UNREALIZED GAIN/LOSS | ESTIMATED ANNUAL INCOME | ESTIMATED ANNUAL YIELD (%) |
|---|---|---|---|---|---|---|---|---|
| Acquired 04/19/10 nc | 7,917.65600 | 12.63 | 100,018.95 | | 95,328.58 | -4,690.37 | | |
| Acquired 04/23/10 nc | 7,418.39800 | 13.48 | 100,018.95 | | 89,317.51 | -10,701.44 | | |
| Acquired 06/21/10 nc | 16,751.80600 | 11.68 | 195,680.04 | | 201,691.74 | 6,011.70 | | |
| Reinvestments m | 3,359.49500 | 11.09 | 37,275.30 | | 40,448.41 | 3,173.11 | | |
| **Total** | ***44,448.25500*** | | **$533,012.19** | **12.0400** | **$535,156.99** | **$2,144.80** | **N/A** | **N/A** |
| HODGES FUND PROFESSIONALLY MANAGED PORTFOLIOS HDPMX | | | | | | | | |
| Acquired 01/12/10 nc | 5,167.95900 | 19.35 | 100,018.95 | | 117,209.26 | 17,190.31 | | |
| Acquired 04/19/10 nc | 476.19000 | 21.00 | 10,018.95 | | 10,799.99 | 781.04 | | |
| Acquired 04/19/10 nc | 4,285.71400 | 21.00 | 90,000.00 | | 97,199.99 | 7,199.99 | | |
| Acquired 04/23/10 nc | 4,543.38900 | 22.01 | 100,018.95 | | 103,044.06 | 3,025.11 | | |
| Acquired 06/21/10 nc | 9,911.90900 | 19.74 | 195,680.04 | | 224,802.15 | 29,122.11 | | |
| **Total** | ***24,385.16100*** | | **$495,736.89** | **22.6800** | **$553,055.45** | **$57,318.56** | **N/A** | **N/A** |
| **Total Open End Mutual Funds** | | | **$1,028,749.08** | | **$1,088,212.44** | **$59,463.36** | | |
| **Total Mutual Funds** | | | **$1,028,749.08** | | **$1,088,212.44** | **$59,463.36** | | |

*m* This security contains multiple tax lots that may or may not include cost information that is reportable to the IRS.
nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

## Activity detail

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 12/01 | | | | BEGINNING BALANCE | | | 11,750.81 |
| 12/07 | Cash | DIVIDEND | | BOEING CO<br>120712 950 | | 418.00 | 12,168.81 |
| 12/10 | Cash | DIVIDEND | | UNITED STATES STEEL CORP NEW<br>121012 500 | | 25.00 | 12,193.81 |
| 12/13 | Cash | DIVIDEND | | HOME DEPOT INC<br>121312 1,300 | | 377.00 | 12,570.81 |
| 12/14 | Cash | SALE | -2,000.00000 | SCHLUMBERGER LTD | 68.5759 | 137,129.78 | |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Activity detail continued

| DATE | ACCOUNT TYPE | TRANSACTION | QUANTITY | DESCRIPTION | PRICE | AMOUNT | CASH AND SWEEP BALANCES |
|---|---|---|---|---|---|---|---|
| 12/14 | Cash | PURCHASE | 600.00000 | CUMMINS INC | 106.6908 | -64,033.43 | |
| 12/14 | Cash | PURCHASE | 600.00000 | KANSAS CITY SOUTHERN NEW | 82.5230 | -49,532.75 | 36,134.41 |
| 12/18 | Cash | PURCHASE | 2,500.00000 | MATADOR RESOURCES CO | 8.1777 | -20,463.20 | 15,671.21 |
| 12/21 | Cash | DIVIDEND | | NATIONAL OILWELL VARCO INC<br>122112 250 | | 32.50 | |
| 12/21 | Cash | DIVIDEND | | TEX PAC LAND TR SUB SH CTF PROPRIETARY UNIT<br>122112 300 | | 75.00 | 15,778.71 |
| 12/27 | Cash | DIVIDEND | | HALLIBURTON COMPANY<br>122712 1,000 | | 90.00 | |
| 12/27 | Cash | DIVIDEND | | WAL-MART STORES INC<br>122712 1,500 | | 596.25 | 16,464.96 |
| 12/31 | Cash | INTEREST | | BANK DEPOSIT SWEEP<br>123112 16,464 | | 0.23 | 16,465.19 |

## Cash sweep activity

Our Cash Sweep program allows you to earn a return on the idle cash balances in your account by automatically investing such balances into one of our cash sweep options. These 'sweep transactions' may represent a net amount for the day and occur on settlement date. The following section displays transfers into and out of your sweep option. Transactions displayed here are Transfer To, Transfer From and Reinvested Dividends and Interest. These transaction amounts are not included in your cash flow summary.

| DATE | TRANSACTION | DESCRIPTION | AMOUNT | DATE | TRANSACTION | DESCRIPTION | AMOUNT |
|---|---|---|---|---|---|---|---|
| 12/01 | | BEGINNING BALANCE | 11,750.81 | 12/24 | TRANSFER TO | BANK DEPOSIT SWEEP | 107.50 |
| 12/10 | TRANSFER TO | BANK DEPOSIT SWEEP | 418.00 | 12/28 | TRANSFER TO | BANK DEPOSIT SWEEP | 686.25 |
| 12/11 | TRANSFER TO | BANK DEPOSIT SWEEP | 25.00 | 12/31 | REINVEST INT | BANK DEPOSIT SWEEP | 0.23 |
| 12/14 | TRANSFER TO | BANK DEPOSIT SWEEP | 377.00 | 12/31 | | ENDING BALANCE | 16,465.19 |
| 12/20 | TRANSFER TO | BANK DEPOSIT SWEEP | 3,100.40 | | | | |

## Realized gain/loss

### Realized Gain/Loss Summary

| | THIS PERIOD GAIN | THIS PERIOD LOSS | THIS PERIOD NET | THIS YEAR GAIN | THIS YEAR LOSS | THIS YEAR NET |
|---|---|---|---|---|---|---|
| Short term | 0.00 | 0.00 | 0.00 | 777.12 | -9,749.72 | -8,972.60 |
| Long term | 15,592.14 | -6,386.71 | 9,205.43 | 22,758.83 | -6,492.72 | 16,266.11 |
| **Total Realized Gain/Loss** | **$15,592.14** | **-$6,386.71** | **$9,205.43** | **$23,535.95** | **-$16,242.44** | **$7,293.51** |

First Dallas Securities

NORTH DALLAS BANK AND TRUST
COLLATERAL ACCOUNT FBO
KENNY E MARCHANT &
DONNA MAE MARCHANT JT WROS
DECEMBER 1 - DECEMBER 31, 2012
ACCOUNT NUMBER: [redacted]

## Realized Gain/Loss Detail

### Long term

| DESCRIPTION | QUANTITY | ADJ PRICE/ ORIG PRICE | DATE ACQUIRED | CLOSE DATE | PROCEEDS | ADJ COST/ ORIG COST | GAIN/LOSS |
|---|---|---|---|---|---|---|---|
| SCHLUMBERGER LTD | 1,000.00000 | 62.3592 | 10/09/08nc | 12/14/12 | 68,564.89 | 62,425.15 | 6,139.74 |
| CUSIP 806857108 | | | | | | | |
| | 500.00000 | 49.5882 | 10/17/08nc | 12/14/12 | 34,282.45 | 24,830.05 | 9,452.40 |
| | 500.00000 | 81.2664 | 02/12/08nc | 12/14/12 | 34,282.44 | 40,669.15 | -6,386.71 |
| **Total Long term** | | | | | **$137,129.78** | **$127,924.35** | **$9,205.43** |

nc Cost information for this tax lot is not covered by IRS reporting requirements. Unless indicated, cost for all other lots will be reported to the IRS.

# Specific instructions and disclosures

**Cost basis - To add or update information or modify your reporting options, please contact Your Investment Broker.**
*This statement presents estimated unrealized or realized gains or losses for your information only.* If acquisition or other information is not available, the gain/loss information may not be displayed and section and summary totals may not reflect your complete portfolio. Cost basis information is not verified by FCC or Your Introducing Firm and should not be relied upon for legal or tax purposes. Revisions to this information *(due to corporate mergers, tenders and other* reorganizations) may be required from time to time.

*Cost basis for factored bonds* (GNMA, CMO, etc.) will be adjusted for paydown of principal. Systematic investments in mutual funds and reinvested dividends for mutual funds and stocks have been consolidated for each position. Unit cost data for systematic investments and dividend reinvestment securities is provided for informational purposes only and is a non-weighted average.

Your account statement should not be used for tax preparation without assistance from your tax consultant. We do not report capital gains or losses for non-covered securities to the IRS.

Cost basis options
Unless specific tax lots are selected at trade time, sales of tax lots will occur using the cost basis election reflected in the Account profile section.

**Statement Period**
November 30, 2012 to December 31, 2012

Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Investments
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd | 7,614.69 | 327,244.41 | 334,859.09 |
| Total Assets Held in Account | | 7,614.69 | 327,244.41 | 334,859.09 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests, Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant President**
**Ariel Investments**

| Statement Period | Page |
|---|---|
| November 30, 2012 to December 31, 2012 | 1 of 10 |

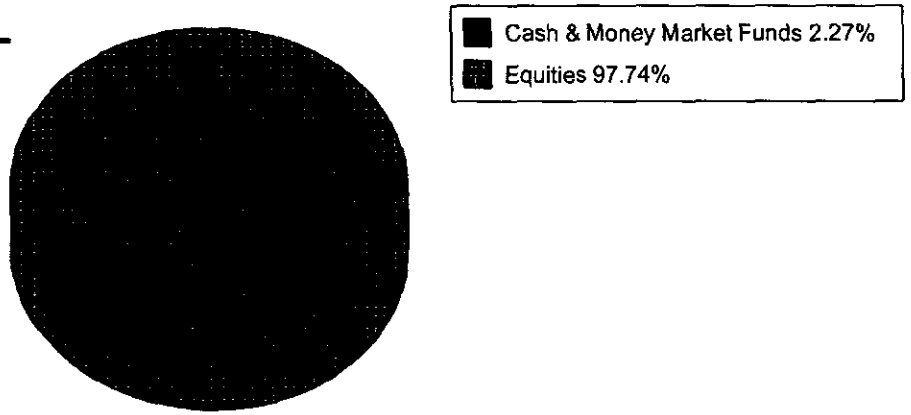
## Account Summary

| | 11/30/12 Value | 12 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 6,324.38 | 7,614.69 |
| Equities | 319,673.70 | 327,244.41 |
| **Total Account Value** | **325,998.08** | **334,859.09** |
| **Net Account Value** | **325,998.08** | **334,859.09** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,324.38 | 319,673.70 | 325,998.08 |
| Funds Deposited | | | |
| Income Activity | 1,816.82 | | 1,816.82 |
| Securities Sold/Matured | 647.09 | (647.09) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (1,173.60) | 1,173.60 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 7,044.19 | 7,044.19 |
| **Ending Balance** | **7,614.69** | **327,244.41** | **334,859.09** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on December 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.01% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on December 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Credit Interest | Credit | | | | 7,614.69 | 2.27% | |
| **Total Cash & Money Market Funds** | | | | | **7,614.69** | **2.27%** | |
| **Equities** | | | | | | | |
| ACCENTURE PLC IRELAND CL A ISIN #IE00B4BNMY34 | Cash | ACN | 50.000 | 66.500 | 3,325.00 | 0.99% | 81.00 |
| AFLAC CORP | Cash | AFL | 200.000 | 53.120 | 10,624.00 | 3.17% | 280.00 |
| APOLLO GROUP INC CLASS A | Cash | APOL | 170.000 | 20.920 | 3,556.40 | 1.06% | |
| BIO-RAD LABORATORIES INC CLASS - A | Cash | BIO | 54.000 | 105.050 | 5,672.70 | 1.69% | |
| BLACKSTONE GROUP LP/THE COM UNIT REPSTG LTD PARTNERSHIP INT | Cash | BX | 635.000 | 15.590 | 9,899.65 | 2.96% | 254.00 |
| CARNIVAL CORP NEW PARIED COM | Cash | CCL | 40.000 | 36.770 | 1,470.80 | 0.44% | 40.00 |
| CBRE GROUP INC | Cash | CBG | 290.000 | 19.900 | 5,771.00 | 1.72% | |
| CBS CORP NEW CL B | Cash | CBS | 245.000 | 38.050 | 9,322.25 | 2.78% | 117.60 |
| CHESAPEAKE ENERGY CORP (OK) | Cash | CHK | 255.000 | 16.620 | 4,238.10 | 1.27% | 89.25 |
| CITY NATIONAL CORP | Cash | CYN | 120.000 | 49.520 | 5,942.40 | 1.77% | 120.00 |
| CONTANGO OIL & GAS CO NEW | Cash | MCF | 165.000 | 42.360 | 6,989.40 | 2.09% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELL INC | Cash | DELL | 905.000 | 10.140 | 9,176.70 | 2.74% | 289.60 |
| DEVRY IND -DEL | Cash | DV | 215.000 | 23.730 | 5,101.95 | 1.52% | 73.10 |
| FIRST AMERICAN FINANCIAL CORP | Cash | FAF | 585.000 | 24.090 | 14,092.65 | 4.21% | 280.80 |
| FRANKLIN RESOURCES INC | Cash | BEN | 75.000 | 125.700 | 9,427.50 | 2.82% | 87.00 |
| GANNETT COMPANY INC | Cash | GCI | 455.000 | 18.010 | 8,194.55 | 2.45% | 364.00 |
| HOSPIRA INC | Cash | HSP | 225.000 | 31.240 | 7,029.00 | 2.10% | |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 85.000 | 60.810 | 5,168.85 | 1.54% | 129.20 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 705.000 | 14.170 | 9,989.85 | 2.98% | 197.40 |
| INTERNATIONAL SPEEDWAY CORP CL A | Cash | ISCA | 285.000 | 27.649 | 7,880.08 | 2.35% | 57.00 |
| INTERPUBLIC GROUP OF COMPANIES | Cash | IPG | 1,275.000 | 11.020 | 14,050.50 | 4.20% | 306.00 |
| JANUS CAPITAL GROUP INC | Cash | JNS | 1,085.000 | 8.520 | 9,244.20 | 2.76% | 260.40 |
| JONES LANG LASALLE INC | Cash | JLL | 130.000 | 83.940 | 10,912.20 | 3.26% | 52.00 |
| KKR & CO LP | Cash | KKR | 485.000 | 15.230 | 7,386.55 | 2.21% | 465.60 |
| LAZARD LTD ISIN #BMG540501027 | Cash | LAZ | 470.000 | 29.840 | 14,024.80 | 4.19% | 376.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LIFE TECHNOLOGIES CORP | Cash | LIFE | 135.000 | 49.030 | 6,619.05 | 1.98% | |
| MADISON SQUARE GARDEN INC-A | Cash | MSG | 155.000 | 44.350 | 6,874.25 | 2.05% | |
| NEWELL RUBBERMAID INC | Cash | NWL | 250.000 | 22.270 | 5,567.50 | 1.66% | 150.00 |
| NORDSTROM INCORPORATED | Cash | JWN | 55.000 | 53.500 | 2,942.50 | 0.88% | 59.40 |
| NORTHERN TRUST COMPANY | Cash | NTRS | 255.000 | 50.160 | 12,790.80 | 3.82% | 306.00 |
| OMNICOM GROUP INCORPORATED | Cash | OMC | 105.000 | 49.960 | 5,245.80 | 1.57% | 126.00 |
| SMUCKER J M COMPANY NEW | Cash | SJM | 76.000 | 86.240 | 6,554.24 | 1.96% | 158.08 |
| SNAP-ON INCORPORATED | Cash | SNA | 105.000 | 78.990 | 8,293.95 | 2.48% | 159.60 |
| SOTHEBY'S (DELAWARE) | Cash | BID | 145.000 | 33.620 | 4,874.90 | 1.46% | 58.00 |
| ST JUDE MEDICAL INCORPORATED | Cash | STJ | 250.000 | 36.140 | 9,035.00 | 2.70% | 230.00 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 73.000 | 73.970 | 5,399.81 | 1.61% | 143.09 |
| T ROWE PRICE GROUP INC | Cash | TROW | 60.000 | 65.117 | 3,907.03 | 1.17% | 81.60 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 190.000 | 63.780 | 12,118.20 | 3.62% | 114.00 |
| TIFFANY & COMPANY | Cash | TIF | 55.000 | 57.340 | 3,153.70 | 0.94% | 70.40 |
| TOWERS WATSON & CO CL A | Cash | TW | 125.000 | 56.210 | 7,026.25 | 2.10% | 57.50 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 205.000 | 52.740 | 10,811.70 | 3.23% | 225.50 |
| WESTERN UNION CO | Cash | WU | 505.000 | 13.610 | 6,873.05 | 2.05% | 252.50 |
| ZIMMER HOLDINGS INC | Cash | ZMH | 160.000 | 66.660 | 10,665.60 | 3.19% | 115.20 |
| **Total Equities** | | | | | **327,244.41** | **97.74%** | **6,226.82** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/03 | Taxable Dividend | SMUCKER J M COMPANY NEW<br>SJM on 76.000000 PD:2012-12-03 | Cash | SJM | 39.52 |
| 12/03 | Taxable Dividend | AFLAC CORP<br>AFL on 225.000000 PD:2012-12-03 | Cash | AFL | 78.75 |
| 12/10 | Taxable Dividend | SNAP-ON INCORPORATED<br>SNA on 105.000000 PD:2012-12-10 | Cash | SNA | 39.90 |
| 12/11 | Taxable Dividend | STANLEY BLACK & DECKER INC<br>SWK on 73.000000 PD:2012-12-11 | Cash | SWK | 35.77 |
| 12/14 | Taxable Dividend | NORDSTROM INCORPORATED<br>JWN on 55.000000 PD:2012-12-14 | Cash | JWN | 14.85 |
| 12/14 | Taxable Dividend | NEWELL RUBBERMAID INC<br>NWL on 250.000000 PD:2012-12-14 | Cash | NWL | 37.50 |
| 12/14 | Taxable Dividend | JONES LANG LASALLE INC<br>JLL on 130.000000 PD:2012-12-14 | Cash | JLL | 26.00 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/14 | Taxable Dividend | CARNIVAL CORP NEW PARIED COM<br>CCL on 95.000000 PD:2012-12-14 | Cash | CCL | 23.75 |
| 12/17 | Taxable Dividend | SOTHEBY'S (DELAWARE)<br>BID on 145.000000 PD:2012-12-17 | Cash | BID | 11.60 |
| 12/17 | Taxable Dividend | INTERPUBLIC GROUP OF COMPANIES<br>IPG on 1275.000000 PD:2012-12-17 | Cash | IPG | 76.50 |
| 12/17 | Special Distribution | CONTANGO OIL & GAS CO NEW<br>MCF on 135.000000 PD:2012-12-17 | Cash | MCF | 270.00 |
| 12/18 | Taxable Dividend | CITY NATIONAL CORP<br>CYN on 120.000000 PD:2012-12-18 | Cash | CYN | 30.00 |
| 12/18 | Special Distribution | CITY NATIONAL CORP<br>CYN on 120.000000 PD:2012-12-18 | Cash | CYN | 30.00 |
| 12/19 | Taxable Dividend | DEVRY IND -DEL<br>DV on 215.000000 PD:2012-12-19 | Cash | DV | 36.55 |
| 12/20 | Special Distribution | FRANKLIN RESOURCES INC<br>BEN on 75.000000 PD:2012-12-20 | Cash | BEN | 225.00 |
| 12/26 | Taxable Dividend | TOWERS WATSON & CO CL A<br>TW on 125.000000 PD:2012-12-26 | Cash | TW | 14.38 |
| 12/26 | Taxable Dividend | TOWERS WATSON & CO CL A<br>TW on 125.000000 PD:2012-12-26 | Cash | TW | 14.38 |
| 12/26 | Taxable Dividend | TOWERS WATSON & CO CL A<br>TW on 125.000000 PD:2012-12-26 | Cash | TW | 14.38 |
| 12/26 | Taxable Dividend | TOWERS WATSON & CO CL A<br>TW on 125.000000 PD:2012-12-26 | Cash | TW | 14.38 |
| 12/27 | Special Distribution | LAZARD LTD<br>ISIN #BMG540501027<br>LAZ on 470.000000 PD:2012-12-27 | Cash | LAZ | 94.00 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/27 | Taxable Dividend | LAZARD LTD<br>ISIN #BMG540501027<br>LAZ on 470.000000 PD:2012-12-27 | Cash | LAZ | 94.00 |
| 12/27 | Taxable Dividend | T ROWE PRICE GROUP INC<br>TROW on 60.000000 PD:2012-12-27 | Cash | TROW | 20.40 |
| 12/27 | Taxable Dividend | NORTHERN TRUST COMPANY<br>NTRS on 255.000000 PD:2012-12-27 | Cash | NTRS | 76.50 |
| 12/28 | Special Distribution | T ROWE PRICE GROUP INC<br>TROW on 60.000000 PD:2012-12-28 | Cash | TROW | 60.00 |
| 12/28 | Special Distribution | CARNIVAL CORP NEW PARIED COM<br>CCL on 40.000000 PD:2012-12-28 | Cash | CCL | 20.00 |
| 12/31 | Taxable Dividend | WESTERN UNION CO<br>WU on 505.000000 PD:2012-12-31 | Cash | WU | 63.13 |
| 12/31 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 205.000000 PD:2012-12-31 | Cash | VIAB | 56.38 |
| 12/31 | Taxable Dividend | SOTHEBY'S (DELAWARE)<br>BID on 145.000000 PD:2012-12-31 | Cash | BID | 29.00 |
| 12/31 | Taxable Dividend | OMNICOM GROUP INCORPORATED<br>OMC on 105.000000 PD:2012-12-31 | Cash | OMC | 31.50 |
| 12/31 | Taxable Dividend | JANUS CAPITAL GROUP INC<br>JNS on 1085.000000 PD:2012-12-31 | Cash | JNS | 65.10 |
| 12/31 | Taxable Dividend | INTERNATIONAL GAME TECHNOLOGY<br>IGT on 705.000000 PD:2012-12-31 | Cash | IGT | 49.35 |
| 12/31 | Taxable Dividend | ILLINOIS TOOL WORKS INC<br>ITW on 85.000000 PD:2012-12-31 | Cash | ITW | 32.30 |
| 12/31 | Taxable Dividend | FRANKLIN RESOURCES INC<br>BEN on 75.000000 PD:2012-12-31 | Cash | BEN | 21.75 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/31 | Taxable Dividend | FIRST AMERICAN FINANCIAL CORP<br>FAF on 585.000000 PD:2012-12-31 | Cash | FAF | 70.20 |
| **Total Income Activity** | | | | | **1,816.82** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/07 | Sell | INTERNATIONAL GAME TECHNOLOGY<br>Reported Price: 14.38010 | Cash | IGT | (45.000) | 14.380 | 647.09 |
| **Total Securities Sold/Matured** | | | | | | | **647.09** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/10 | Buy | CONTANGO OIL & GAS CO NEW<br>Reported Price: 39.12000 | Cash | MCF | 30.000 | 39.120 | (1,173.60) |
| **Total Securities Purchased** | | | | | | | **(1,173.60)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 1,816.82 | | 6,451.94 | |
| **Total Income** | **1,816.82** | | **6,451.94** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(14.29)** |

## Other Important Information

### Other Tax Information (continued)

| | Current Period | Year to Date |
|---|---|---|
| Sales Proceeds | 647.09 | 90,218.10 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 01/01/13 | Dividend | CBS CORP NEW CL B | CBS | 29.40 |
| 01/02/13 | Dividend | GANNETT COMPANY INC | GCI | 91.00 |
| 01/10/13 | Dividend | TIFFANY & COMPANY | TIF | 17.60 |
| 01/15/13 | Dividend | THERMO FISHER SCIENTIFIC INC | TMO | 28.50 |
| 01/25/13 | Dividend | ZIMMER HOLDINGS INC | ZMH | 28.80 |
| **Total** | | | | **195.30** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
October 31, 2012 to November 30, 2012

Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Investments
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd | 6,324.38 | 319,673.70 | 325,998.08 |
| Total Assets Held in Account | | 6,324.38 | 319,673.70 | 325,998.08 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests, Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant President**
**Ariel Investments**

**Statement Period**
October 31, 2012 to November 30, 2012

**Page**

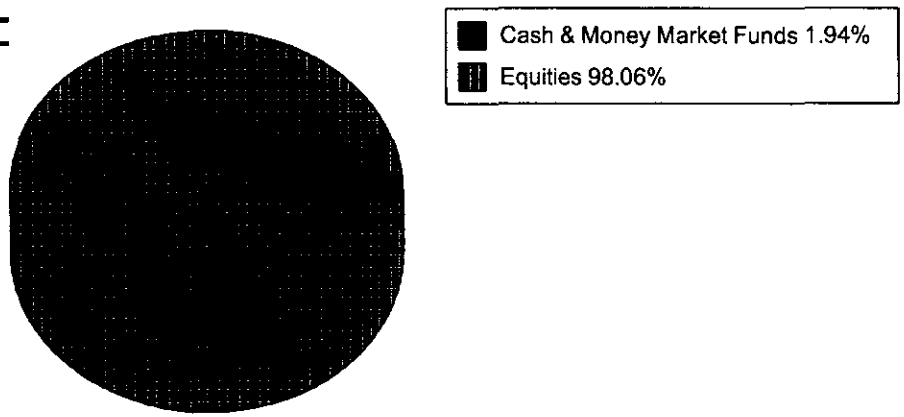

## Account Summary

| | 10/31/12 Value | 11 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 4,692.92 | 6,324.38 |
| Equities | 317,325.48 | 319,673.70 |
| **Total Account Value** | **322,018.40** | **325,998.08** |
| **Net Account Value** | **322,018.40** | **325,998.08** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,692.92 | 317,325.48 | 322,018.40 |
| Funds Deposited | | | |
| Income Activity | 409.50 | | 409.50 |
| Securities Sold/Matured | 7,783.22 | (7,783.22) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (6,561.26) | 6,561.26 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,570.18 | 3,570.18 |
| **Ending Balance** | **6,324.38** | **319,673.70** | **325,998.08** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on November 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on November 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 1,574.80 | 0.48% | |
| Credit Interest | Credit | | | | 4,749.58 | 1.46% | |
| **Total Cash & Money Market Funds** | | | | | **6,324.38** | **1.94%** | |
| **Equities** | | | | | | | |
| ACCENTURE PLC IRELAND CL A ISIN #IE00B4BNMY34 | Cash | ACN | 50.000 | 67.920 | 3,396.00 | 1.04% | 81.00 |
| AFLAC CORP | Cash | AFL | 200.000 | 52.990 | 10,598.00 | 3.25% | 280.00 |
| APOLLO GROUP INC CLASS A | Cash | APOL | 170.000 | 19.190 | 3,262.30 | 1.00% | |
| BIO-RAD LABORATORIES INC CLASS - A | Cash | BIO | 54.000 | 104.490 | 5,642.46 | 1.73% | |
| BLACKSTONE GROUP LP/THE COM UNIT REPSTG LTD PARTNERSHIP INT | Cash | BX | 635.000 | 14.690 | 9,328.15 | 2.86% | 254.00 |
| CARNIVAL CORP NEW PARIED COM | Cash | CCL | 40.000 | 38.660 | 1,546.40 | 0.47% | 40.00 |
| CBRE GROUP INC | Cash | CBG | 290.000 | 18.930 | 5,489.70 | 1.68% | |
| CBS CORP NEW CL B | Cash | CBS | 245.000 | 35.980 | 8,815.10 | 2.70% | 117.60 |
| CHESAPEAKE ENERGY CORP (OK) | Cash | CHK | 255.000 | 17.030 | 4,342.65 | 1.33% | 89.25 |
| CITY NATIONAL CORP | Cash | CYN | 120.000 | 48.690 | 5,842.80 | 1.79% | 120.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CONTANGO OIL & GAS CO NEW | Cash | MCF | 135.000 | 40.990 | 5,533.65 | 1.70% | |
| DELL INC | Cash | DELL | 905.000 | 9.640 | 8,724.20 | 2.68% | 289.60 |
| DEVRY IND -DEL | Cash | DV | 215.000 | 26.070 | 5,605.05 | 1.72% | 73.10 |
| FIRST AMERICAN FINANCIAL CORP | Cash | FAF | 585.000 | 23.800 | 13,923.00 | 4.27% | 280.80 |
| FRANKLIN RESOURCES INC | Cash | BEN | 75.000 | 132.020 | 9,901.50 | 3.04% | 81.00 |
| GANNETT COMPANY INC | Cash | GCI | 455.000 | 17.900 | 8,144.50 | 2.50% | 364.00 |
| HOSPIRA INC | Cash | HSP | 225.000 | 29.800 | 6,705.00 | 2.06% | |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 85.000 | 61.570 | 5,233.45 | 1.61% | 129.20 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 750.000 | 13.870 | 10,402.50 | 3.19% | 210.00 |
| INTERNATIONAL SPEEDWAY CORP CL A | Cash | ISCA | 285.000 | 26.830 | 7,646.55 | 2.35% | 57.00 |
| INTERPUBLIC GROUP OF COMPANIES | Cash | IPG | 1,275.000 | 10.820 | 13,795.50 | 4.23% | 306.00 |
| JANUS CAPITAL GROUP INC | Cash | JNS | 1,085.000 | 8.200 | 8,897.00 | 2.73% | 260.40 |
| JONES LANG LASALLE INC | Cash | JLL | 130.000 | 82.010 | 10,661.30 | 3.27% | 52.00 |
| KKR & CO LP | Cash | KKR | 485.000 | 13.750 | 6,668.75 | 2.05% | 465.60 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LAZARD LTD<br>ISIN #BMG540501027 | Cash | LAZ | 470.000 | 29.450 | 13,841.50 | 4.25% | 376.00 |
| LIFE TECHNOLOGIES CORP | Cash | LIFE | 135.000 | 49.350 | 6,662.25 | 2.04% | |
| MADISON SQUARE GARDEN INC-A | Cash | MSG | 155.000 | 43.800 | 6,789.00 | 2.08% | |
| NEWELL RUBBERMAID INC | Cash | NWL | 250.000 | 21.810 | 5,452.50 | 1.67% | 150.00 |
| NORDSTROM INCORPORATED | Cash | JWN | 55.000 | 54.090 | 2,974.95 | 0.91% | 59.40 |
| NORTHERN TRUST COMPANY | Cash | NTRS | 255.000 | 48.020 | 12,245.10 | 3.76% | 306.00 |
| OMNICOM GROUP INCORPORATED | Cash | OMC | 105.000 | 49.740 | 5,222.70 | 1.60% | 126.00 |
| SMUCKER J M COMPANY NEW | Cash | SJM | 76.000 | 88.460 | 6,722.96 | 2.06% | 158.08 |
| SNAP-ON INCORPORATED | Cash | SNA | 105.000 | 79.440 | 8,341.20 | 2.56% | 159.60 |
| SOTHEBY'S (DELAWARE) | Cash | BID | 145.000 | 28.860 | 4,184.70 | 1.28% | 46.40 |
| ST JUDE MEDICAL INCORPORATED | Cash | STJ | 250.000 | 34.280 | 8,570.00 | 2.63% | 230.00 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 73.000 | 71.910 | 5,249.43 | 1.61% | 143.09 |
| T ROWE PRICE GROUP INC | Cash | TROW | 60.000 | 64.670 | 3,880.20 | 1.19% | 81.60 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 190.000 | 63.550 | 12,074.50 | 3.70% | 114.00 |
| TIFFANY & COMPANY | Cash | TIF | 55.000 | 58.980 | 3,243.90 | 1.00% | 70.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TOWERS WATSON & CO CL A | Cash | TW | 125.000 | 52.880 | 6,610.00 | 2.03% | 57.50 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 205.000 | 51.610 | 10,580.05 | 3.25% | 225.50 |
| WESTERN UNION CO | Cash | WU | 505.000 | 12.610 | 6,368.05 | 1.95% | 252.50 |
| ZIMMER HOLDINGS INC | Cash | ZMH | 160.000 | 65.970 | 10,555.20 | 3.24% | 115.20 |
| **Total Equities** | | | | | **319,673.70** | **98.06%** | **6,221.82** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 11/15 Taxable Dividend | ACCENTURE PLC IRELAND CL A<br>ISIN #IE00B4BNMY34<br>ACN on 50.000000 PD:2012-11-15 | Cash | ACN | 40.50 |
| 11/19 Taxable Dividend | JANUS CAPITAL GROUP INC<br>JNS on 1085.000000 PD:2012-11-19 | Cash | JNS | 65.10 |
| 11/20 Partnership Dist | KKR & CO LP<br>KKR on 485.000000 PD:2012-11-20 | Cash | KKR | 116.40 |
| 11/21 Taxable Dividend | CITY NATIONAL CORP<br>CYN on 120.000000 PD:2012-11-21 | Cash | CYN | 30.00 |
| 11/23 Taxable Dividend | LAZARD LTD<br>ISIN #BMG540501027<br>LAZ on 470.000000 PD:2012-11-23 | Cash | LAZ | 94.00 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/30 | Partnership Dist | BLACKSTONE GROUP LP/THE<br>COM UNIT REPSTG LTD PARTNERSHIP INT<br>BX on 635.000000 PD:2012-11-30 | Cash | BX | 63.50 |
| **Total Income Activity** | | | | | **409.50** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/06 | Sell | MOHAWK INDUSTRIES INC<br>Reported Price: 88.17000 | Cash | MHK | (45.000) | 88.170 | 3,967.56 |
| 11/15 | Sell | FIRST AMERICAN FINANCIAL CORP<br>Reported Price: 22.49000 | Cash | FAF | (20.000) | 22.490 | 449.79 |
| 11/15 | Sell | AFLAC CORP<br>Reported Price: 49.74010 | Cash | AFL | (25.000) | 49.740 | 1,243.47 |
| 11/29 | Sell | CARNIVAL CORP NEW PARIED COM<br>Reported Price: 38.59000 | Cash | CCL | (55.000) | 38.590 | 2,122.40 |
| **Total Securities Sold/Matured** | | | | | | | **7,783.22** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/06 | Buy | WESTERN UNION CO<br>Reported Price: 12.45000 | Cash | WU | 40.000 | 12.450 | (498.00) |
| 11/06 | Buy | TOWERS WATSON & CO CL A<br>Reported Price: 53.81990 | Cash | TW | 15.000 | 53.820 | (807.30) |
| 11/06 | Buy | INTERNATIONAL SPEEDWAY CORP<br>CL A<br>Reported Price: 25.46000 | Cash | ISCA | 15.000 | 25.460 | (381.90) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/08 | Buy | TOWERS WATSON & CO CL A<br>Reported Price: 54.04000 | Cash | TW | 10.000 | 54.040 | (540.40) |
| 11/08 | Buy | ST JUDE MEDICAL INCORPORATED<br>Reported Price: 37.00000 | Cash | STJ | 20.000 | 37.000 | (740.00) |
| 11/08 | Buy | INTERPUBLIC GROUP OF COMPANIES<br>Reported Price: 9.98900 | Cash | IPG | 90.000 | 9.989 | (899.01) |
| 11/08 | Buy | CONTANGO OIL & GAS CO NEW<br>Reported Price: 49.40000 | Cash | MCF | 15.000 | 49.400 | (741.00) |
| 11/15 | Buy | TOWERS WATSON & CO CL A<br>Reported Price: 50.12990 | Cash | TW | 10.000 | 50.130 | (501.30) |
| 11/15 | Buy | CONTANGO OIL & GAS CO NEW<br>Reported Price: 44.86000 | Cash | MCF | 5.000 | 44.860 | (224.30) |
| 11/27 | Buy | CONTANGO OIL & GAS CO NEW<br>Reported Price: 41.13 | Cash | MCF | 15.000 | 41.130 | (616.95) |
| 11/29 | Buy | CONTANGO OIL & GAS CO NEW<br>Reported Price: 40.74000 | Cash | MCF | 15.000 | 40.740 | (611.10) |
| **Total Securities Purchased** | | | | | | | **(6,561.26)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 229.60 | | 4,635.12 | |
| **Total Income** | **229.60** | | **4,635.12** | |

# Other Important Information

## Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| Foreign Taxes Paid | | (14.29) |
| Sales Proceeds | 7,783.22 | 89,571.01 |

## Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 12/03/12 | Dividend | SMUCKER J M COMPANY NEW | SJM | 39.52 |
| 12/03/12 | Dividend | AFLAC CORP | AFL | 78.75 |
| 12/10/12 | Dividend | SNAP-ON INCORPORATED | SNA | 39.90 |
| 12/14/12 | Dividend | CARNIVAL CORP NEW PARIED COM | CCL | 23.75 |
| 12/14/12 | Dividend | JONES LANG LASALLE INC | JLL | 26.00 |
| **Total** | | | | **207.92** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

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**End of Statement**

**Statement Period**
September 28, 2012 to October 31, 2012

Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Investments
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd | 4,692.92 | 317,325.48 | 322,018.40 |
| Total Assets Held in Account | | 4,692.92 | 317,325.48 | 322,018.40 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest.á If you invest in Canadian Securities please go to http://cdntax.swst.comá on the SWS website for additional information.

**Account Number:** [redacted]
**Marken Interests, Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant President**
**Ariel Investments**

| Statement Period | Page |
|---|---|
| September 28, 2012 to October 31, 2012 | 1 of 10 |

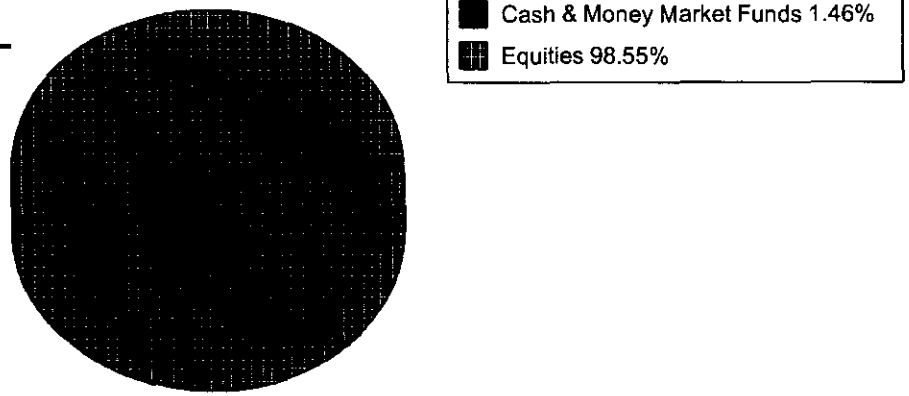
## Account Summary

| | 09/28/12 Value | 10 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 3,040.87 | 4,692.92 |
| Equities | 326,080.44 | 317,325.48 |
| **Total Account Value** | **329,121.30** | **322,018.40** |
| **Net Account Value** | **329,121.30** | **322,018.40** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 3,040.87 | 326,080.44 | 329,121.30 |
| Funds Deposited | | | |
| Income Activity | 733.79 | | 733.79 |
| Securities Sold/Matured | 11,846.00 | (11,846.00) | |
| Securities Received | | | |
| Funds Withdrawn | (1,240.95) | | (1,240.95) |
| Margin Interest | | | |
| Securities Purchased | (9,686.79) | 9,686.79 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (6,595.75) | (6,595.75) |
| **Ending Balance** | **4,692.92** | **317,325.48** | **322,018.40** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on October 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on October 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Credit Interest | Credit | | | | 4,692.92 | 1.46% | |
| **Total Cash & Money Market Funds** | | | | | **4,692.92** | **1.46%** | |
| **Equities** | | | | | | | |
| ACCENTURE PLC IRELAND CL A ISIN #IE00B4BNMY34 | Cash | ACN | 50.000 | 67.410 | 3,370.50 | 1.05% | 81.00 |
| AFLAC CORP | Cash | AFL | 225.000 | 49.780 | 11,200.50 | 3.48% | 315.00 |
| APOLLO GROUP INC CLASS A | Cash | APOL | 170.000 | 20.080 | 3,413.60 | 1.06% | |
| BIO-RAD LABORATORIES INC CLASS - A | Cash | BIO | 54.000 | 101.350 | 5,472.90 | 1.70% | |
| BLACKSTONE GROUP LP/THE COM UNIT REPSTG LTD PARTNERSHIP INT | Cash | BX | 635.000 | 15.360 | 9,753.60 | 3.03% | 254.00 |
| CARNIVAL CORP NEW PARIED COM | Cash | CCL | 95.000 | 37.870 | 3,597.65 | 1.12% | 95.00 |
| CBRE GROUP INC | Cash | CBG | 290.000 | 18.020 | 5,225.80 | 1.62% | |
| CBS CORP NEW CL B | Cash | CBS | 245.000 | 32.400 | 7,938.00 | 2.47% | 117.60 |
| CHESAPEAKE ENERGY CORP (OK) | Cash | CHK | 255.000 | 20.260 | 5,166.30 | 1.60% | 89.25 |
| CITY NATIONAL CORP | Cash | CYN | 120.000 | 51.100 | 6,132.00 | 1.90% | 120.00 |
| CONTANGO OIL & GAS CO NEW | Cash | MCF | 85.000 | 49.160 | 4,178.60 | 1.30% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELL INC | Cash | DELL | 905.000 | 9.240 | 8,362.20 | 2.60% | 289.60 |
| DEVRY IND -DEL | Cash | DV | 215.000 | 26.260 | 5,645.90 | 1.75% | 64.50 |
| FIRST AMERICAN FINANCIAL CORP | Cash | FAF | 605.000 | 22.750 | 13,763.75 | 4.27% | 290.40 |
| FRANKLIN RESOURCES INC | Cash | BEN | 75.000 | 127.800 | 9,585.00 | 2.98% | 81.00 |
| GANNETT COMPANY INC | Cash | GCI | 455.000 | 16.900 | 7,689.50 | 2.39% | 364.00 |
| HOSPIRA INC | Cash | HSP | 225.000 | 30.690 | 6,905.25 | 2.14% | |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 85.000 | 61.330 | 5,213.05 | 1.62% | 129.20 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 750.000 | 12.840 | 9,630.00 | 2.99% | 180.00 |
| INTERNATIONAL SPEEDWAY CORP CL A | Cash | ISCA | 270.000 | 25.500 | 6,885.00 | 2.14% | 54.00 |
| INTERPUBLIC GROUP OF COMPANIES | Cash | IPG | 1,185.000 | 10.100 | 11,968.50 | 3.72% | 284.40 |
| JANUS CAPITAL GROUP INC | Cash | JNS | 1,085.000 | 8.500 | 9,222.50 | 2.86% | 260.40 |
| JONES LANG LASALLE INC | Cash | JLL | 130.000 | 77.740 | 10,106.20 | 3.14% | 52.00 |
| KKR & CO LP | Cash | KKR | 485.000 | 15.050 | 7,299.25 | 2.27% | 465.60 |
| LAZARD LTD ISIN #BMG540501027 | Cash | LAZ | 470.000 | 29.460 | 13,846.20 | 4.30% | 376.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LIFE TECHNOLOGIES CORP | Cash | LIFE | 135.000 | 48.910 | 6,602.85 | 2.05% | |
| MADISON SQUARE GARDEN INC-A | Cash | MSG | 155.000 | 41.160 | 6,379.80 | 1.98% | |
| MOHAWK INDUSTRIES INC | Cash | MHK | 45.000 | 83.470 | 3,756.15 | 1.17% | |
| NEWELL RUBBERMAID INC | Cash | NWL | 250.000 | 20.640 | 5,160.00 | 1.60% | 100.00 |
| NORDSTROM INCORPORATED | Cash | JWN | 55.000 | 56.770 | 3,122.35 | 0.97% | 59.40 |
| NORTHERN TRUST COMPANY | Cash | NTRS | 255.000 | 47.800 | 12,189.00 | 3.79% | 306.00 |
| OMNICOM GROUP INCORPORATED | Cash | OMC | 105.000 | 47.910 | 5,030.55 | 1.56% | 126.00 |
| SMUCKER J M COMPANY NEW | Cash | SJM | 76.000 | 85.640 | 6,508.64 | 2.02% | 158.08 |
| SNAP-ON INCORPORATED | Cash | SNA | 105.000 | 77.330 | 8,119.65 | 2.52% | 142.80 |
| SOTHEBY'S (DELAWARE) | Cash | BID | 145.000 | 31.130 | 4,513.85 | 1.40% | 46.40 |
| ST JUDE MEDICAL INCORPORATED | Cash | STJ | 230.000 | 38.260 | 8,799.80 | 2.73% | 211.60 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 73.000 | 69.300 | 5,058.90 | 1.57% | 143.09 |
| T ROWE PRICE GROUP INC | Cash | TROW | 60.000 | 64.880 | 3,892.80 | 1.21% | 81.60 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 190.000 | 61.060 | 11,601.40 | 3.60% | 98.80 |
| TIFFANY & COMPANY | Cash | TIF | 55.000 | 63.220 | 3,477.10 | 1.08% | 70.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TOWERS WATSON & CO CL A | Cash | TW | 90.000 | 53.710 | 4,833.90 | 1.50% | 41.40 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 205.000 | 51.290 | 10,514.45 | 3.27% | 225.50 |
| WESTERN UNION CO | Cash | WU | 465.000 | 12.729 | 5,918.94 | 1.84% | 232.50 |
| ZIMMER HOLDINGS INC | Cash | ZMH | 160.000 | 64.210 | 10,273.60 | 3.19% | 115.20 |
| **Total Equities** | | | | | **317,325.48** | **98.55%** | **6,121.72** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/01 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 205.000000 PD:2012-10-01 | Cash | VIAB | 56.38 |
| 10/01 | Taxable Dividend | NORTHERN TRUST COMPANY<br>NTRS on 275.000000 PD:2012-10-01 | Cash | NTRS | 82.50 |
| 10/01 | Taxable Dividend | GANNETT COMPANY INC<br>GCI on 535.000000 PD:2012-10-01 | Cash | GCI | 107.00 |
| 10/01 | Taxable Dividend | CBS CORP NEW CL B<br>CBS on 225.000000 PD:2012-10-01 | Cash | CBS | 27.00 |
| 10/05 | Taxable Dividend | INTERNATIONAL GAME TECHNOLOGY<br>IGT on 750.000000 PD:2012-10-05 | Cash | IGT | 45.00 |
| 10/09 | Taxable Dividend | WESTERN UNION CO<br>WU on 465.000000 PD:2012-10-08 | Cash | WU | 46.50 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/09 | Taxable Dividend | OMNICOM GROUP INCORPORATED<br>OMC on 105.000000 PD:2012-10-09 | Cash | OMC | 31.50 |
| 10/10 | Taxable Dividend | TIFFANY & COMPANY<br>TIF on 55.000000 PD:2012-10-10 | Cash | TIF | 17.60 |
| 10/10 | Taxable Dividend | ILLINOIS TOOL WORKS INC<br>ITW on 85.000000 PD:2012-10-10 | Cash | ITW | 32.30 |
| 10/12 | Taxable Dividend | FRANKLIN RESOURCES INC<br>BEN on 75.000000 PD:2012-10-12 | Cash | BEN | 20.25 |
| 10/15 | Taxable Dividend | TOWERS WATSON & CO CL A<br>TW on 80.000000 PD:2012-10-15 | Cash | TW | 9.20 |
| 10/15 | Taxable Dividend | THERMO FISHER SCIENTIFIC INC<br>TMO on 190.000000 PD:2012-10-15 | Cash | TMO | 24.70 |
| 10/15 | Taxable Dividend | FIRST AMERICAN FINANCIAL CORP<br>FAF on 680.000000 PD:2012-10-15 | Cash | FAF | 54.40 |
| 10/22 | Taxable Dividend | DELL INC<br>DELL on 905.000000 PD:2012-10-22 | Cash | DELL | 72.40 |
| 10/26 | Taxable Dividend | ZIMMER HOLDINGS INC<br>ZMH on 145.000000 PD:2012-10-26 | Cash | ZMH | 26.10 |
| 10/31 | Taxable Dividend | ST JUDE MEDICAL INCORPORATED<br>STJ on 255.000000 PD:2012-10-31 | Cash | STJ | 58.65 |
| 10/31 | Taxable Dividend | CHESAPEAKE ENERGY CORP (OK)<br>CHK on 255.000000 PD:2012-10-31 | Cash | CHK | 22.31 |
| **Total Income Activity** | | | | | **733.79** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/02 | Sell | CHESAPEAKE ENERGY CORP (OK)<br>Reported Price: 19.48000 | Cash | CHK | (180.000) | 19.480 | 3,506.32 |
| 10/12 | Sell | ST JUDE MEDICAL INCORPORATED<br>Reported Price: 42.57000 | Cash | STJ | (25.000) | 42.570 | 1,064.23 |
| 10/15 | Sell | APOLLO GROUP INC CLASS A<br>Reported Price: 27.97000 | Cash | APOL | (25.000) | 27.970 | 699.23 |
| 10/16 | Sell | GANNETT COMPANY INC<br>Reported Average Price: 18.56157 | Cash | GCI | (80.000) | 18.562 | 1,484.90 |
| 10/17 | Sell | DEVRY IND -DEL<br>Reported Price: 21.99260 | Cash | DV | (50.000) | 21.993 | 1,099.61 |
| 10/23 | Sell | MOHAWK INDUSTRIES INC<br>Reported Price: 79.36000 | Cash | MHK | (20.000) | 79.360 | 1,587.16 |
| 10/23 | Sell | CARNIVAL CORP NEW PARIED COM<br>Reported Price: 37.68000 | Cash | CCL | (30.000) | 37.680 | 1,130.37 |
| 10/26 | Sell | DEVRY IND -DEL<br>Reported Price: 25.48420 | Cash | DV | (50.000) | 25.484 | 1,274.18 |
| **Total Securities Sold/Matured** | | | | | | | **11,846.00** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 10/11 | Journal | ADV FEE | Cash | | (1,240.95) |
| **Total Funds Withdrawn** | | | | | **(1,240.95)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/04 | Buy | CONTANGO OIL & GAS CO NEW<br>Reported Price: 50.78990 | Cash | MCF | 65.000 | 50.790 | (3,301.34) |
| 10/12 | Buy | ZIMMER HOLDINGS INC<br>Reported Price: 62.28000 | Cash | ZMH | 15.000 | 62.280 | (934.20) |
| 10/12 | Buy | CBS CORP NEW CL B<br>Reported Price: 33.76000 | Cash | CBS | 20.000 | 33.760 | (675.20) |
| 10/15 | Buy | INTERNATIONAL SPEEDWAY CORP CL A<br>Reported Price: 25.57000 | Cash | ISCA | 20.000 | 25.570 | (511.40) |
| 10/16 | Buy | HOSPIRA INC<br>Reported Price: 32.54000 | Cash | HSP | 25.000 | 32.540 | (813.50) |
| 10/18 | Buy | INTERNATIONAL SPEEDWAY CORP CL A<br>Reported Price: 26.39000 | Cash | ISCA | 30.000 | 26.390 | (791.70) |
| 10/19 | Buy | TOWERS WATSON & CO CL A<br>Reported Price: 54.42990 | Cash | TW | 10.000 | 54.430 | (544.30) |
| 10/23 | Buy | INTERNATIONAL SPEEDWAY CORP CL A<br>Reported Average Price: 25.38116 | Cash | ISCA | 45.000 | 25.381 | (1,142.15) |
| 10/23 | Buy | CONTANGO OIL & GAS CO NEW<br>Reported Price: 48.65000 | Cash | MCF | 20.000 | 48.650 | (973.00) |
| **Total Securities Purchased** | | | | | | | **(9,686.79)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 733.79 | | 4,405.52 | |
| **Total Income** | **733.79** | | **4,405.52** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(14.29)** |
| **Sales Proceeds** | **11,846.00** | **81,787.79** |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 11/15/12 | Dividend | ACCENTURE PLC IRELAND CL A<br>ISIN #IE00B4BNMY34 | ACN | 40.50 |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
August 31, 2012 to September 28, 2012

Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Investments
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd | 3,040.87 | 326,080.44 | 329,121.30 |
| Total Assets Held in Account | | 3,040.87 | 326,080.44 | 329,121.30 |

***Please see the last page of this statement to review Southwest Securities' Privacy Policy***

**Account Number:** [redacted]
**Marken Interests, Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant President**
**Ariel Investments**

**Statement Period**
August 31, 2012 to September 28, 2012



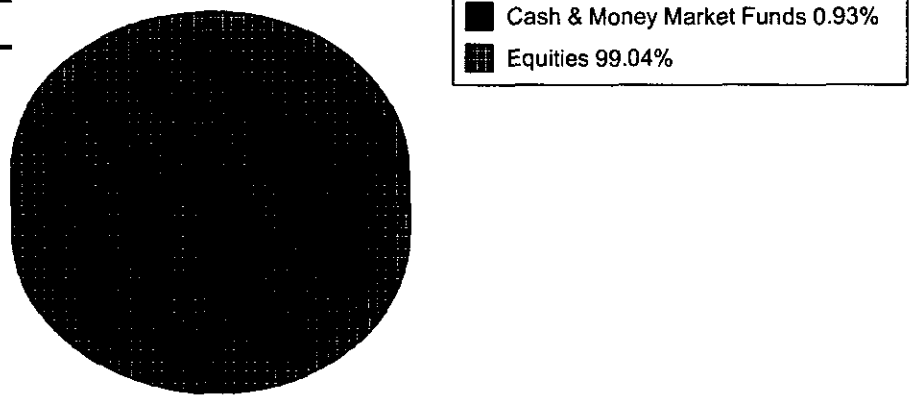
## Account Summary

| | 08/31/12 Value | 09 /28/12 Value |
|---|---|---|
| Cash & Money Market Funds | 5,016.94 | 3,040.87 |
| Equities | 308,565.78 | 326,080.44 |
| **Total Account Value** | **313,582.72** | **329,121.30** |
| **Net Account Value** | **313,582.72** | **329,121.30** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 5,016.94 | 308,565.78 | 313,582.72 |
| Funds Deposited | | | |
| Income Activity | 403.19 | | 403.19 |
| Securities Sold/Matured | 8,137.36 | (8,137.36) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (10,516.62) | 10,516.62 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 15,135.40 | 15,135.40 |
| **Ending Balance** | **3,040.87** | **326,080.44** | **329,121.30** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on September 28, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on September 28, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (110.13) | (0.03%) | |
| Credit Interest | Credit | | | | 3,151.00 | 0.96% | |
| **Total Cash & Money Market Funds** | | | | | **3,040.87** | **0.93%** | |
| **Equities** | | | | | | | |
| ACCENTURE PLC IRELAND CL A ISIN #IE00B4BNMY34 | Cash | ACN | 50.000 | 70.030 | 3,501.50 | 1.06% | 81.00 |
| AFLAC CORP | Cash | AFL | 225.000 | 47.880 | 10,773.00 | 3.27% | 297.00 |
| APOLLO GROUP INC CLASS A | Cash | APOL | 195.000 | 29.050 | 5,664.75 | 1.72% | |
| BIO-RAD LABORATORIES INC CLASS - A | Cash | BIO | 54.000 | 106.720 | 5,762.88 | 1.75% | |
| BLACKSTONE GROUP LP/THE COM UNIT REPSTG LTD PARTNERSHIP INT | Cash | BX | 635.000 | 14.280 | 9,067.80 | 2.76% | 254.00 |
| CARNIVAL CORP NEW PARIED COM | Cash | CCL | 125.000 | 36.430 | 4,553.75 | 1.38% | 125.00 |
| CBRE GROUP INC | Cash | CBG | 290.000 | 18.410 | 5,338.90 | 1.62% | |
| CBS CORP NEW CL B | Cash | CBS | 225.000 | 36.330 | 8,174.25 | 2.48% | 108.00 |
| CHESAPEAKE ENERGY CORP (OK) | Cash | CHK | 435.000 | 18.870 | 8,208.45 | 2.49% | 152.25 |
| CITY NATIONAL CORP | Cash | CYN | 120.000 | 51.510 | 6,181.20 | 1.88% | 120.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELL INC | Cash | DELL | 905.000 | 9.855 | 8,918.77 | 2.71% | 289.60 |
| DEVRY IND -DEL | Cash | DV | 315.000 | 22.760 | 7,169.40 | 2.18% | 94.50 |
| FIRST AMERICAN FINANCIAL CORP | Cash | FAF | 605.000 | 21.670 | 13,110.35 | 3.98% | 193.60 |
| FRANKLIN RESOURCES INC | Cash | BEN | 75.000 | 125.070 | 9,380.25 | 2.85% | 81.00 |
| GANNETT COMPANY INC | Cash | GCI | 535.000 | 17.750 | 9,496.25 | 2.89% | 428.00 |
| HOSPIRA INC | Cash | HSP | 200.000 | 32.820 | 6,564.00 | 1.99% | |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 85.000 | 59.470 | 5,054.95 | 1.54% | 129.20 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 750.000 | 13.090 | 9,817.50 | 2.98% | 180.00 |
| INTERNATIONAL SPEEDWAY CORP CL A | Cash | ISCA | 175.000 | 28.370 | 4,964.75 | 1.51% | 35.00 |
| INTERPUBLIC GROUP OF COMPANIES | Cash | IPG | 1,185.000 | 11.120 | 13,177.20 | 4.00% | 284.40 |
| JANUS CAPITAL GROUP INC | Cash | JNS | 1,085.000 | 9.440 | 10,242.40 | 3.11% | 260.40 |
| JONES LANG LASALLE INC | Cash | JLL | 130.000 | 76.350 | 9,925.50 | 3.02% | 52.00 |
| KKR & CO LP | Cash | KKR | 485.000 | 15.110 | 7,328.35 | 2.23% | 252.20 |
| LAZARD LTD ISIN #BMG540501027 | Cash | LAZ | 470.000 | 29.230 | 13,738.10 | 4.17% | 376.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LIFE TECHNOLOGIES CORP | Cash | LIFE | 135.000 | 48.855 | 6,595.43 | 2.00% | |
| MADISON SQUARE GARDEN INC-A | Cash | MSG | 155.000 | 40.270 | 6,241.85 | 1.90% | |
| MOHAWK INDUSTRIES INC | Cash | MHK | 65.000 | 80.020 | 5,201.30 | 1.58% | |
| NEWELL RUBBERMAID INC | Cash | NWL | 250.000 | 19.090 | 4,772.50 | 1.45% | 100.00 |
| NORDSTROM INCORPORATED | Cash | JWN | 55.000 | 55.180 | 3,034.90 | 0.92% | 59.40 |
| NORTHERN TRUST COMPANY | Cash | NTRS | 255.000 | 46.415 | 11,835.83 | 3.60% | 306.00 |
| OMNICOM GROUP INCORPORATED | Cash | OMC | 105.000 | 51.560 | 5,413.80 | 1.64% | 126.00 |
| SMUCKER J M COMPANY NEW | Cash | SJM | 76.000 | 86.330 | 6,561.08 | 1.99% | 158.08 |
| SNAP-ON INCORPORATED | Cash | SNA | 105.000 | 71.870 | 7,546.35 | 2.29% | 142.80 |
| SOTHEBY'S (DELAWARE) | Cash | BID | 145.000 | 31.500 | 4,567.50 | 1.39% | 46.40 |
| ST JUDE MEDICAL INCORPORATED | Cash | STJ | 255.000 | 42.130 | 10,743.15 | 3.26% | 234.60 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 73.000 | 76.250 | 5,566.25 | 1.69% | 143.09 |
| T ROWE PRICE GROUP INC | Cash | TROW | 60.000 | 63.300 | 3,798.00 | 1.15% | 81.60 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 190.000 | 58.830 | 11,177.70 | 3.40% | 98.80 |
| TIFFANY & COMPANY | Cash | TIF | 55.000 | 61.880 | 3,403.40 | 1.03% | 70.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TOWERS WATSON & CO CL A | Cash | TW | 80.000 | 53.050 | 4,244.00 | 1.29% | 36.80 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 205.000 | 53.590 | 10,985.95 | 3.34% | 225.50 |
| WESTERN UNION CO | Cash | WU | 465.000 | 18.220 | 8,472.30 | 2.57% | 186.00 |
| ZIMMER HOLDINGS INC | Cash | ZMH | 145.000 | 67.620 | 9,804.90 | 2.98% | 104.40 |
| **Total Equities** | | | | | **326,080.44** | **99.04%** | **5,913.02** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/04 | Taxable Dividend | SMUCKER J M COMPANY NEW<br>SJM on 86.000000 PD:2012-09-04 | Cash | SJM | 44.72 |
| 09/04 | Taxable Dividend | AFLAC CORP<br>AFL on 285.000000 PD:2012-09-04 | Cash | AFL | 94.05 |
| 09/10 | Taxable Dividend | SNAP-ON INCORPORATED<br>SNA on 105.000000 PD:2012-09-10 | Cash | SNA | 35.70 |
| 09/14 | Taxable Dividend | NEWELL RUBBERMAID INC<br>NWL on 250.000000 PD:2012-09-14 | Cash | NWL | 25.00 |
| 09/14 | Taxable Dividend | CARNIVAL CORP NEW PARIED COM<br>CCL on 200.000000 PD:2012-09-14 | Cash | CCL | 50.00 |
| 09/17 | Taxable Dividend | SOTHEBY'S (DELAWARE)<br>BID on 145.000000 PD:2012-09-17 | Cash | BID | 11.60 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/17 | Taxable Dividend | NORDSTROM INCORPORATED<br>JWN on 55.000000 PD:2012-09-17 | Cash | JWN | 14.85 |
| 09/18 | Taxable Dividend | STANLEY BLACK & DECKER INC<br>SWK on 73.000000 PD:2012-09-18 | Cash | SWK | 35.77 |
| 09/20 | Taxable Dividend | INTERPUBLIC GROUP OF COMPANIES<br>IPG on 1185.000000 PD:2012-09-20 | Cash | IPG | 71.10 |
| 09/27 | Taxable Dividend | T ROWE PRICE GROUP INC<br>TROW on 60.000000 PD:2012-09-27 | Cash | TROW | 20.40 |
| **Total Income Activity** | | | | | **403.19** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/14 | Sell | NORTHERN TRUST COMPANY<br>Reported Price: 49.10010 | Cash | NTRS | (20.000) | 49.100 | 981.98 |
| 09/14 | Sell | AFLAC CORP<br>Reported Price: 49.57010 | Cash | AFL | (25.000) | 49.570 | 1,239.22 |
| 09/17 | Sell | CARNIVAL CORP NEW PARIED COM<br>Reported Price: 37.67100 | Cash | CCL | (45.000) | 37.671 | 1,695.16 |
| 09/17 | Sell | AFLAC CORP<br>Reported Price: 49.54010 | Cash | AFL | (35.000) | 49.540 | 1,733.86 |
| 09/18 | Sell | FIRST AMERICAN FINANCIAL CORP<br>Reported Price: 21.26010 | Cash | FAF | (25.000) | 21.260 | 531.49 |
| 09/18 | Sell | CBRE GROUP INC<br>Reported Price: 19.48010 | Cash | CBG | (15.000) | 19.480 | 292.19 |
| 09/26 | Sell | FIRST AMERICAN FINANCIAL CORP<br>Reported Price: 22.18000 | Cash | FAF | (75.000) | 22.180 | 1,663.46 |
| **Total Securities Sold/Matured** | | | | | | | **8,137.36** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/13 | Buy | ZIMMER HOLDINGS INC<br>Reported Price: 66.10000 | Cash | ZMH | 10.000 | 66.100 | (661.00) |
| 09/13 | Buy | LIFE TECHNOLOGIES CORP<br>Reported Price: 47.32000 | Cash | LIFE | 30.000 | 47.320 | (1,419.60) |
| 09/14 | Buy | WESTERN UNION CO<br>Reported Price: 18.96990 | Cash | WU | 55.000 | 18.970 | (1,043.34) |
| 09/14 | Buy | INTERNATIONAL SPEEDWAY CORP CL A<br>Reported Price: 28.16000 | Cash | ISCA | 30.000 | 28.160 | (844.80) |
| 09/17 | Buy | TOWERS WATSON & CO CL A<br>Reported Price: 53.71990 | Cash | TW | 65.000 | 53.720 | (3,491.79) |
| 09/18 | Buy | APOLLO GROUP INC CLASS A<br>Reported Price: 29.35000 | Cash | APOL | 15.000 | 29.350 | (440.25) |
| 09/20 | Buy | TOWERS WATSON & CO CL A<br>Reported Price: 56.14990 | Cash | TW | 15.000 | 56.150 | (842.25) |
| 09/26 | Buy | INTERNATIONAL SPEEDWAY CORP CL A<br>Reported Price: 28.56000 | Cash | ISCA | 20.000 | 28.560 | (571.20) |
| 09/26 | Buy | DELL INC<br>Reported Price: 10.01990 | Cash | DELL | 120.000 | 10.020 | (1,202.39) |
| **Total Securities Purchased** | | | | | | | **(10,516.62)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 403.19 | | 3,671.73 | |
| **Total Income** | **403.19** | | **3,671.73** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(14.29)** |
| **Sales Proceeds** | **8,137.36** | **69,941.79** |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/01/12 | Dividend | CBS CORP NEW CL B | CBS | 27.00 |
| 10/01/12 | Dividend | VIACOM INC NEW-CLASS B | VIAB | 56.38 |
| 10/01/12 | Dividend | NORTHERN TRUST COMPANY | NTRS | 82.50 |
| 10/01/12 | Dividend | GANNETT COMPANY INC | GCI | 107.00 |
| 10/05/12 | Dividend | INTERNATIONAL GAME TECHNOLOGY | IGT | 45.00 |
| 10/08/12 | Dividend | WESTERN UNION CO | WU | 46.50 |
| 10/09/12 | Dividend | OMNICOM GROUP INCORPORATED | OMC | 31.50 |
| 10/10/12 | Dividend | TIFFANY & COMPANY | TIF | 17.60 |
| 10/15/12 | Dividend | THERMO FISHER SCIENTIFIC INC | TMO | 24.70 |
| 10/26/12 | Dividend | ZIMMER HOLDINGS INC | ZMH | 26.10 |
| **Total** | | | | **464.28** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
July 31, 2012 to August 31, 2012

Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Investments
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd | 5,016.94 | 308,565.78 | 313,582.72 |
| Total Assets Held in Account | | 5,016.94 | 308,565.78 | 313,582.72 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant President**
**Ariel Investments**

**Statement Period**
July 31, 2012 to August 31, 2012

**Page**

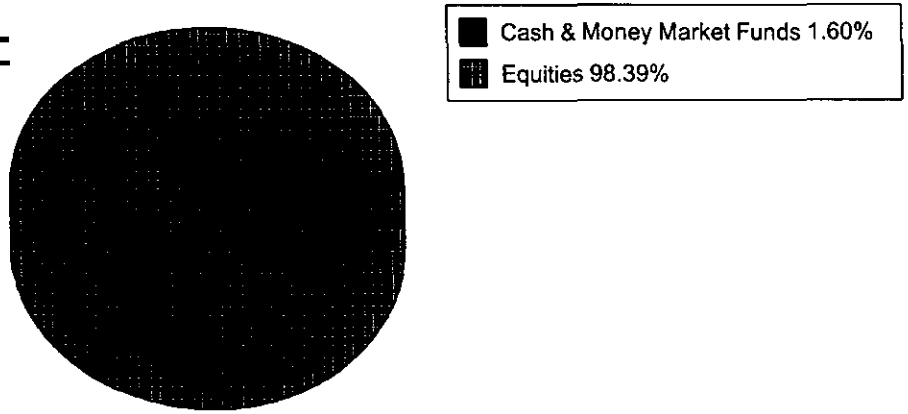

## Account Summary

| | 07/31/12 Value | 08 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 7,448.44 | 5,016.94 |
| Equities | 292,017.41 | 308,565.78 |
| **Total Account Value** | **299,465.85** | **313,582.72** |
| **Net Account Value** | **299,465.85** | **313,582.72** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 7,448.44 | 292,017.41 | 299,465.85 |
| Funds Deposited | | | |
| Income Activity | 320.75 | | 320.75 |
| Securities Sold/Matured | 8,667.23 | (8,667.23) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (11,419.48) | 11,419.48 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 13,796.12 | 13,796.12 |
| **Ending Balance** | **5,016.94** | **308,565.78** | **313,582.72** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on August 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on August 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (1,275.30) | (0.41%) | |
| Credit Interest | Credit | | | | 6,292.24 | 2.01% | |
| **Total Cash & Money Market Funds** | | | | | **5,016.94** | **1.60%** | |
| **Equities** | | | | | | | |
| ACCENTURE PLC IRELAND CL A ISIN #IE00B4BNMY34 | Cash | ACN | 50.000 | 61.600 | 3,080.00 | 0.98% | 67.50 |
| AFLAC CORP | Cash | AFL | 285.000 | 46.180 | 13,161.30 | 4.20% | 376.20 |
| APOLLO GROUP INC CLASS A | Cash | APOL | 180.000 | 26.850 | 4,833.00 | 1.54% | |
| BIO-RAD LABORATORIES INC CLASS - A | Cash | BIO | 54.000 | 100.380 | 5,420.52 | 1.73% | |
| BLACKSTONE GROUP LP/THE COM UNIT REPSTG LTD PARTNERSHIP INT | Cash | BX | 635.000 | 13.490 | 8,566.15 | 2.73% | 254.00 |
| CARNIVAL CORP NEW PARIED COM | Cash | CCL | 170.000 | 34.680 | 5,895.60 | 1.88% | 170.00 |
| CBRE GROUP INC | Cash | CBG | 305.000 | 17.310 | 5,279.55 | 1.68% | |
| CBS CORP NEW CL B | Cash | CBS | 225.000 | 36.340 | 8,176.50 | 2.61% | 108.00 |
| CHESAPEAKE ENERGY CORP (OK) | Cash | CHK | 435.000 | 19.350 | 8,417.25 | 2.68% | 152.25 |
| CITY NATIONAL CORP | Cash | CYN | 120.000 | 51.350 | 6,162.00 | 1.97% | 120.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELL INC | Cash | DELL | 785.000 | 10.590 | 8,313.15 | 2.65% | |
| DEVRY IND -DEL | Cash | DV | 315.000 | 19.310 | 6,082.65 | 1.94% | 94.50 |
| FIRST AMERICAN FINANCIAL CORP | Cash | FAF | 705.000 | 19.270 | 13,585.35 | 4.33% | 225.60 |
| FRANKLIN RESOURCES INC | Cash | BEN | 75.000 | 117.400 | 8,805.00 | 2.81% | 81.00 |
| GANNETT COMPANY INC | Cash | GCI | 535.000 | 15.260 | 8,164.10 | 2.60% | 428.00 |
| HOSPIRA INC | Cash | HSP | 200.000 | 33.580 | 6,716.00 | 2.14% | |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 85.000 | 59.290 | 5,039.65 | 1.61% | 129.20 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 750.000 | 12.290 | 9,217.50 | 2.94% | 180.00 |
| INTERNATIONAL SPEEDWAY CORP CL A | Cash | ISCA | 125.000 | 26.610 | 3,326.25 | 1.06% | 25.00 |
| INTERPUBLIC GROUP OF COMPANIES | Cash | IPG | 1,185.000 | 10.640 | 12,608.40 | 4.02% | 284.40 |
| JANUS CAPITAL GROUP INC | Cash | JNS | 1,085.000 | 8.720 | 9,461.20 | 3.02% | 260.40 |
| JONES LANG LASALLE INC | Cash | JLL | 130.000 | 72.130 | 9,376.90 | 2.99% | 52.00 |
| KKR & CO LP | Cash | KKR | 485.000 | 14.250 | 6,911.25 | 2.20% | 252.20 |
| LAZARD LTD<br>ISIN #BMG540501027 | Cash | LAZ | 470.000 | 28.490 | 13,390.30 | 4.27% | 376.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LIFE TECHNOLOGIES CORP | Cash | LIFE | 105.000 | 47.710 | 5,009.55 | 1.60% | |
| MADISON SQUARE GARDEN INC-A | Cash | MSG | 155.000 | 42.210 | 6,542.55 | 2.09% | |
| MOHAWK INDUSTRIES INC | Cash | MHK | 65.000 | 72.050 | 4,683.25 | 1.49% | |
| NEWELL RUBBERMAID INC | Cash | NWL | 250.000 | 17.930 | 4,482.50 | 1.43% | 100.00 |
| NORDSTROM INCORPORATED | Cash | JWN | 55.000 | 57.830 | 3,180.65 | 1.01% | 59.40 |
| NORTHERN TRUST COMPANY | Cash | NTRS | 275.000 | 46.440 | 12,771.00 | 4.07% | 330.00 |
| OMNICOM GROUP INCORPORATED | Cash | OMC | 105.000 | 51.370 | 5,393.85 | 1.72% | 126.00 |
| SMUCKER J M COMPANY NEW | Cash | SJM | 76.000 | 84.970 | 6,457.72 | 2.06% | 158.08 |
| SNAP-ON INCORPORATED | Cash | SNA | 105.000 | 69.420 | 7,289.10 | 2.32% | 142.80 |
| SOTHEBY'S (DELAWARE) | Cash | BID | 145.000 | 31.260 | 4,532.70 | 1.45% | 46.40 |
| ST JUDE MEDICAL INCORPORATED | Cash | STJ | 255.000 | 37.760 | 9,628.80 | 3.07% | 234.60 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 73.000 | 65.780 | 4,801.94 | 1.53% | 143.09 |
| T ROWE PRICE GROUP INC | Cash | TROW | 60.000 | 61.440 | 3,686.40 | 1.18% | 81.60 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 190.000 | 57.350 | 10,896.50 | 3.47% | 98.80 |
| TIFFANY & COMPANY | Cash | TIF | 55.000 | 61.950 | 3,407.25 | 1.09% | 70.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 205.000 | 50.010 | 10,252.05 | 3.27% | 225.50 |
| WESTERN UNION CO | Cash | WU | 410.000 | 17.610 | 7,220.10 | 2.30% | 164.00 |
| ZIMMER HOLDINGS INC | Cash | ZMH | 135.000 | 61.780 | 8,340.30 | 2.66% | 97.20 |
| **Total Equities** | | | | | **308,565.78** | **98.39%** | **5,714.12** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/15 | Taxable Dividend | CITY NATIONAL CORP<br>CYN on 120.000000 PD:2012-08-15 | Cash | CYN | 30.00 |
| 08/20 | Taxable Dividend | JANUS CAPITAL GROUP INC<br>JNS on 1170.000000 PD:2012-08-20 | Cash | JNS | 70.20 |
| 08/21 | Partnership Dist | KKR & CO LP<br>KKR on 485.000000 PD:2012-08-21 | Cash | KKR | 63.05 |
| 08/24 | Taxable Dividend | LAZARD LTD<br>ISIN #BMG540501027<br>LAZ on 470.000000 PD:2012-08-24 | Cash | LAZ | 94.00 |
| 08/31 | Partnership Dist | BLACKSTONE GROUP LP/THE<br>COM UNIT REPSTG LTD PARTNERSHIP INT<br>BX on 635.000000 PD:2012-08-31 | Cash | BX | 63.50 |
| **Total Income Activity** | | | | | **320.75** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/01 | Sell | CARNIVAL CORP NEW PARIED COM<br>Reported Price: 33.80000 | Cash | CCL | (25.000) | 33.800 | 844.98 |
| 08/08 | Sell | NORDSTROM INCORPORATED<br>Reported Price: 55.44010 | Cash | JWN | (10.000) | 55.440 | 554.39 |
| 08/08 | Sell | MOHAWK INDUSTRIES INC<br>Reported Price: 72.11000 | Cash | MHK | (10.000) | 72.110 | 721.08 |
| 08/22 | Sell | SMUCKER J M COMPANY NEW<br>Reported Price: 83.98100 | Cash | SJM | (10.000) | 83.981 | 839.79 |
| 08/22 | Sell | CBS CORP NEW CL B<br>Reported Price: 36.02000 | Cash | CBS | (30.000) | 36.020 | 1,080.58 |
| 08/27 | Sell | NORDSTROM INCORPORATED<br>Reported Price: 57.22010 | Cash | JWN | (20.000) | 57.220 | 1,144.37 |
| 08/27 | Sell | MOHAWK INDUSTRIES INC<br>Reported Price: 72.25000 | Cash | MHK | (10.000) | 72.250 | 722.48 |
| 08/27 | Sell | JANUS CAPITAL GROUP INC<br>Reported Price: 8.62010 | Cash | JNS | (85.000) | 8.620 | 732.69 |
| 08/27 | Sell | CARNIVAL CORP NEW PARIED COM<br>Reported Price: 33.68000 | Cash | CCL | (30.000) | 33.680 | 1,010.38 |
| 08/30 | Sell | DELL INC<br>Reported Price: 10.70010 | Cash | DELL | (95.000) | 10.700 | 1,016.49 |
| **Total Securities Sold/Matured** | | | | | | | **8,667.23** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/01 | Buy | INTERPUBLIC GROUP OF COMPANIES<br>Reported Price: 9.79900 | Cash | IPG | 140.000 | 9.799 | (1,371.86) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/01 | Buy | INTERNATIONAL GAME TECHNOLOGY<br>Reported Price: 11.29900 | Cash | IGT | 80.000 | 11.299 | (903.92) |
| 08/08 | Buy | WESTERN UNION CO<br>Reported Price: 17.65990 | Cash | WU | 80.000 | 17.660 | (1,412.79) |
| 08/22 | Buy | WESTERN UNION CO<br>Reported Price: 17.44990 | Cash | WU | 60.000 | 17.450 | (1,046.99) |
| 08/22 | Buy | INTERNATIONAL GAME TECHNOLOGY<br>Reported Price: 11.85990 | Cash | IGT | 90.000 | 11.860 | (1,067.39) |
| 08/27 | Buy | INTERNATIONAL SPEEDWAY CORP CL A<br>Reported Price: 26.08990 | Cash | ISCA | 125.000 | 26.090 | (3,261.24) |
| 08/30 | Buy | APOLLO GROUP INC CLASS A<br>Reported Price: 26.16990 | Cash | APOL | 90.000 | 26.170 | (2,355.29) |
| **Total Securities Purchased** | | | | | | | **(11,419.48)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 194.20 | | 3,268.54 | |
| **Total Income** | **194.20** | | **3,268.54** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(14.29)** |

## Other Important Information

### Other Tax Information (continued)

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **8,667.23** | **61,804.43** |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/04/12 | Dividend | SMUCKER J M COMPANY NEW | SJM | 44.72 |
| 09/04/12 | Dividend | AFLAC CORP | AFL | 94.05 |
| 09/10/12 | Dividend | SNAP-ON INCORPORATED | SNA | 35.70 |
| 09/14/12 | Dividend | CARNIVAL CORP NEW PARIED COM | CCL | 50.00 |
| **Total** | | | | **224.47** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
June 29, 2012 to July 31, 2012

Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Investments
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd | 7,448.44 | 292,017.41 | 299,465.85 |
| Total Assets Held in Account | | 7,448.44 | 292,017.41 | 299,465.85 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant President**
**Ariel Investments**

**Statement Period**
June 29, 2012 to July 31, 2012



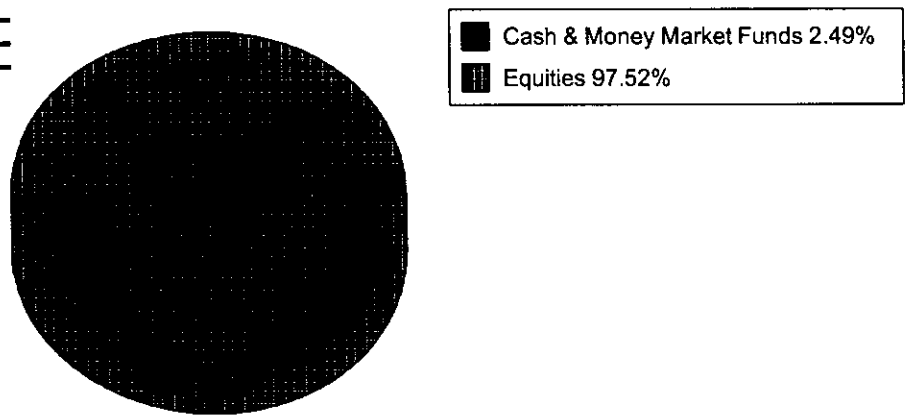
## Account Summary

| | 06/29/12 Value | 07 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 6,490.98 | 7,448.44 |
| Equities | 300,435.44 | 292,017.41 |
| **Total Account Value** | **306,926.42** | **299,465.85** |
| **Net Account Value** | **306,926.42** | **299,465.85** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,490.98 | 300,435.44 | 306,926.42 |
| Funds Deposited | | | |
| Income Activity | 660.56 | | 660.56 |
| Securities Sold/Matured | 10,009.52 | (10,009.52) | |
| Securities Received | | | |
| Funds Withdrawn | (1,157.26) | | (1,157.26) |
| Margin Interest | | | |
| Securities Purchased | (8,555.36) | 8,555.36 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (6,963.87) | (6,963.87) |
| **Ending Balance** | **7,448.44** | **292,017.41** | **299,465.85** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on July 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on July 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 573.79 | 0.19% | |
| Credit Interest | Credit | | | | 6,874.65 | 2.30% | |
| **Total Cash & Money Market Funds** | | | | | **7,448.44** | **2.49%** | |
| **Equities** | | | | | | | |
| ACCENTURE PLC IRELAND CL A ISIN #IE00B4BNMY34 | Cash | ACN | 50.000 | 60.300 | 3,015.00 | 1.01% | 67.50 |
| AFLAC CORP | Cash | AFL | 285.000 | 43.780 | 12,477.30 | 4.17% | 376.20 |
| APOLLO GROUP INC CLASS A | Cash | APOL | 90.000 | 27.200 | 2,448.00 | 0.82% | |
| BIO-RAD LABORATORIES INC CLASS - A | Cash | BIO | 54.000 | 96.210 | 5,195.34 | 1.73% | |
| BLACKSTONE GROUP LP/THE COM UNIT REPSTG LTD PARTNERSHIP INT | Cash | BX | 635.000 | 13.850 | 8,794.75 | 2.94% | 254.00 |
| CARNIVAL CORP NEW PARIED COM | Cash | CCL | 225.000 | 33.280 | 7,488.00 | 2.50% | 225.00 |
| CBRE GROUP INC | Cash | CBG | 305.000 | 15.580 | 4,751.90 | 1.59% | |
| CBS CORP NEW CL B | Cash | CBS | 255.000 | 33.460 | 8,532.30 | 2.85% | 122.40 |
| CHESAPEAKE ENERGY CORP (OK) | Cash | CHK | 435.000 | 18.820 | 8,186.70 | 2.73% | 152.25 |
| CITY NATIONAL CORP | Cash | CYN | 120.000 | 49.280 | 5,913.60 | 1.97% | 120.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELL INC | Cash | DELL | 880.000 | 11.880 | 10,454.40 | 3.49% | |
| DEVRY IND -DEL | Cash | DV | 315.000 | 19.630 | 6,183.45 | 2.06% | 94.50 |
| FIRST AMERICAN FINANCIAL CORP | Cash | FAF | 705.000 | 18.320 | 12,915.60 | 4.31% | 225.60 |
| FRANKLIN RESOURCES INC | Cash | BEN | 75.000 | 114.950 | 8,621.25 | 2.88% | 81.00 |
| GANNETT COMPANY INC | Cash | GCI | 535.000 | 14.110 | 7,548.85 | 2.52% | 428.00 |
| HOSPIRA INC | Cash | HSP | 200.000 | 34.750 | 6,950.00 | 2.32% | |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 85.000 | 54.340 | 4,618.90 | 1.54% | 122.40 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 580.000 | 11.320 | 6,565.60 | 2.19% | 139.20 |
| INTERPUBLIC GROUP OF COMPANIES | Cash | IPG | 1,045.000 | 9.870 | 10,314.15 | 3.44% | 250.80 |
| JANUS CAPITAL GROUP INC | Cash | JNS | 1,170.000 | 7.230 | 8,459.10 | 2.82% | 280.80 |
| JONES LANG LASALLE INC | Cash | JLL | 130.000 | 66.690 | 8,669.70 | 2.90% | 52.00 |
| KKR & CO LP | Cash | KKR | 485.000 | 13.990 | 6,785.15 | 2.27% | 252.20 |
| LAZARD LTD<br>ISIN #BMG540501027 | Cash | LAZ | 470.000 | 26.850 | 12,619.50 | 4.21% | 376.00 |
| LIFE TECHNOLOGIES CORP | Cash | LIFE | 105.000 | 43.880 | 4,607.40 | 1.54% | |
| MADISON SQUARE GARDEN INC-A | Cash | MSG | 155.000 | 36.250 | 5,618.75 | 1.88% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MOHAWK INDUSTRIES INC | Cash | MHK | 85.000 | 66.430 | 5,646.55 | 1.89% | |
| NEWELL RUBBERMAID INC | Cash | NWL | 250.000 | 17.650 | 4,412.50 | 1.47% | 100.00 |
| NORDSTROM INCORPORATED | Cash | JWN | 85.000 | 54.140 | 4,601.90 | 1.54% | 91.80 |
| NORTHERN TRUST COMPANY | Cash | NTRS | 275.000 | 45.400 | 12,485.00 | 4.17% | 330.00 |
| OMNICOM GROUP INCORPORATED | Cash | OMC | 105.000 | 50.180 | 5,268.90 | 1.76% | 126.00 |
| SMUCKER J M COMPANY NEW | Cash | SJM | 86.000 | 76.800 | 6,604.80 | 2.21% | 178.88 |
| SNAP-ON INCORPORATED | Cash | SNA | 105.000 | 67.780 | 7,116.90 | 2.38% | 142.80 |
| SOTHEBY'S (DELAWARE) | Cash | BID | 145.000 | 29.350 | 4,255.75 | 1.42% | 46.40 |
| ST JUDE MEDICAL INCORPORATED | Cash | STJ | 255.000 | 37.360 | 9,526.80 | 3.18% | 234.60 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 73.000 | 66.890 | 4,882.97 | 1.63% | 143.09 |
| T ROWE PRICE GROUP INC | Cash | TROW | 60.000 | 60.750 | 3,645.00 | 1.22% | 81.60 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 190.000 | 55.670 | 10,577.30 | 3.53% | 98.80 |
| TIFFANY & COMPANY | Cash | TIF | 55.000 | 54.930 | 3,021.15 | 1.01% | 70.40 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 205.000 | 46.710 | 9,575.55 | 3.20% | 225.50 |
| WESTERN UNION CO | Cash | WU | 270.000 | 17.430 | 4,706.10 | 1.57% | 108.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ZIMMER HOLDINGS INC | Cash | ZMH | 135.000 | 58.930 | 7,955.55 | 2.66% | 97.20 |
| **Total Equities** | | | | | **292,017.41** | **97.52%** | **5,694.92** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/02 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 220.000000 PD:2012-07-02 | Cash | VIAB | 60.50 |
| 07/02 | Taxable Dividend | NORTHERN TRUST COMPANY<br>NTRS on 275.000000 PD:2012-07-02 | Cash | NTRS | 82.50 |
| 07/02 | Taxable Dividend | GANNETT COMPANY INC<br>GCI on 535.000000 PD:2012-07-02 | Cash | GCI | 107.00 |
| 07/02 | Taxable Dividend | CBS CORP NEW CL B<br>CBS on 255.000000 PD:2012-07-01 | Cash | CBS | 25.50 |
| 07/06 | Taxable Dividend | INTERNATIONAL GAME TECHNOLOGY<br>IGT on 500.000000 PD:2012-07-06 | Cash | IGT | 30.00 |
| 07/10 | Taxable Dividend | TIFFANY & COMPANY<br>TIF on 45.000000 PD:2012-07-10 | Cash | TIF | 14.40 |
| 07/10 | Taxable Dividend | ILLINOIS TOOL WORKS INC<br>ITW on 100.000000 PD:2012-07-10 | Cash | ITW | 36.00 |
| 07/11 | Taxable Dividend | OMNICOM GROUP INCORPORATED<br>OMC on 105.000000 PD:2012-07-11 | Cash | OMC | 31.50 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/12 | Taxable Dividend | DEVRY IND -DEL<br>DV on 285.000000 PD:2012-07-12 | Cash | DV | 42.75 |
| 07/13 | Taxable Dividend | FRANKLIN RESOURCES INC<br>BEN on 80.000000 PD:2012-07-13 | Cash | BEN | 21.60 |
| 07/16 | Taxable Dividend | THERMO FISHER SCIENTIFIC INC<br>TMO on 205.000000 PD:2012-07-16 | Cash | TMO | 26.65 |
| 07/16 | Taxable Dividend | FIRST AMERICAN FINANCIAL CORP<br>FAF on 705.000000 PD:2012-07-16 | Cash | FAF | 56.40 |
| 07/27 | Taxable Dividend | ZIMMER HOLDINGS INC<br>ZMH on 155.000000 PD:2012-07-27 | Cash | ZMH | 27.90 |
| 07/31 | Taxable Dividend | ST JUDE MEDICAL INCORPORATED<br>STJ on 260.000000 PD:2012-07-31 | Cash | STJ | 59.80 |
| 07/31 | Taxable Dividend | CHESAPEAKE ENERGY CORP (OK)<br>CHK on 435.000000 PD:2012-07-31 | Cash | CHK | 38.06 |
| **Total Income Activity** | | | | | **660.56** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/02 | Sell | ST JUDE MEDICAL INCORPORATED<br>Reported Price: 39.69000 | Cash | STJ | (5.000) | 39.690 | 198.45 |
| 07/02 | Sell | MOHAWK INDUSTRIES INC<br>Reported Price: 69.49000 | Cash | MHK | (5.000) | 69.490 | 347.44 |
| 07/02 | Sell | HOSPIRA INC<br>Reported Price: 34.95000 | Cash | HSP | (10.000) | 34.950 | 349.49 |
| 07/02 | Sell | CARNIVAL CORP NEW PARIED COM<br>Reported Price: 34.30000 | Cash | CCL | (25.000) | 34.300 | 857.48 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/12 | Sell | ACCENTURE PLC IRELAND CL A<br>ISIN #IE00B4BNMY34<br>Reported Price: 56.90000 | Cash | ACN | (5.000) | 56.900 | 284.49 |
| 07/12 | Sell | ZIMMER HOLDINGS INC<br>Reported Price: 62.75000 | Cash | ZMH | (10.000) | 62.750 | 627.49 |
| 07/12 | Sell | MADISON SQUARE GARDEN INC-A<br>Reported Price: 36.40000 | Cash | MSG | (20.000) | 36.400 | 727.98 |
| 07/12 | Sell | AFLAC CORP<br>Reported Price: 42.32010 | Cash | AFL | (20.000) | 42.320 | 846.38 |
| 07/23 | Sell | ACCENTURE PLC IRELAND CL A<br>ISIN #IE00B4BNMY34<br>Reported Price: 57.80010 | Cash | ACN | (25.000) | 57.800 | 1,444.97 |
| 07/23 | Sell | MOHAWK INDUSTRIES INC<br>Reported Price: 71.62000 | Cash | MHK | (30.000) | 71.620 | 2,148.55 |
| 07/25 | Sell | THERMO FISHER SCIENTIFIC INC<br>Reported Price: 53.98000 | Cash | TMO | (15.000) | 53.980 | 809.68 |
| 07/25 | Sell | ILLINOIS TOOL WORKS INC<br>Reported Price: 52.89000 | Cash | ITW | (15.000) | 52.890 | 793.33 |
| 07/31 | Sell | FRANKLIN RESOURCES INC<br>Reported Price: 114.76010 | Cash | BEN | (5.000) | 114.760 | 573.79 |
| **Total Securities Sold/Matured** | | | | | | | **10,009.52** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 07/18 | Journal | ADV FEE | Cash | | (1,157.26) |
| **Total Funds Withdrawn** | | | | | **(1,157.26)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/02 | Buy | BLACKSTONE GROUP LP/THE<br>COM UNIT REPSTG LTD PARTNERSHIP INT<br>Reported Price: 13.23800 | Cash | BX | 80.000 | 13.238 | (1,059.04) |
| 07/12 | Buy | LIFE TECHNOLOGIES CORP<br>Reported Price: 42.14990 | Cash | LIFE | 75.000 | 42.150 | (3,161.24) |
| 07/23 | Buy | WESTERN UNION CO<br>Reported Price: 16.63990 | Cash | WU | 90.000 | 16.640 | (1,497.59) |
| 07/23 | Buy | LIFE TECHNOLOGIES CORP<br>Reported Price: 42.43000 | Cash | LIFE | 30.000 | 42.430 | (1,272.90) |
| 07/24 | Buy | DEVRY IND -DEL<br>Reported Price: 20.90000 | Cash | DV | 30.000 | 20.900 | (627.00) |
| 07/25 | Buy | INTERNATIONAL GAME TECHNOLOGY<br>Reported Price: 11.71990 | Cash | IGT | 80.000 | 11.720 | (937.59) |
| **Total Securities Purchased** | | | | | | | **(8,555.36)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 660.56 | | 3,074.34 | |
| **Total Income** | **660.56** | | **3,074.34** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(14.29)** |

## Other Important Information

### Other Tax Information (continued)

| | Current Period | Year to Date |
|---|---|---|
| Sales Proceeds | 10,009.52 | 53,137.20 |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
May 31, 2012 to June 29, 2012

Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Investments
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd | 6,490.98 | 300,435.44 | 306,926.42 |
| Total Assets Held in Account | | 6,490.98 | 300,435.44 | 306,926.42 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

Account Number: [redacted]
Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Investments

**Statement Period**
May 31, 2012 to June 29, 2012

**Page**

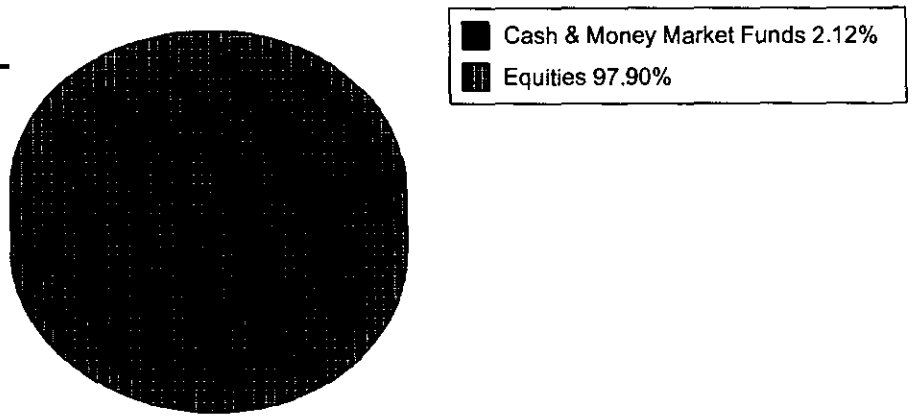

## Account Summary

| | 05/31/12 Value | 06 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 8,024.71 | 6,490.98 |
| Equities | 285,115.18 | 300,435.44 |
| **Total Account Value** | **293,139.89** | **306,926.42** |
| **Net Account Value** | **293,139.89** | **306,926.42** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 8,024.71 | 285,115.18 | 293,139.89 |
| Funds Deposited | | | |
| Income Activity | 439.06 | | 439.06 |
| Securities Sold/Matured | 6,540.34 | (6,540.34) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (8,513.13) | 8,513.13 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 13,347.47 | 13,347.47 |
| **Ending Balance** | **6,490.98** | **300,435.44** | **306,926.42** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on June 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on June 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (589.85) | (0.19%) | |
| Credit Interest | Credit | | | | 7,080.83 | 2.31% | |
| **Total Cash & Money Market Funds** | | | | | **6,490.98** | **2.12%** | |
| **Equities** | | | | | | | |
| ACCENTURE PLC IRELAND CL A ISIN #IE00B4BNMY34 | Cash | ACN | 80.000 | 60.090 | 4,807.20 | 1.57% | 108.00 |
| AFLAC CORP | Cash | AFL | 305.000 | 42.590 | 12,989.95 | 4.23% | 402.60 |
| APOLLO GROUP INC CLASS A | Cash | APOL | 90.000 | 36.190 | 3,257.10 | 1.06% | |
| BIO-RAD LABORATORIES INC CLASS - A | Cash | BIO | 54.000 | 100.010 | 5,400.54 | 1.76% | |
| BLACKSTONE GROUP LP/THE COM UNIT REPSTG LTD PARTNERSHIP INT | Cash | BX | 555.000 | 13.070 | 7,253.85 | 2.36% | 222.00 |
| CARNIVAL CORP NEW PARIED COM | Cash | CCL | 250.000 | 34.270 | 8,567.50 | 2.79% | 250.00 |
| CBRE GROUP INC | Cash | CBG | 305.000 | 16.360 | 4,989.80 | 1.63% | |
| CBS CORP NEW CL B | Cash | CBS | 255.000 | 32.780 | 8,358.90 | 2.72% | 102.00 |
| CHESAPEAKE ENERGY CORP (OK) | Cash | CHK | 435.000 | 18.600 | 8,091.00 | 2.64% | 152.25 |
| CITY NATIONAL CORP | Cash | CYN | 120.000 | 48.580 | 5,829.60 | 1.90% | 120.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELL INC | Cash | DELL | 880.000 | 12.510 | 11,008.80 | 3.59% | |
| DEVRY IND -DEL | Cash | DV | 285.000 | 30.970 | 8,826.45 | 2.88% | 85.50 |
| FIRST AMERICAN FINANCIAL CORP | Cash | FAF | 705.000 | 16.960 | 11,956.80 | 3.90% | 225.60 |
| FRANKLIN RESOURCES INC | Cash | BEN | 80.000 | 110.990 | 8,879.20 | 2.89% | 86.40 |
| GANNETT COMPANY INC | Cash | GCI | 535.000 | 14.730 | 7,880.55 | 2.57% | 428.00 |
| HOSPIRA INC | Cash | HSP | 210.000 | 34.980 | 7,345.80 | 2.39% | |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 100.000 | 52.890 | 5,289.00 | 1.72% | 144.00 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 500.000 | 15.750 | 7,875.00 | 2.57% | 120.00 |
| INTERPUBLIC GROUP OF COMPANIES | Cash | IPG | 1,045.000 | 10.850 | 11,338.25 | 3.69% | 250.80 |
| JANUS CAPITAL GROUP INC | Cash | JNS | 1,170.000 | 7.820 | 9,149.40 | 2.98% | 280.80 |
| JONES LANG LASALLE INC | Cash | JLL | 130.000 | 70.370 | 9,148.10 | 2.98% | 52.00 |
| KKR & CO LP | Cash | KKR | 485.000 | 12.890 | 6,251.65 | 2.04% | 291.00 |
| LAZARD LTD<br>ISIN #BMG540501027 | Cash | LAZ | 470.000 | 25.990 | 12,215.30 | 3.98% | 376.00 |
| MADISON SQUARE GARDEN INC-A | Cash | MSG | 175.000 | 37.440 | 6,552.00 | 2.13% | |
| MOHAWK INDUSTRIES INC | Cash | MHK | 120.000 | 69.830 | 8,379.60 | 2.73% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| NEWELL RUBBERMAID INC | Cash | NWL | 250.000 | 18.140 | 4,535.00 | 1.48% | 100.00 |
| NORDSTROM INCORPORATED | Cash | JWN | 85.000 | 49.690 | 4,223.65 | 1.38% | 91.80 |
| NORTHERN TRUST COMPANY | Cash | NTRS | 275.000 | 46.020 | 12,655.50 | 4.12% | 330.00 |
| OMNICOM GROUP INCORPORATED | Cash | OMC | 105.000 | 48.600 | 5,103.00 | 1.66% | 126.00 |
| SMUCKER J M COMPANY NEW | Cash | SJM | 86.000 | 75.520 | 6,494.72 | 2.12% | 165.12 |
| SNAP-ON INCORPORATED | Cash | SNA | 105.000 | 62.250 | 6,536.25 | 2.13% | 142.80 |
| SOTHEBY'S (DELAWARE) | Cash | BID | 145.000 | 33.360 | 4,837.20 | 1.58% | 46.40 |
| ST JUDE MEDICAL INCORPORATED | Cash | STJ | 260.000 | 39.910 | 10,376.60 | 3.38% | 239.20 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 73.000 | 64.360 | 4,698.28 | 1.53% | 119.73 |
| T ROWE PRICE GROUP INC | Cash | TROW | 60.000 | 62.960 | 3,777.60 | 1.23% | 81.60 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 205.000 | 51.910 | 10,641.55 | 3.47% | 106.60 |
| TIFFANY & COMPANY | Cash | TIF | 55.000 | 52.950 | 2,912.25 | 0.95% | 70.40 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 205.000 | 47.020 | 9,639.10 | 3.14% | 225.50 |
| WESTERN UNION CO | Cash | WU | 180.000 | 16.840 | 3,031.20 | 0.99% | 72.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ZIMMER HOLDINGS INC | Cash | ZMH | 145.000 | 64.360 | 9,332.20 | 3.04% | 104.40 |
| **Total Equities** | | | | | **300,435.44** | **97.90%** | **5,718.50** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/01 | Taxable Dividend | SMUCKER J M COMPANY NEW<br>SJM on 86.000000 PD:2012-06-01 | Cash | SJM | 41.28 |
| 06/01 | Taxable Dividend | AFLAC CORP<br>AFL on 270.000000 PD:2012-06-01 | Cash | AFL | 89.10 |
| 06/11 | Taxable Dividend | SNAP-ON INCORPORATED<br>SNA on 65.000000 PD:2012-06-11 | Cash | SNA | 22.10 |
| 06/15 | Taxable Dividend | SOTHEBY'S (DELAWARE)<br>BID on 145.000000 PD:2012-06-15 | Cash | BID | 11.60 |
| 06/15 | Taxable Dividend | NORDSTROM INCORPORATED<br>JWN on 85.000000 PD:2012-06-15 | Cash | JWN | 22.95 |
| 06/15 | Taxable Dividend | NEWELL RUBBERMAID INC<br>NWL on 250.000000 PD:2012-06-15 | Cash | NWL | 25.00 |
| 06/15 | Taxable Dividend | JONES LANG LASALLE INC<br>JLL on 130.000000 PD:2012-06-15 | Cash | JLL | 26.00 |
| 06/15 | Taxable Dividend | CARNIVAL CORP NEW PARIED COM<br>CCL on 280.000000 PD:2012-06-15 | Cash | CCL | 70.00 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/19 | Taxable Dividend | STANLEY BLACK & DECKER INC<br>SWK on 73.000000 PD:2012-06-19 | Cash | SWK | 29.93 |
| 06/22 | Taxable Dividend | INTERPUBLIC GROUP OF COMPANIES<br>IPG on 1045.000000 PD:2012-06-22 | Cash | IPG | 62.70 |
| 06/28 | Taxable Dividend | T ROWE PRICE GROUP INC<br>TROW on 60.000000 PD:2012-06-28 | Cash | TROW | 20.40 |
| 06/29 | Taxable Dividend | WESTERN UNION CO<br>WU on 180.000000 PD:2012-06-29 | Cash | WU | 18.00 |
| **Total Income Activity** | | | | | **439.06** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/01 | Sell | VIACOM INC NEW-CLASS B<br>Reported Price: 46.70000 | Cash | VIAB | (15.000) | 46.700 | 700.48 |
| 06/01 | Sell | STANLEY BLACK & DECKER INC<br>Reported Price: 63.83010 | Cash | SWK | (10.000) | 63.830 | 638.29 |
| 06/01 | Sell | MADISON SQUARE GARDEN INC-A<br>Reported Price: 36.54000 | Cash | MSG | (10.000) | 36.540 | 365.39 |
| 06/01 | Sell | ILLINOIS TOOL WORKS INC<br>Reported Price: 54.72000 | Cash | ITW | (15.000) | 54.720 | 820.78 |
| 06/01 | Sell | CBS CORP NEW CL B<br>Reported Price: 30.59000 | Cash | CBS | (25.000) | 30.590 | 764.73 |
| 06/18 | Sell | VIACOM INC NEW-CLASS B<br>Reported Price: 47.60000 | Cash | VIAB | (15.000) | 47.600 | 713.98 |
| 06/18 | Sell | MOHAWK INDUSTRIES INC<br>Reported Price: 68.82000 | Cash | MHK | (10.000) | 68.820 | 688.18 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/21 | Sell | HOSPIRA INC<br>Reported Price: 33.53000 | Cash | HSP | (20.000) | 33.530 | 670.58 |
| 06/27 | Sell | ZIMMER HOLDINGS INC<br>Reported Price: 62.43000 | Cash | ZMH | (10.000) | 62.430 | 624.29 |
| 06/27 | Sell | MADISON SQUARE GARDEN INC-A<br>Reported Price: 36.91000 | Cash | MSG | (15.000) | 36.910 | 553.64 |
| **Total Securities Sold/Matured** | | | | | | | **6,540.34** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/01 | Buy | TIFFANY & COMPANY<br>Reported Price: 53.80990 | Cash | TIF | 45.000 | 53.810 | (2,421.45) |
| 06/07 | Buy | DELL INC<br>Reported Average Price: 12.12996 | Cash | DELL | 75.000 | 12.130 | (909.75) |
| 06/18 | Buy | TIFFANY & COMPANY<br>Reported Price: 53.94990 | Cash | TIF | 10.000 | 53.950 | (539.50) |
| 06/18 | Buy | ST JUDE MEDICAL INCORPORATED<br>Reported Price: 37.00000 | Cash | STJ | 20.000 | 37.000 | (740.00) |
| 06/18 | Buy | BIO-RAD LABORATORIES INC<br>CLASS - A<br>Reported Price: 100.54990 | Cash | BIO | 12.000 | 100.550 | (1,206.60) |
| 06/21 | Buy | SNAP-ON INCORPORATED<br>Reported Price: 61.87000 | Cash | SNA | 15.000 | 61.870 | (928.05) |
| 06/27 | Buy | LAZARD LTD<br>ISIN #BMG540501027<br>Reported Price: 25.25400 | Cash | LAZ | 70.000 | 25.254 | (1,767.78) |
| **Total Securities Purchased** | | | | | | | **(8,513.13)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 439.06 | | 2,413.78 | |
| **Total Income** | **439.06** | | **2,413.78** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(14.29)** |
| **Sales Proceeds** | **6,540.34** | **43,127.68** |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 07/01/12 | Dividend | CBS CORP NEW CL B | CBS | 25.50 |
| 07/02/12 | Dividend | VIACOM INC NEW-CLASS B | VIAB | 60.50 |
| 07/02/12 | Dividend | NORTHERN TRUST COMPANY | NTRS | 82.50 |
| 07/02/12 | Dividend | GANNETT COMPANY INC | GCI | 107.00 |
| 07/06/12 | Dividend | INTERNATIONAL GAME TECHNOLOGY | IGT | 30.00 |
| 07/10/12 | Dividend | TIFFANY & COMPANY | TIF | 14.40 |
| 07/11/12 | Dividend | OMNICOM GROUP INCORPORATED | OMC | 31.50 |
| 07/12/12 | Dividend | DEVRY IND -DEL | DV | 42.75 |
| 07/16/12 | Dividend | THERMO FISHER SCIENTIFIC INC | TMO | 26.65 |
| 07/27/12 | Dividend | ZIMMER HOLDINGS INC | ZMH | 27.90 |
| **Total** | | | | **448.70** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
April 30, 2012 to May 31, 2012

Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Investments
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd | 8,024.71 | 285,115.18 | 293,139.89 |
| Total Assets Held in Account | | 8,024.71 | 285,115.18 | 293,139.89 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant President**
**Ariel Investments**

**Statement Period**
April 30, 2012 to May 31, 2012

**Page**

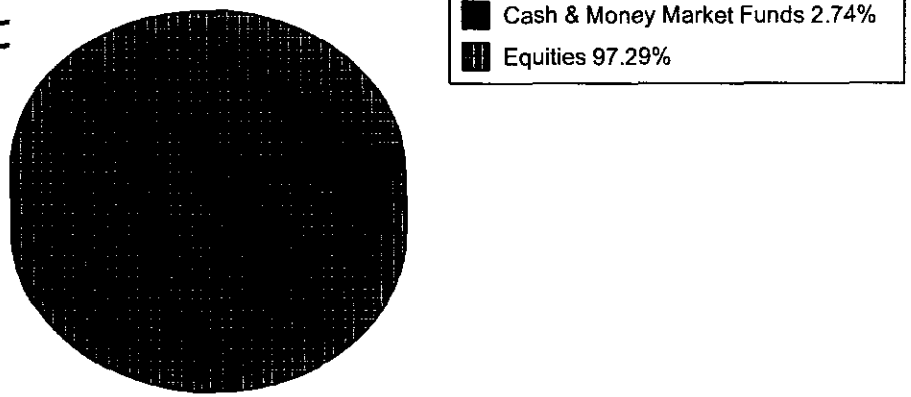

## Account Summary

| | 04/30/12 Value | 05 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 7,164.33 | 8,024.71 |
| Equities | 311,027.66 | 285,115.18 |
| **Total Account Value** | **318,192.00** | **293,139.89** |
| **Net Account Value** | **318,192.00** | **293,139.89** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 7,164.33 | 311,027.66 | 318,192.00 |
| Funds Deposited | | | |
| Income Activity | 385.84 | | 385.84 |
| Securities Sold/Matured | 20,160.87 | (20,160.87) | |
| Securities Received | | | |
| Funds Withdrawn | (14.29) | | (14.29) |
| Margin Interest | | | |
| Securities Purchased | (19,672.04) | 19,672.04 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (25,423.65) | (25,423.65) |
| **Ending Balance** | **8,024.71** | **285,115.18** | **293,139.89** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on May 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on May 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 577.25 | 0.20% | |
| Credit Interest | Credit | | | | 7,447.46 | 2.54% | |
| **Total Cash & Money Market Funds** | | | | | **8,024.71** | **2.74%** | |
| **Equities** | | | | | | | |
| ACCENTURE PLC IRELAND CL A ISIN #IE00B4BNMY34 | Cash | ACN | 80.000 | 57.100 | 4,568.00 | 1.56% | 108.00 |
| AFLAC CORP | Cash | AFL | 305.000 | 40.080 | 12,224.40 | 4.17% | 402.60 |
| APOLLO GROUP INC CLASS A | Cash | APOL | 90.000 | 31.820 | 2,863.80 | 0.98% | |
| BIO-RAD LABORATORIES INC CLASS - A | Cash | BIO | 42.000 | 99.610 | 4,183.62 | 1.43% | |
| BLACKSTONE GROUP LP/THE COM UNIT REPSTG LTD PARTNERSHIP INT | Cash | BX | 555.000 | 12.040 | 6,682.20 | 2.28% | 222.00 |
| CARNIVAL CORP NEW PARIED COM | Cash | CCL | 250.000 | 32.090 | 8,022.50 | 2.74% | 250.00 |
| CBRE GROUP INC | Cash | CBG | 305.000 | 16.450 | 5,017.25 | 1.71% | |
| CBS CORP NEW CL B | Cash | CBS | 280.000 | 31.920 | 8,937.60 | 3.05% | 112.00 |
| CHESAPEAKE ENERGY CORP (OK) | Cash | CHK | 435.000 | 16.900 | 7,351.50 | 2.51% | 152.25 |
| CITY NATIONAL CORP | Cash | CYN | 120.000 | 49.680 | 5,961.60 | 2.03% | 120.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELL INC | Cash | DELL | 805.000 | 12.330 | 9,925.65 | 3.39% | |
| DEVRY IND -DEL | Cash | DV | 285.000 | 27.330 | 7,789.05 | 2.66% | 85.50 |
| FIRST AMERICAN FINANCIAL CORP | Cash | FAF | 705.000 | 15.760 | 11,110.80 | 3.79% | 225.60 |
| FRANKLIN RESOURCES INC | Cash | BEN | 80.000 | 106.790 | 8,543.20 | 2.91% | 86.40 |
| GANNETT COMPANY INC | Cash | GCI | 535.000 | 13.060 | 6,987.10 | 2.38% | 428.00 |
| HOSPIRA INC | Cash | HSP | 230.000 | 31.260 | 7,189.80 | 2.45% | |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 115.000 | 56.150 | 6,457.25 | 2.20% | 165.60 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 500.000 | 14.300 | 7,150.00 | 2.44% | 120.00 |
| INTERPUBLIC GROUP OF COMPANIES | Cash | IPG | 1,045.000 | 10.390 | 10,857.55 | 3.70% | 250.80 |
| JANUS CAPITAL GROUP INC | Cash | JNS | 1,170.000 | 7.300 | 8,541.00 | 2.91% | 280.80 |
| JONES LANG LASALLE INC | Cash | JLL | 130.000 | 72.500 | 9,425.00 | 3.22% | 52.00 |
| KKR & CO LP | Cash | KKR | 485.000 | 11.750 | 5,698.75 | 1.94% | 291.00 |
| LAZARD LTD<br>ISIN #BMG540501027 | Cash | LAZ | 400.000 | 23.060 | 9,224.00 | 3.15% | 320.00 |
| MADISON SQUARE GARDEN INC-A | Cash | MSG | 200.000 | 37.490 | 7,498.00 | 2.56% | |
| MOHAWK INDUSTRIES INC | Cash | MHK | 130.000 | 68.100 | 8,853.00 | 3.02% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| NEWELL RUBBERMAID INC | Cash | NWL | 250.000 | 18.400 | 4,600.00 | 1.57% | 100.00 |
| NORDSTROM INCORPORATED | Cash | JWN | 85.000 | 47.370 | 4,026.45 | 1.37% | 91.80 |
| NORTHERN TRUST COMPANY | Cash | NTRS | 275.000 | 43.180 | 11,874.50 | 4.05% | 330.00 |
| OMNICOM GROUP INCORPORATED | Cash | OMC | 105.000 | 47.680 | 5,006.40 | 1.71% | 126.00 |
| SMUCKER J M COMPANY NEW | Cash | SJM | 86.000 | 76.560 | 6,584.16 | 2.25% | 165.12 |
| SNAP-ON INCORPORATED | Cash | SNA | 90.000 | 60.510 | 5,445.90 | 1.86% | 122.40 |
| SOTHEBY'S (DELAWARE) | Cash | BID | 145.000 | 30.500 | 4,422.50 | 1.51% | 46.40 |
| ST JUDE MEDICAL INCORPORATED | Cash | STJ | 240.000 | 38.420 | 9,220.80 | 3.15% | 220.80 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 83.000 | 66.250 | 5,498.75 | 1.88% | 136.13 |
| T ROWE PRICE GROUP INC | Cash | TROW | 60.000 | 57.590 | 3,455.40 | 1.18% | 81.60 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 205.000 | 50.480 | 10,348.40 | 3.53% | 106.60 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 235.000 | 47.730 | 11,216.55 | 3.83% | 258.50 |
| WESTERN UNION CO | Cash | WU | 180.000 | 16.400 | 2,952.00 | 1.01% | 72.00 |
| ZIMMER HOLDINGS INC | Cash | ZMH | 155.000 | 60.650 | 9,400.75 | 3.21% | 111.60 |
| **Total Equities** | | | | | **285,115.18** | **97.29%** | **5,641.50** |

**End of Account Positions**

## Account Activity

### Income Activity

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/15 | Taxable Dividend | ACCENTURE PLC IRELAND CL A<br>ISIN #IE00B4BNMY34<br>ACN on 120.000000 PD:2012-05-15 | Cash | ACN | 95.29 |
| 05/16 | Taxable Dividend | CITY NATIONAL CORP<br>CYN on 120.000000 PD:2012-05-16 | Cash | CYN | 30.00 |
| 05/21 | Partnership Dist | KKR & CO LP<br>KKR on 485.000000 PD:2012-05-21 | Cash | KKR | 72.75 |
| 05/21 | Taxable Dividend | JANUS CAPITAL GROUP INC<br>JNS on 1030.000000 PD:2012-05-21 | Cash | JNS | 61.80 |
| 05/25 | Taxable Dividend | LAZARD LTD<br>ISIN #BMG540501027<br>LAZ on 400.000000 PD:2012-05-25 | Cash | LAZ | 80.00 |
| 05/31 | Partnership Dist | BLACKSTONE GROUP LP/THE<br>COM UNIT REPSTG LTD PARTNERSHIP INT<br>BX on 460.000000 PD:2012-05-31 | Cash | BX | 46.00 |
| **Total Income Activity** | | | | | **385.84** |

### Securities Sold/Matured

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/02 | Sell | OMNICOM GROUP INCORPORATED<br>Reported Price: 51.41010 | Cash | OMC | (30.000) | 51.410 | 1,542.27 |
| 05/02 | Sell | CARNIVAL CORP NEW PARIED COM<br>Reported Price: 33.01010 | Cash | CCL | (25.000) | 33.010 | 825.23 |
| 05/02 | Sell | CBS CORP NEW CL B<br>Reported Price: 34.46010 | Cash | CBS | (35.000) | 34.460 | 1,206.07 |
| 05/04 | Sell | OMNICOM GROUP INCORPORATED<br>Reported Price: 51.21000 | Cash | OMC | (30.000) | 51.210 | 1,536.27 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/15 | Sell | OMNICOM GROUP INCORPORATED<br>Reported Price: 50.56010 | Cash | OMC | (20.000) | 50.560 | 1,011.18 |
| 05/15 | Sell | MOHAWK INDUSTRIES INC<br>Reported Price: 73.01010 | Cash | MHK | (20.000) | 73.010 | 1,460.17 |
| 05/15 | Sell | MADISON SQUARE GARDEN INC-A<br>Reported Price: 38.44010 | Cash | MSG | (25.000) | 38.440 | 960.98 |
| 05/22 | Sell | ACCENTURE PLC IRELAND CL A<br>ISIN #IE00B4BNMY34<br>Reported Price: 59.06010 | Cash | ACN | (20.000) | 59.060 | 1,181.17 |
| 05/22 | Sell | STANLEY BLACK & DECKER INC<br>Reported Price: 68.77010 | Cash | SWK | (15.000) | 68.770 | 1,031.53 |
| 05/22 | Sell | OMNICOM GROUP INCORPORATED<br>Reported Price: 50.29010 | Cash | OMC | (15.000) | 50.290 | 754.33 |
| 05/22 | Sell | CBS CORP NEW CL B<br>Reported Price: 31.43010 | Cash | CBS | (15.000) | 31.430 | 471.44 |
| 05/29 | Sell | VIACOM INC NEW-CLASS B<br>Reported Price: 48.28010 | Cash | VIAB | (20.000) | 48.280 | 965.58 |
| 05/30 | Sell | ACCENTURE PLC IRELAND CL A<br>ISIN #IE00B4BNMY34<br>Reported Price: 57.97010 | Cash | ACN | (20.000) | 57.970 | 1,159.37 |
| 05/30 | Sell | MOHAWK INDUSTRIES INC<br>Reported Price: 68.44000 | Cash | MHK | (15.000) | 68.440 | 1,026.58 |
| 05/30 | Sell | CARNIVAL CORP NEW PARIED COM<br>Reported Price: 32.00000 | Cash | CCL | (30.000) | 32.000 | 959.98 |
| 05/31 | Sell | BAXTER INTERNATIONAL INC<br>Reported Price: 50.86010 | Cash | BAX | (80.000) | 50.860 | 4,068.72 |
| **Total Securities Sold/Matured** | | | | | | | **20,160.87** |

## Account Activity

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 05/15 | Foreign Withholding-DIV | WH for ACN on 120.000000 P: 2012-05-15 | Cash | | (14.29) |
| **Total Funds Withdrawn** | | | | | **(14.29)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/02 | Buy | SNAP-ON INCORPORATED<br>Reported Average Price: 62.53764 | Cash | SNA | 50.000 | 62.538 | (3,126.88) |
| 05/03 | Buy | JANUS CAPITAL GROUP INC<br>Reported Average Price: 7.19993 | Cash | JNS | 140.000 | 7.200 | (1,007.99) |
| 05/04 | Buy | HOSPIRA INC<br>Reported Price: 33.73000 | Cash | HSP | 30.000 | 33.730 | (1,011.90) |
| 05/15 | Buy | SOTHEBY'S (DELAWARE)<br>Reported Price: 31.45990 | Cash | BID | 5.000 | 31.460 | (157.30) |
| 05/15 | Buy | SNAP-ON INCORPORATED<br>Reported Average Price: 60.10759 | Cash | SNA | 15.000 | 60.108 | (901.61) |
| 05/15 | Buy | NORTHERN TRUST COMPANY<br>Reported Price: 44.24990 | Cash | NTRS | 10.000 | 44.250 | (442.50) |
| 05/15 | Buy | HOSPIRA INC<br>Reported Price: 32.61000 | Cash | HSP | 25.000 | 32.610 | (815.25) |
| 05/15 | Buy | AFLAC CORP<br>Reported Price: 42.72000 | Cash | AFL | 15.000 | 42.720 | (640.80) |
| 05/22 | Buy | SNAP-ON INCORPORATED<br>Reported Price: 60.10990 | Cash | SNA | 10.000 | 60.110 | (601.10) |
| 05/22 | Buy | INTERPUBLIC GROUP OF COMPANIES<br>Reported Price: 10.75990 | Cash | IPG | 55.000 | 10.760 | (591.79) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/22 | Buy | BLACKSTONE GROUP LP/THE<br>COM UNIT REPSTG LTD PARTNERSHIP INT<br>Reported Average Price: 12.01990 | Cash | BX | 95.000 | 12.020 | (1,141.89) |
| 05/22 | Buy | AFLAC CORP<br>Reported Price: 40.32990 | Cash | AFL | 20.000 | 40.330 | (806.60) |
| 05/24 | Buy | THERMO FISHER SCIENTIFIC INC<br>Reported Price: 51.82990 | Cash | TMO | 15.000 | 51.830 | (777.45) |
| 05/29 | Buy | DELL INC<br>Reported Average Price: 12.67997 | Cash | DELL | 70.000 | 12.680 | (887.60) |
| 05/30 | Buy | APOLLO GROUP INC CLASS A<br>Reported Average Price: 32.43000 | Cash | APOL | 90.000 | 32.430 | (2,918.70) |
| 05/31 | Buy | WESTERN UNION CO<br>Reported Price: 16.36990 | Cash | WU | 180.000 | 16.370 | (2,946.58) |
| 05/31 | Buy | SNAP-ON INCORPORATED<br>Reported Price: 59.74000 | Cash | SNA | 15.000 | 59.740 | (896.10) |
| **Total Securities Purchased** | | | | | | | **(19,672.04)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 267.09 | | 1,974.72 | |
| **Total Income** | **267.09** | | **1,974.72** | |

# Other Important Information

## Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| Foreign Taxes Paid | (14.29) | (14.29) |
| Sales Proceeds | 20,160.87 | 36,587.34 |

## Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/01/12 | Dividend | SMUCKER J M COMPANY NEW | SJM | 41.28 |
| 06/01/12 | Dividend | AFLAC CORP | AFL | 89.10 |
| 06/11/12 | Dividend | SNAP-ON INCORPORATED | SNA | 22.10 |
| 06/15/12 | Dividend | JONES LANG LASALLE INC | JLL | 26.00 |
| 06/15/12 | Dividend | CARNIVAL CORP NEW PARIED COM | CCL | 70.00 |
| Total | | | | 248.48 |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
March 30, 2012 to April 30, 2012

Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Investments
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd | 7,164.33 | 311,027.66 | 318,192.00 |
| Total Assets Held in Account | | 7,164.33 | 311,027.66 | 318,192.00 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant President**
**Ariel Investments**

| Statement Period | Page |
|---|---|
| March 30, 2012 to April 30, 2012 | 1 of 8 |

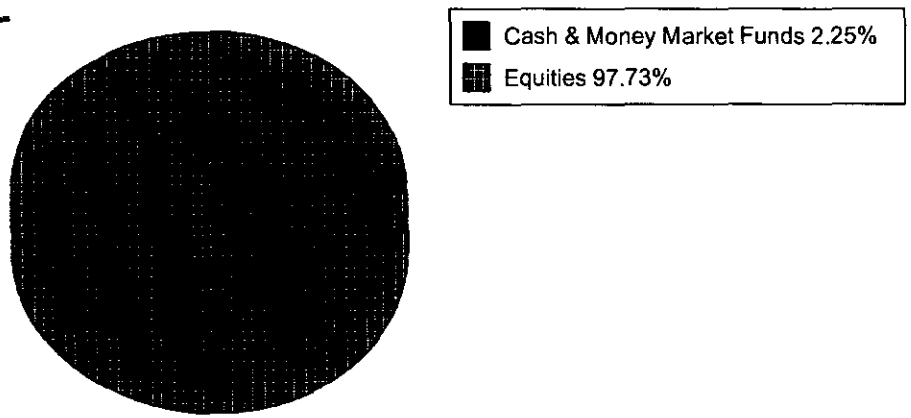
## Account Summary

| | 03/30/12 Value | 04 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 9,683.86 | 7,164.33 |
| Equities | 318,937.40 | 311,027.66 |
| **Total Account Value** | **328,621.26** | **318,192.00** |
| **Net Account Value** | **328,621.26** | **318,192.00** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 9,683.86 | 318,937.40 | 328,621.26 |
| Funds Deposited | | | |
| Income Activity | 657.29 | | 657.29 |
| Securities Sold/Matured | 1,827.62 | (1,827.62) | |
| Securities Received | | | |
| Funds Withdrawn | (1,225.60) | | (1,225.60) |
| Margin Interest | | | |
| Securities Purchased | (3,778.84) | 3,778.84 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (9,860.95) | (9,860.95) |
| **Ending Balance** | **7,164.33** | **311,027.66** | **318,192.00** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on April 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on April 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Credit Interest | Credit | | | | 7,164.33 | 2.25% | |
| **Total Cash & Money Market Funds** | | | | | **7,164.33** | **2.25%** | |
| **Equities** | | | | | | | |
| ACCENTURE PLC IRELAND CL A ISIN #IE00B4BNMY34 | Cash | ACN | 120.000 | 64.950 | 7,794.00 | 2.45% | 162.00 |
| AFLAC CORP | Cash | AFL | 270.000 | 45.040 | 12,160.80 | 3.82% | 356.40 |
| BAXTER INTERNATIONAL INC | Cash | BAX | 80.000 | 55.410 | 4,432.80 | 1.39% | 107.20 |
| BIO-RAD LABORATORIES INC CLASS - A | Cash | BIO | 42.000 | 107.990 | 4,535.58 | 1.43% | |
| BLACKSTONE GROUP LP/THE COM UNIT REPSTG LTD PARTNERSHIP INT | Cash | BX | 460.000 | 13.560 | 6,237.60 | 1.96% | 404.80 |
| CARNIVAL CORP NEW PARIED COM | Cash | CCL | 305.000 | 32.495 | 9,910.98 | 3.11% | 305.00 |
| CBRE GROUP INC | Cash | CBG | 305.000 | 18.810 | 5,737.05 | 1.80% | |
| CBS CORP NEW CL B | Cash | CBS | 330.000 | 33.380 | 11,015.40 | 3.46% | 132.00 |
| CHESAPEAKE ENERGY CORP (OK) | Cash | CHK | 435.000 | 18.440 | 8,021.40 | 2.52% | 152.25 |
| CITY NATIONAL CORP | Cash | CYN | 120.000 | 53.260 | 6,391.20 | 2.01% | 120.00 |
| DELL INC | Cash | DELL | 735.000 | 16.370 | 12,031.95 | 3.78% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DEVRY IND -DEL | Cash | DV | 285.000 | 32.150 | 9,162.75 | 2.88% | 85.50 |
| FIRST AMERICAN FINANCIAL CORP | Cash | FAF | 705.000 | 16.750 | 11,808.75 | 3.71% | 225.60 |
| FRANKLIN RESOURCES INC | Cash | BEN | 80.000 | 125.510 | 10,040.80 | 3.16% | 86.40 |
| GANNETT COMPANY INC | Cash | GCI | 535.000 | 13.820 | 7,393.70 | 2.32% | 428.00 |
| HOSPIRA INC | Cash | HSP | 175.000 | 35.120 | 6,146.00 | 1.93% | |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 115.000 | 57.380 | 6,598.70 | 2.07% | 165.60 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 500.000 | 15.580 | 7,790.00 | 2.45% | 120.00 |
| INTERPUBLIC GROUP OF COMPANIES | Cash | IPG | 990.000 | 11.810 | 11,691.90 | 3.67% | 237.60 |
| JANUS CAPITAL GROUP INC | Cash | JNS | 1,030.000 | 7.580 | 7,807.40 | 2.45% | 247.20 |
| JONES LANG LASALLE INC | Cash | JLL | 130.000 | 79.940 | 10,392.20 | 3.27% | 39.00 |
| KKR & CO LP | Cash | KKR | 485.000 | 14.120 | 6,848.20 | 2.15% | 291.00 |
| LAZARD LTD<br>ISIN #BMG540501027 | Cash | LAZ | 400.000 | 27.510 | 11,004.00 | 3.46% | 320.00 |
| MADISON SQUARE GARDEN INC-A | Cash | MSG | 225.000 | 35.970 | 8,093.25 | 2.54% | |
| MOHAWK INDUSTRIES INC | Cash | MHK | 165.000 | 67.020 | 11,058.30 | 3.48% | |
| NEWELL RUBBERMAID INC | Cash | NWL | 250.000 | 18.200 | 4,550.00 | 1.43% | 80.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| NORDSTROM INCORPORATED | Cash | JWN | 85.000 | 55.860 | 4,748.10 | 1.49% | 91.80 |
| NORTHERN TRUST COMPANY | Cash | NTRS | 265.000 | 47.560 | 12,603.40 | 3.96% | 318.00 |
| OMNICOM GROUP INCORPORATED | Cash | OMC | 200.000 | 51.310 | 10,262.00 | 3.23% | 240.00 |
| SMUCKER J M COMPANY NEW | Cash | SJM | 86.000 | 79.630 | 6,848.18 | 2.15% | 165.12 |
| SOTHEBY'S (DELAWARE) | Cash | BID | 140.000 | 39.320 | 5,504.80 | 1.73% | 44.80 |
| ST JUDE MEDICAL INCORPORATED | Cash | STJ | 240.000 | 38.720 | 9,292.80 | 2.92% | 220.80 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 98.000 | 73.160 | 7,169.68 | 2.25% | 160.73 |
| T ROWE PRICE GROUP INC | Cash | TROW | 60.000 | 63.115 | 3,786.90 | 1.19% | 81.60 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 190.000 | 55.650 | 10,573.50 | 3.32% | 98.80 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 255.000 | 46.390 | 11,829.45 | 3.72% | 255.00 |
| ZIMMER HOLDINGS INC | Cash | ZMH | 155.000 | 62.930 | 9,754.15 | 3.07% | 111.60 |
| **Total Equities** | | | | | **311,027.66** | **97.73%** | **5,853.80** |

**End of Account Positions**

## Account Activity

### Income Activity

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/02 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 260.000000 PD:2012-04-02 | Cash | VIAB | 65.00 |
| 04/02 | Taxable Dividend | OMNICOM GROUP INCORPORATED<br>OMC on 200.000000 PD:2012-04-02 | Cash | OMC | 60.00 |
| 04/02 | Taxable Dividend | NORTHERN TRUST COMPANY<br>NTRS on 265.000000 PD:2012-04-02 | Cash | NTRS | 74.20 |
| 04/02 | Taxable Dividend | GANNETT COMPANY INC<br>GCI on 535.000000 PD:2012-04-02 | Cash | GCI | 107.00 |
| 04/02 | Taxable Dividend | CBS CORP NEW CL B<br>CBS on 420.000000 PD:2012-04-01 | Cash | CBS | 42.00 |
| 04/02 | Taxable Dividend | BAXTER INTERNATIONAL INC<br>BAX on 55.000000 PD:2012-04-02 | Cash | BAX | 18.43 |
| 04/09 | Taxable Dividend | INTERNATIONAL GAME TECHNOLOGY<br>IGT on 500.000000 PD:2012-04-06 | Cash | IGT | 30.00 |
| 04/10 | Taxable Dividend | ILLINOIS TOOL WORKS INC<br>ITW on 115.000000 PD:2012-04-10 | Cash | ITW | 41.40 |
| 04/13 | Taxable Dividend | FRANKLIN RESOURCES INC<br>BEN on 80.000000 PD:2012-04-13 | Cash | BEN | 21.60 |
| 04/16 | Taxable Dividend | THERMO FISHER SCIENTIFIC INC<br>TMO on 190.000000 PD:2012-04-16 | Cash | TMO | 24.70 |
| 04/16 | Taxable Dividend | FIRST AMERICAN FINANCIAL CORP<br>FAF on 705.000000 PD:2012-04-16 | Cash | FAF | 56.40 |
| 04/27 | Taxable Dividend | ZIMMER HOLDINGS INC<br>ZMH on 155.000000 PD:2012-04-27 | Cash | ZMH | 27.90 |
| 04/30 | Taxable Dividend | ST JUDE MEDICAL INCORPORATED<br>STJ on 220.000000 PD:2012-04-30 | Cash | STJ | 50.60 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/30 | Taxable Dividend | CHESAPEAKE ENERGY CORP (OK)<br>CHK on 435.000000 PD:2012-04-30 | Cash | CHK | 38.06 |
| **Total Income Activity** | | | | | **657.29** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/20 | Sell | CBS CORP NEW CL B<br>Reported Price: 33.23010 | Cash | CBS | (55.000) | 33.230 | 1,827.62 |
| **Total Securities Sold/Matured** | | | | | | | **1,827.62** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 04/23 | Journal | ADV FEE | Cash | | (1,225.60) |
| **Total Funds Withdrawn** | | | | | **(1,225.60)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/04 | Buy | ST JUDE MEDICAL INCORPORATED<br>Reported Price: 41.87000 | Cash | STJ | 20.000 | 41.870 | (837.40) |
| 04/17 | Buy | INTERPUBLIC GROUP OF COMPANIES<br>Reported Price: 10.98990 | Cash | IPG | 65.000 | 10.990 | (714.34) |
| 04/17 | Buy | BAXTER INTERNATIONAL INC<br>Reported Price: 54.78990 | Cash | BAX | 15.000 | 54.790 | (821.85) |
| 04/20 | Buy | HOSPIRA INC<br>Reported Price: 34.42990 | Cash | HSP | 25.000 | 34.430 | (860.75) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/20 | Buy | BAXTER INTERNATIONAL INC<br>Reported Price: 54.44990 | Cash | BAX | 10.000 | 54.450 | (544.50) |
| **Total Securities Purchased** | | | | | | | **(3,778.84)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 657.29 | | 1,707.63 | |
| **Total Income** | **657.29** | | **1,707.63** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **1,827.62** | **16,426.47** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
February 29, 2012 to March 30, 2012

Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Investments
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd | 9,683.86 | 318,937.40 | 328,621.26 |
| Total Assets Held in Account | | 9,683.86 | 318,937.40 | 328,621.26 |

URGENT INFORMATION ABOUT YOUR ACCOUNT. ON THE LAST PAGE OF YOUR MARCH STATEMENT IS A TIME SENSITIVE NOTICE, TITLED VERIFICATION OF CUSTOMER INFORMATION. PLEASE REVIEW THIS NOTICE AND CONTACT YOUR FINANCIAL ADVISOR AS SOON AS POSSIBLE, IF ANY INFORMATION HAS CHANGED.

Paperless Statements and Confirms: We are excited to announce that you can now stop the delivery of your paper statements and confirms. Please visit the ClientEXP website,https://clientexp.swst.com/SWS/LogIn, to enroll for eDelivery of all of your Southwest Securities account documents. You may register for access to ClientEXP as well as sign up for eDelivery at this site. If you need any assistance or have any questions please contact your Financial Advisor.

**Account Number:** [redacted]
**Marken Interests, Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant President**
**Ariel Investments**

**Statement Period**
February 29, 2012 to March 30, 2012

**Page**

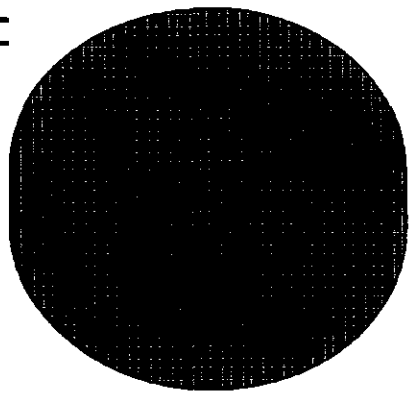

## Account Summary

| | 02/29/12 Value | 03 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 10,056.99 | 9,683.86 |
| Equities | 309,433.96 | 318,937.40 |
| **Total Account Value** | **319,490.95** | **328,621.26** |
| **Net Account Value** | **319,490.95** | **328,621.26** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 10,056.99 | 309,433.96 | 319,490.95 |
| Funds Deposited | | | |
| Income Activity | 633.26 | | 633.26 |
| Securities Sold/Matured | 3,661.60 | (3,661.60) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (4,667.99) | 4,667.99 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 8,497.05 | 8,497.05 |
| **Ending Balance** | **9,683.86** | **318,937.40** | **328,621.26** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on March 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on March 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 101.20 | 0.03% | |
| Credit Interest | Credit | | | | 9,582.66 | 2.92% | |
| **Total Cash & Money Market Funds** | | | | | **9,683.86** | **2.95%** | |
| **Equities** | | | | | | | |
| ACCENTURE PLC IRELAND CL A ISIN #IE00B4BNMY34 | Cash | ACN | 120.000 | 64.500 | 7,740.00 | 2.36% | 162.00 |
| AFLAC CORP | Cash | AFL | 270.000 | 45.990 | 12,417.30 | 3.78% | 356.40 |
| BAXTER INTERNATIONAL INC | Cash | BAX | 55.000 | 59.780 | 3,287.90 | 1.00% | 73.70 |
| BIO-RAD LABORATORIES INC CLASS - A | Cash | BIO | 42.000 | 103.690 | 4,354.98 | 1.33% | |
| BLACKSTONE GROUP LP/THE COM UNIT REPSTG LTD PARTNERSHIP INT | Cash | BX | 460.000 | 15.940 | 7,332.40 | 2.23% | 404.80 |
| CARNIVAL CORP NEW PARIED COM | Cash | CCL | 305.000 | 32.080 | 9,784.40 | 2.98% | 305.00 |
| CBRE GROUP INC | Cash | CBG | 305.000 | 19.960 | 6,087.80 | 1.85% | |
| CBS CORP NEW CL B | Cash | CBS | 385.000 | 33.910 | 13,055.35 | 3.97% | 154.00 |
| CHESAPEAKE ENERGY CORP (OK) | Cash | CHK | 435.000 | 23.170 | 10,078.95 | 3.07% | 152.25 |
| CITY NATIONAL CORP | Cash | CYN | 120.000 | 52.470 | 6,296.40 | 1.92% | 120.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELL INC | Cash | DELL | 735.000 | 16.595 | 12,197.33 | 3.71% | |
| DEVRY IND -DEL | Cash | DV | 285.000 | 33.870 | 9,652.95 | 2.94% | 85.50 |
| FIRST AMERICAN FINANCIAL CORP | Cash | FAF | 705.000 | 16.630 | 11,724.15 | 3.57% | 225.60 |
| FRANKLIN RESOURCES INC | Cash | BEN | 80.000 | 124.030 | 9,922.40 | 3.02% | 86.40 |
| GANNETT COMPANY INC | Cash | GCI | 535.000 | 15.330 | 8,201.55 | 2.50% | 428.00 |
| HOSPIRA INC | Cash | HSP | 150.000 | 37.390 | 5,608.50 | 1.71% | |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 115.000 | 57.120 | 6,568.80 | 2.00% | 165.60 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 500.000 | 16.790 | 8,395.00 | 2.55% | 120.00 |
| INTERPUBLIC GROUP OF COMPANIES | Cash | IPG | 925.000 | 11.410 | 10,554.25 | 3.21% | 222.00 |
| JANUS CAPITAL GROUP INC | Cash | JNS | 1,030.000 | 8.910 | 9,177.30 | 2.79% | 206.00 |
| JONES LANG LASALLE INC | Cash | JLL | 130.000 | 83.310 | 10,830.30 | 3.30% | 39.00 |
| KKR & CO LP | Cash | KKR | 485.000 | 14.830 | 7,192.55 | 2.19% | 620.80 |
| LAZARD LTD<br>ISIN #BMG540501027 | Cash | LAZ | 400.000 | 28.560 | 11,424.00 | 3.48% | 256.00 |
| MADISON SQUARE GARDEN INC-A | Cash | MSG | 225.000 | 34.200 | 7,695.00 | 2.34% | |
| MOHAWK INDUSTRIES INC | Cash | MHK | 165.000 | 66.510 | 10,974.15 | 3.34% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| NEWELL RUBBERMAID INC | Cash | NWL | 250.000 | 17.810 | 4,452.50 | 1.35% | 80.00 |
| NORDSTROM INCORPORATED | Cash | JWN | 85.000 | 55.720 | 4,736.20 | 1.44% | 91.80 |
| NORTHERN TRUST COMPANY | Cash | NTRS | 265.000 | 47.450 | 12,574.25 | 3.83% | 318.00 |
| OMNICOM GROUP INCORPORATED | Cash | OMC | 200.000 | 50.650 | 10,130.00 | 3.08% | 240.00 |
| SMUCKER J M COMPANY NEW | Cash | SJM | 86.000 | 81.360 | 6,996.96 | 2.13% | 165.12 |
| SOTHEBY'S (DELAWARE) | Cash | BID | 140.000 | 39.340 | 5,507.60 | 1.68% | 44.80 |
| ST JUDE MEDICAL INCORPORATED | Cash | STJ | 220.000 | 44.310 | 9,748.20 | 2.97% | 202.40 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 98.000 | 76.960 | 7,542.08 | 2.30% | 160.73 |
| T ROWE PRICE GROUP INC | Cash | TROW | 60.000 | 65.300 | 3,918.00 | 1.19% | 81.60 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 190.000 | 56.380 | 10,712.20 | 3.26% | 98.80 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 255.000 | 47.460 | 12,102.30 | 3.68% | 255.00 |
| ZIMMER HOLDINGS INC | Cash | ZMH | 155.000 | 64.280 | 9,963.40 | 3.03% | 111.60 |
| **Total Equities** | | | | | **318,937.40** | **97.08%** | **6,032.90** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/01 | Taxable Dividend | SMUCKER J M COMPANY NEW<br>SJM on 86.000000 PD:2012-03-01 | Cash | SJM | 41.28 |
| 03/01 | Taxable Dividend | AFLAC CORP<br>AFL on 270.000000 PD:2012-03-01 | Cash | AFL | 89.10 |
| 03/06 | Partnership Dist | KKR & CO LP<br>KKR on 485.000000 PD:2012-03-06 | Cash | KKR | 155.20 |
| 03/15 | Taxable Dividend | SOTHEBY'S (DELAWARE)<br>BID on 140.000000 PD:2012-03-15 | Cash | BID | 11.20 |
| 03/15 | Taxable Dividend | NORDSTROM INCORPORATED<br>JWN on 85.000000 PD:2012-03-15 | Cash | JWN | 22.95 |
| 03/15 | Taxable Dividend | NEWELL RUBBERMAID INC<br>NWL on 250.000000 PD:2012-03-15 | Cash | NWL | 20.00 |
| 03/16 | Taxable Dividend | CARNIVAL CORP NEW PARIED COM<br>CCL on 305.000000 PD:2012-03-16 | Cash | CCL | 76.25 |
| 03/20 | Taxable Dividend | STANLEY BLACK & DECKER INC<br>SWK on 98.000000 PD:2012-03-20 | Cash | SWK | 40.18 |
| 03/23 | Taxable Dividend | INTERPUBLIC GROUP OF COMPANIES<br>IPG on 925.000000 PD:2012-03-23 | Cash | IPG | 55.50 |
| 03/29 | Taxable Dividend | T ROWE PRICE GROUP INC<br>TROW on 60.000000 PD:2012-03-29 | Cash | TROW | 20.40 |
| *03/30* | *Partnership Dist* | *BLACKSTONE GROUP LP/THE*<br>COM UNIT REPSTG LTD PARTNERSHIP INT<br>BX on 460.000000 PD:2012-03-30 | *Cash* | *BX* | *101.20* |
| **Total Income Activity** | | | | | **633.26** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/01 | Sell | INTERPUBLIC GROUP OF COMPANIES<br>Reported Price: 11.73010 | Cash | IPG | (75.000) | 11.730 | 879.74 |
| 03/15 | Sell | VIACOM INC NEW-CLASS B<br>Reported Price: 47.24000 | Cash | VIAB | (5.000) | 47.240 | 236.20 |
| 03/15 | Sell | CBRE GROUP INC<br>Reported Price: 20.59010 | Cash | CBG | (45.000) | 20.590 | 926.53 |
| 03/15 | Sell | CBS CORP NEW CL B<br>Reported Price: 31.49000 | Cash | CBS | (35.000) | 31.490 | 1,102.13 |
| 03/26 | Sell | JANUS CAPITAL GROUP INC<br>Reported Price: 9.4001 | Cash | JNS | (55.000) | 9.400 | 517.00 |
| **Total Securities Sold/Matured** | | | | | | | **3,661.60** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/01 | Buy | FIRST AMERICAN FINANCIAL CORP<br>Reported Price: 15.77990 | Cash | FAF | 95.000 | 15.780 | (1,499.09) |
| 03/15 | Buy | DEVRY IND -DEL<br>Reported Average Price: 35.20995 | Cash | DV | 90.000 | 35.210 | (3,168.90) |
| **Total Securities Purchased** | | | | | | | **(4,667.99)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 376.86 | | 1,050.34 | |
| **Total Income** | **376.86** | | **1,050.34** | |

## Other Important Information

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **3,661.60** | **14,598.85** |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/01/12 | Dividend | CBS CORP NEW CL B | CBS | 42.00 |
| 04/02/12 | Dividend | BAXTER INTERNATIONAL INC | BAX | 18.43 |
| 04/02/12 | Dividend | OMNICOM GROUP INCORPORATED | OMC | 60.00 |
| 04/02/12 | Dividend | VIACOM INC NEW-CLASS B | VIAB | 65.00 |
| 04/02/12 | Dividend | NORTHERN TRUST COMPANY | NTRS | 74.20 |
| 04/02/12 | Dividend | GANNETT COMPANY INC | GCI | 107.00 |
| 04/06/12 | Dividend | INTERNATIONAL GAME TECHNOLOGY | IGT | 30.00 |
| 04/16/12 | Dividend | THERMO FISHER SCIENTIFIC INC | TMO | 24.70 |
| **Total** | | | | **421.33** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

## Statement Period

January 31, 2012 to February 29, 2012


## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702


Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Investments
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd | 10,056.99 | 309,433.96 | 319,490.95 |
| Total Assets Held in Account | | 10,056.99 | 309,433.96 | 319,490.95 |

**Account Number:** [redacted]
**Marken Interests, Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant President**
**Ariel Investments**

**Statement Period**
January 31, 2012 to February 29, 2012

**Page**

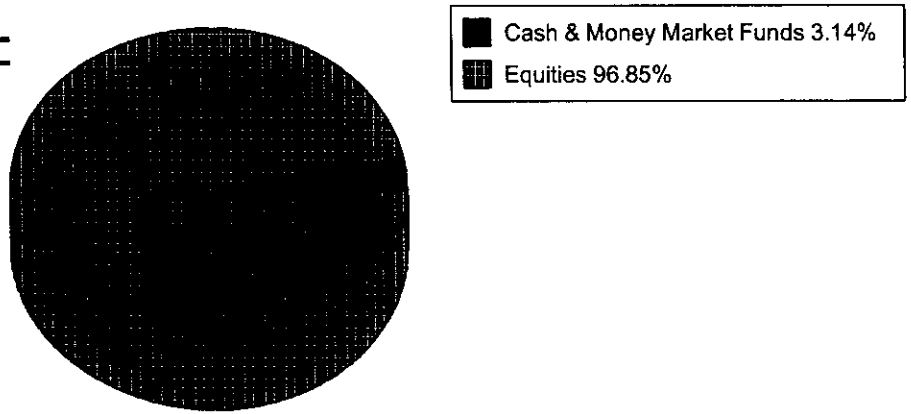

## Account Summary

| | 01/31/12 Value | 02 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 10,450.49 | 10,056.99 |
| Equities | 296,237.99 | 309,433.96 |
| **Total Account Value** | **306,688.48** | **319,490.95** |
| **Net Account Value** | **306,688.48** | **319,490.95** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 10,450.49 | 296,237.99 | 306,688.48 |
| Funds Deposited | | | |
| Income Activity | 151.25 | | 151.25 |
| Securities Sold/Matured | 3,281.04 | (3,281.04) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (3,825.79) | 3,825.79 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 12,651.22 | 12,651.22 |
| **Ending Balance** | **10,056.99** | **309,433.96** | **319,490.95** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on February 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on February 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 527.09 | 0.16% | |
| Credit Interest | Credit | | | | 9,529.90 | 2.98% | |
| **Total Cash & Money Market Funds** | | | | | **10,056.99** | **3.14%** | |
| **Equities** | | | | | | | |
| ACCENTURE PLC IRELAND CL A ISIN #IE00B4BNMY34 | Cash | ACN | 120.000 | 59.540 | 7,144.80 | 2.24% | 162.00 |
| AFLAC CORP | Cash | AFL | 270.000 | 47.250 | 12,757.50 | 3.99% | 356.40 |
| BAXTER INTERNATIONAL INC | Cash | BAX | 55.000 | 58.130 | 3,197.15 | 1.00% | 73.70 |
| BIO-RAD LABORATORIES INC CLASS - A | Cash | BIO | 42.000 | 101.920 | 4,280.64 | 1.34% | |
| BLACKSTONE GROUP LP/THE COM UNIT REPSTG LTD PARTNERSHIP INT | Cash | BX | 460.000 | 15.620 | 7,185.20 | 2.25% | 404.80 |
| CARNIVAL CORP NEW PARIED COM | Cash | CCL | 305.000 | 30.290 | 9,238.45 | 2.89% | 305.00 |
| CBRE GROUP INC | Cash | CBG | 350.000 | 18.330 | 6,415.50 | 2.01% | |
| CBS CORP NEW CL B | Cash | CBS | 420.000 | 29.900 | 12,558.00 | 3.93% | 168.00 |
| CHESAPEAKE ENERGY CORP (OK) | Cash | CHK | 435.000 | 25.000 | 10,875.00 | 3.40% | 152.25 |
| CITY NATIONAL CORP | Cash | CYN | 120.000 | 47.000 | 5,640.00 | 1.77% | 120.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELL INC | Cash | DELL | 735.000 | 17.300 | 12,715.50 | 3.98% | |
| DEVRY IND -DEL | Cash | DV | 195.000 | 35.530 | 6,928.35 | 2.17% | 58.50 |
| FIRST AMERICAN FINANCIAL CORP | Cash | FAF | 610.000 | 15.400 | 9,394.00 | 2.94% | 195.20 |
| FRANKLIN RESOURCES INC | Cash | BEN | 80.000 | 117.890 | 9,431.20 | 2.95% | 86.40 |
| GANNETT COMPANY INC | Cash | GCI | 535.000 | 14.840 | 7,939.40 | 2.49% | 428.00 |
| HOSPIRA INC | Cash | HSP | 150.000 | 35.620 | 5,343.00 | 1.67% | |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 115.000 | 55.690 | 6,404.35 | 2.00% | 165.60 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 500.000 | 15.020 | 7,510.00 | 2.35% | 120.00 |
| INTERPUBLIC GROUP OF COMPANIES | Cash | IPG | 1,000.000 | 11.720 | 11,720.00 | 3.67% | 240.00 |
| JANUS CAPITAL GROUP INC | Cash | JNS | 1,085.000 | 8.820 | 9,569.70 | 3.00% | 217.00 |
| JONES LANG LASALLE INC | Cash | JLL | 130.000 | 81.410 | 10,583.30 | 3.31% | 39.00 |
| KKR & CO LP | Cash | KKR | 485.000 | 14.320 | 6,945.20 | 2.17% | 620.80 |
| LAZARD LTD<br>ISIN #BMG540501027 | Cash | LAZ | 400.000 | 30.460 | 12,184.00 | 3.81% | 256.00 |
| MADISON SQUARE GARDEN INC-A | Cash | MSG | 225.000 | 31.850 | 7,166.25 | 2.24% | |
| MOHAWK INDUSTRIES INC | Cash | MHK | 165.000 | 63.510 | 10,479.15 | 3.28% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| NEWELL RUBBERMAID INC | Cash | NWL | 250.000 | 18.300 | 4,575.00 | 1.43% | 80.00 |
| NORDSTROM INCORPORATED | Cash | JWN | 85.000 | 53.620 | 4,557.70 | 1.43% | 91.80 |
| NORTHERN TRUST COMPANY | Cash | NTRS | 265.000 | 44.410 | 11,768.65 | 3.68% | 296.80 |
| OMNICOM GROUP INCORPORATED | Cash | OMC | 200.000 | 49.440 | 9,888.00 | 3.09% | 240.00 |
| SMUCKER J M COMPANY NEW | Cash | SJM | 86.000 | 75.320 | 6,477.52 | 2.03% | 165.12 |
| SOTHEBY'S (DELAWARE) | Cash | BID | 140.000 | 39.340 | 5,507.60 | 1.72% | 44.80 |
| ST JUDE MEDICAL INCORPORATED | Cash | STJ | 220.000 | 42.120 | 9,266.40 | 2.90% | 202.40 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 98.000 | 76.800 | 7,526.40 | 2.36% | 160.73 |
| T ROWE PRICE GROUP INC | Cash | TROW | 60.000 | 61.590 | 3,695.40 | 1.16% | 81.60 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 190.000 | 56.620 | 10,757.80 | 3.37% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 260.000 | 47.660 | 12,391.60 | 3.88% | 260.00 |
| ZIMMER HOLDINGS INC | Cash | ZMH | 155.000 | 60.750 | 9,416.25 | 2.95% | 111.60 |
| **Total Equities** | | | | | **309,433.96** | **96.85%** | **5,903.50** |

**End of Account Positions**

## Account Activity

### Income Activity

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/15 | Taxable Dividend | CITY NATIONAL CORP<br>CYN on 120.000000 PD:2012-02-15 | Cash | CYN | 30.00 |
| 02/21 | Taxable Dividend | JANUS CAPITAL GROUP INC<br>JNS on 1145.000000 PD:2012-02-21 | Cash | JNS | 57.25 |
| 02/24 | Taxable Dividend | LAZARD LTD<br>ISIN #BMG540501027<br>LAZ on 400.000000 PD:2012-02-24 | Cash | LAZ | 64.00 |
| **Total Income Activity** | | | | | **151.25** |

### Securities Sold/Matured

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Sell | CBRE GROUP INC<br>Reported Price: 19.32000 | Cash | CBG | (15.000) | 19.320 | 289.79 |
| 02/01 | Sell | CBS CORP NEW CL B<br>Reported Price: 29.05000 | Cash | CBS | (15.000) | 29.050 | 435.74 |
| 02/13 | Sell | INTERPUBLIC GROUP OF COMPANIES<br>Reported Price: 10.79010 | Cash | IPG | (75.000) | 10.790 | 809.24 |
| 02/24 | Sell | JONES LANG LASALLE INC<br>Reported Price: 81.28000 | Cash | JLL | (15.000) | 81.280 | 1,219.18 |
| 02/28 | Sell | JANUS CAPITAL GROUP INC<br>Reported Price: 8.78500 | Cash | JNS | (60.000) | 8.785 | 527.09 |
| **Total Securities Sold/Matured** | | | | | | | **3,281.04** |

### Securities Purchased

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Buy | CHESAPEAKE ENERGY CORP (OK)<br>Reported Price: 21.09000 | Cash | CHK | 40.000 | 21.090 | (843.60) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/13 | Buy | HOSPIRA INC<br>Reported Price: 34.52000 | Cash | HSP | 15.000 | 34.520 | (517.80) |
| 02/17 | Buy | INTERNATIONAL GAME TECHNOLOGY<br>Reported Price: 14.79990 | Cash | IGT | 90.000 | 14.800 | (1,331.99) |
| 02/24 | Buy | THERMO FISHER SCIENTIFIC INC<br>Reported Price: 56.62000 | Cash | TMO | 20.000 | 56.620 | (1,132.40) |
| **Total Securities Purchased** | | | | | | | **(3,825.79)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 151.25 | | 673.48 | |
| **Total Income** | **151.25** | | **673.48** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **3,281.04** | **10,937.25** |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/01/12 | Dividend | SMUCKER J M COMPANY NEW | SJM | 41.28 |
| 03/01/12 | Dividend | AFLAC CORP | AFL | 89.10 |
| 03/06/12 | Partnershi | KKR & CO LP | KKR | 155.20 |

## Other Important Information

### Estimated Pending Income (continued)

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/16/12 | Dividend | CARNIVAL CORP NEW PARIED COM | CCL | 76.25 |
| **Total** | | | | **361.83** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
December 30, 2011 to January 31, 2012

Marken Interests, Ltd
Northcrest Financial Inc GP
Kenny Marchant President
Ariel Capital Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Marken Interests, Ltd | 10,450.49 | 296,237.99 | 306,688.48 |
| Total Assets Held in Account | | 10,450.49 | 296,237.99 | 306,688.48 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Marken Interests, Ltd**
**Northcrest Financial Inc GP**
**Kenny Marchant President**
**Ariel Capital Management**

**Statement Period**
December 30, 2011 to January 31, 2012



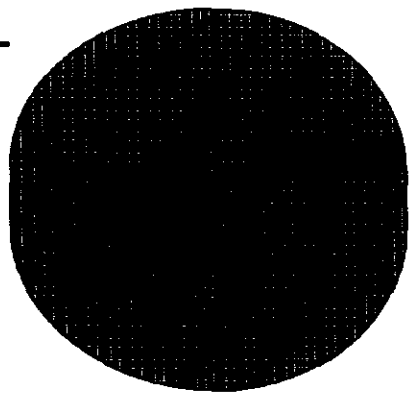
## Account Summary

| | 12/30/11 Value | 01/31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 7,122.04 | 10,450.49 |
| Equities | 276,412.05 | 296,237.99 |
| **Total Account Value** | **283,534.09** | **306,688.48** |
| **Net Account Value** | **283,534.09** | **306,688.48** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 7,122.04 | 276,412.05 | 283,534.09 |
| *Funds Deposited* | | | |
| Income Activity | 522.23 | | 522.23 |
| Securities Sold/Matured | 7,656.21 | (7,656.21) | |
| Securities Received | | | |
| Funds Withdrawn | (1,057.44) | | (1,057.44) |
| Margin Interest | | | |
| Securities Purchased | (3,792.55) | 3,792.55 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 23,689.60 | 23,689.60 |
| **Ending Balance** | **10,450.49** | **296,237.99** | **306,688.48** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on January 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on January 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 2,012.33 | 0.66% | |
| Credit Interest | Credit | | | | 8,438.16 | 2.75% | |
| **Total Cash & Money Market Funds** | | | | | **10,450.49** | **3.41%** | |
| **Equities** | | | | | | | |
| ACCENTURE PLC IRELAND CL A ISIN #IE00B4BNMY34 | Cash | ACN | 120.000 | 57.340 | 6,880.80 | 2.24% | 162.00 |
| AFLAC CORP | Cash | AFL | 270.000 | 48.230 | 13,022.10 | 4.25% | 356.40 |
| BAXTER INTERNATIONAL INC | Cash | BAX | 55.000 | 55.480 | 3,051.40 | 0.99% | 73.70 |
| BIO-RAD LABORATORIES INC CLASS - A | Cash | BIO | 42.000 | 101.560 | 4,265.52 | 1.39% | |
| BLACKSTONE GROUP LP/THE COM UNIT REPSTG LTD PARTNERSHIP INT | Cash | BX | 460.000 | 15.810 | 7,272.60 | 2.37% | 184.00 |
| CARNIVAL CORP NEW PARIED COM | Cash | CCL | 305.000 | 30.200 | 9,211.00 | 3.00% | 305.00 |
| CBRE GROUP INC | Cash | CBG | 365.000 | 19.300 | 7,044.50 | 2.30% | |
| CBS CORP NEW CL B | Cash | CBS | 435.000 | 28.480 | 12,388.80 | 4.04% | 174.00 |
| CHESAPEAKE ENERGY CORP (OK) | Cash | CHK | 395.000 | 21.130 | 8,346.35 | 2.72% | 138.25 |
| CITY NATIONAL CORP | Cash | CYN | 120.000 | 45.880 | 5,505.60 | 1.80% | 120.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELL INC | Cash | DELL | 735.000 | 17.230 | 12,664.05 | 4.13% | |
| DEVRY IND -DEL | Cash | DV | 195.000 | 37.760 | 7,363.20 | 2.40% | 58.50 |
| FIRST AMERICAN FINANCIAL CORP | Cash | FAF | 610.000 | 14.820 | 9,040.20 | 2.95% | 146.40 |
| FRANKLIN RESOURCES INC | Cash | BEN | 80.000 | 106.100 | 8,488.00 | 2.77% | 86.40 |
| GANNETT COMPANY INC | Cash | GCI | 535.000 | 14.170 | 7,580.95 | 2.47% | 171.20 |
| HOSPIRA INC | Cash | HSP | 135.000 | 34.460 | 4,652.10 | 1.52% | |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 115.000 | 53.030 | 6,098.45 | 1.99% | 165.60 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 410.000 | 15.930 | 6,531.30 | 2.13% | 98.40 |
| INTERPUBLIC GROUP OF COMPANIES | Cash | IPG | 1,075.000 | 10.330 | 11,104.75 | 3.62% | 258.00 |
| JANUS CAPITAL GROUP INC | Cash | JNS | 1,145.000 | 7.870 | 9,011.15 | 2.94% | 229.00 |
| JONES LANG LASALLE INC | Cash | JLL | 145.000 | 78.760 | 11,420.20 | 3.72% | 43.50 |
| KKR & CO LP | Cash | KKR | 485.000 | 13.980 | 6,780.30 | 2.21% | 194.00 |
| LAZARD LTD<br>ISIN #BMG540501027 | Cash | LAZ | 400.000 | 28.720 | 11,488.00 | 3.75% | 256.00 |
| MADISON SQUARE GARDEN INC-A | Cash | MSG | 225.000 | 28.690 | 6,455.25 | 2.10% | |
| MOHAWK INDUSTRIES INC | Cash | MHK | 165.000 | 61.160 | 10,091.40 | 3.29% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| NEWELL RUBBERMAID INC | Cash | NWL | 250.000 | 18.470 | 4,617.50 | 1.51% | 80.00 |
| NORDSTROM INCORPORATED | Cash | JWN | 85.000 | 49.380 | 4,197.30 | 1.37% | 78.20 |
| NORTHERN TRUST COMPANY | Cash | NTRS | 265.000 | 41.170 | 10,910.05 | 3.56% | 296.80 |
| OMNICOM GROUP INCORPORATED | Cash | OMC | 200.000 | 45.610 | 9,122.00 | 2.97% | 200.00 |
| SMUCKER J M COMPANY NEW | Cash | SJM | 86.000 | 78.780 | 6,775.08 | 2.21% | 165.12 |
| SOTHEBY'S (DELAWARE) | Cash | BID | 140.000 | 33.530 | 4,694.20 | 1.53% | 44.80 |
| ST JUDE MEDICAL INCORPORATED | Cash | STJ | 220.000 | 41.710 | 9,176.20 | 2.99% | 184.80 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 98.000 | 70.180 | 6,877.64 | 2.24% | 160.73 |
| T ROWE PRICE GROUP INC | Cash | TROW | 60.000 | 57.840 | 3,470.40 | 1.13% | 74.40 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 170.000 | 52.900 | 8,993.00 | 2.93% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 260.000 | 47.040 | 12,230.40 | 3.99% | 260.00 |
| ZIMMER HOLDINGS INC | Cash | ZMH | 155.000 | 60.750 | 9,416.25 | 3.07% | 111.60 |
| **Total Equities** | | | | | **296,237.99** | **96.59%** | **4,876.80** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/03 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 260.000000 PD:2012-01-02 | Cash | VIAB | 65.00 |
| 01/03 | Taxable Dividend | NORTHERN TRUST COMPANY<br>NTRS on 265.000000 PD:2012-01-03 | Cash | NTRS | 74.20 |
| 01/03 | Taxable Dividend | GANNETT COMPANY INC<br>GCI on 600.000000 PD:2012-01-03 | Cash | GCI | 48.00 |
| 01/03 | Taxable Dividend | CBS CORP NEW CL B<br>CBS on 460.000000 PD:2012-01-01 | Cash | CBS | 46.00 |
| 01/04 | Taxable Dividend | BAXTER INTERNATIONAL INC<br>BAX on 105.000000 PD:2012-01-04 | Cash | BAX | 35.17 |
| 01/06 | Taxable Dividend | INTERNATIONAL GAME TECHNOLOGY<br>IGT on 410.000000 PD:2012-01-06 | Cash | IGT | 24.60 |
| 01/09 | Taxable Dividend | OMNICOM GROUP INCORPORATED<br>OMC on 200.000000 PD:2012-01-09 | Cash | OMC | 50.00 |
| 01/10 | Taxable Dividend | ILLINOIS TOOL WORKS INC<br>ITW on 115.000000 PD:2012-01-10 | Cash | ITW | 41.40 |
| 01/10 | Taxable Dividend | DEVRY IND -DEL<br>DV on 160.000000 PD:2012-01-10 | Cash | DV | 24.00 |
| 01/17 | Taxable Dividend | FIRST AMERICAN FINANCIAL CORP<br>FAF on 610.000000 PD:2012-01-17 | Cash | FAF | 36.60 |
| 01/31 | Taxable Dividend | ST JUDE MEDICAL INCORPORATED<br>STJ on 220.000000 PD:2012-01-31 | Cash | STJ | 46.20 |
| 01/31 | Taxable Dividend | CHESAPEAKE ENERGY CORP (OK)<br>CHK on 355.000000 PD:2012-01-31 | Cash | CHK | 31.06 |
| **Total Income Activity** | | | | | **522.23** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/09 | Sell | T ROWE PRICE GROUP INC<br>Reported Price: 58.68000 | Cash | TROW | (5.000) | 58.680 | 293.39 |
| 01/17 | Sell | INTERPUBLIC GROUP OF COMPANIES<br>Reported Price: 10.65000 | Cash | IPG | (90.000) | 10.650 | 958.48 |
| 01/23 | Sell | MATTEL INC<br>Reported Price: 29.02000 | Cash | MAT | (40.000) | 29.020 | 1,160.78 |
| 01/23 | Sell | GANNETT COMPANY INC<br>Reported Average Price: 15.50323 | Cash | GCI | (65.000) | 15.503 | 1,007.69 |
| 01/23 | Sell | CBS CORP NEW CL B<br>Reported Price: 28.61000 | Cash | CBS | (25.000) | 28.610 | 715.24 |
| 01/27 | Sell | MATTEL INC<br>Reported Price: 29.40000 | Cash | MAT | (30.000) | 29.400 | 881.98 |
| 01/30 | Sell | T ROWE PRICE GROUP INC<br>Reported Price: 58.08000 | Cash | TROW | (15.000) | 58.080 | 871.18 |
| 01/30 | Sell | JANUS CAPITAL GROUP INC<br>Reported Price: 7.85000 | Cash | JNS | (90.000) | 7.850 | 706.49 |
| 01/30 | Sell | FRANKLIN RESOURCES INC<br>Reported Price: 106.10000 | Cash | BEN | (10.000) | 106.100 | 1,060.98 |
| **Total Securities Sold/Matured** | | | | | | | **7,656.21** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 01/20 | Journal | ADV FEE | Cash | | (1,057.44) |
| **Total Funds Withdrawn** | | | | | **(1,057.44)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/17 | Buy | CARNIVAL CORP NEW PARIED COM<br>Reported Price: 29.53000 | Cash | CCL | 30.000 | 29.530 | (885.90) |
| 01/23 | Buy | CHESAPEAKE ENERGY CORP (OK)<br>Reported Price: 21.97000 | Cash | CHK | 30.000 | 21.970 | (659.10) |
| 01/26 | Buy | MADISON SQUARE GARDEN INC-A<br>Reported Price: 29.57000 | Cash | MSG | 25.000 | 29.570 | (739.25) |
| 01/27 | Buy | DEVRY IND -DEL<br>Reported Price: 36.83000 | Cash | DV | 35.000 | 36.830 | (1,289.05) |
| 01/27 | Buy | CHESAPEAKE ENERGY CORP (OK)<br>Reported Price: 21.92500 | Cash | CHK | 10.000 | 21.925 | (219.25) |
| **Total Securities Purchased** | | | | | | | **(3,792.55)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 522.23 | | 522.23 | |
| **Total Income** | **522.23** | | **522.23** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **7,656.21** | **7,656.21** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
December 30, 2011 to January 31, 2012

Kenny E Marchant Sr
Wood Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 2,098.28 | 91,202.82 | 93,301.10 |
| Total Assets Held in Account | | 2,098.28 | 91,202.82 | 93,301.10 |

**Account Number:** [redacted]
**Kenny E Marchant Sr**
**Wood Asset Management**

| Statement Period | Page |
|---|---|
| December 30, 2011 to January 31, 2012 | 1 of 9 |

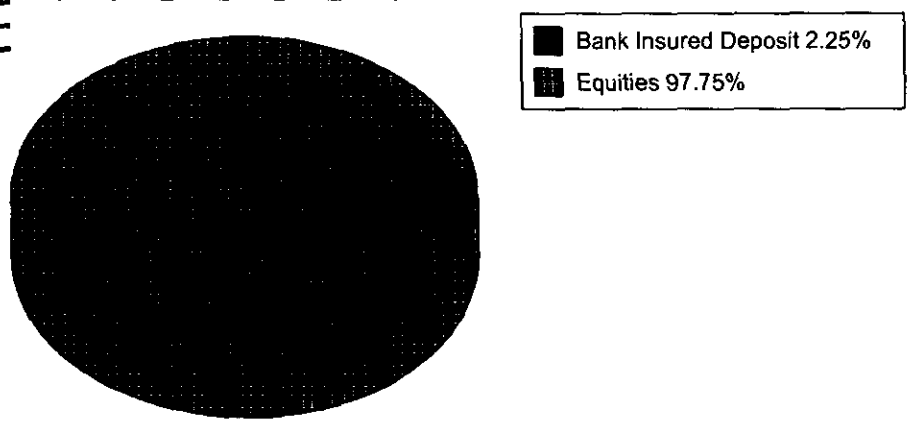
## Account Summary

| | 12/30/11 Value | 01 /31/12 Value |
|---|---|---|
| Bank Insured Deposit * | 2,238.26 | 2,098.28 |
| Equities | 86,657.85 | 91,202.82 |
| **Total Account Value** | **88,896.11** | **93,301.10** |
| **Net Account Value** | **88,896.11** | **93,301.10** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,238.26 | 86,657.85 | 88,896.11 |
| Funds Deposited | | | |
| Income Activity | 191.56 | | 191.56 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | (331.54) | | (331.54) |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 4,544.97 | 4,544.97 |
| **Ending Balance** | **2,098.28** | **91,202.82** | **93,301.10** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on January 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on January 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 2,098.28 | 2.25% | |
| **Total Bank Insured Deposit *** | | | | | **2,098.28** | **2.25%** | |
| **Equities** | | | | | | | |
| AIR PRODUCTS & CHEMICALS INC | Cash | APD | 20.000 | 88.030 | 1,760.60 | 1.89% | 46.40 |
| APACHE CORPORATION | Cash | APA | 21.000 | 98.880 | 2,076.48 | 2.23% | 12.60 |
| BLACKROCK INCORPORATED | Cash | BLK | 14.000 | 182.000 | 2,548.00 | 2.73% | 77.00 |
| CATERPILLAR INC | Cash | CAT | 16.000 | 109.120 | 1,745.92 | 1.87% | 29.44 |
| CHUBB CORP | Cash | CB | 45.000 | 67.410 | 3,033.45 | 3.25% | 70.20 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 77.000 | 26.580 | 2,046.66 | 2.19% | 34.65 |
| CONOCOPHILLIPS | Cash | COP | 26.000 | 68.210 | 1,773.46 | 1.90% | 68.64 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 40.000 | 51.500 | 2,060.00 | 2.21% | 36.00 |
| DANAHER CORP | Cash | DHR | 47.000 | 52.510 | 2,467.97 | 2.65% | 4.70 |
| DARDEN RESTAURANTS INC | Cash | DRI | 33.000 | 45.870 | 1,513.71 | 1.62% | 56.76 |
| DENTSPLY INTERNATIONAL INC | Cash | XRAY | 46.000 | 37.740 | 1,736.04 | 1.86% | 10.12 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 29.000 | 70.860 | 2,054.94 | 2.20% | 78.88 |
| DIRECTV-CLASS A | Cash | DTV | 41.000 | 45.010 | 1,845.41 | 1.98% | |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| EXXON-MOBIL CORPORATION | Cash | XOM | 46.000 | 83.740 | 3,852.04 | 4.13% | 86.48 |
| FEDEX CORP | Cash | FDX | 20.000 | 91.490 | 1,829.80 | 1.96% | 10.40 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 43.000 | 46.210 | 1,987.03 | 2.13% | 43.00 |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 35.000 | 53.030 | 1,856.05 | 1.99% | 50.40 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 17.000 | 192.600 | 3,274.20 | 3.51% | 51.00 |
| JOHNSON & JOHNSON | Cash | JNJ | 31.000 | 65.910 | 2,043.21 | 2.19% | 70.68 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 66.000 | 37.300 | 2,461.80 | 2.64% | 66.00 |
| KRAFT FOODS INC CL A | Cash | KFT | 69.000 | 38.300 | 2,642.70 | 2.83% | 80.04 |
| MACYS INC | Cash | M | 56.000 | 33.690 | 1,886.64 | 2.02% | 44.80 |
| MCDONALDS CORPORATION | Cash | MCD | 23.000 | 99.050 | 2,278.15 | 2.44% | 64.40 |
| METLIFE INC | Cash | MET | 47.000 | 35.330 | 1,660.51 | 1.78% | 34.78 |
| MICROSOFT CORPORATION | Cash | MSFT | 101.000 | 29.530 | 2,982.53 | 3.20% | 80.80 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 93.000 | 20.750 | 1,929.75 | 2.07% | 22.32 |
| P G & E CORPORATION | Cash | PCG | 54.000 | 40.660 | 2,195.64 | 2.35% | 98.28 |
| PEPSICO INCORPORATED | Cash | PEP | 40.000 | 65.670 | 2,626.80 | 2.82% | 82.40 |
| PFIZER INCORPORATED | Cash | PFE | 91.000 | 21.400 | 1,947.40 | 2.09% | 80.08 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 37.000 | 58.920 | 2,180.04 | 2.34% | 51.80 |
| PROCTER & GAMBLE COMPANY | Cash | PG | 30.000 | 63.040 | 1,891.20 | 2.03% | 63.00 |
| QUALCOMM INC | Cash | QCOM | 33.000 | 58.820 | 1,941.06 | 2.08% | 28.38 |
| RAYMOND JAMES FINL INC | Cash | RJF | 51.000 | 35.000 | 1,785.00 | 1.91% | 26.52 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 23.000 | 75.170 | 1,728.91 | 1.85% | 25.30 |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 45.000 | 34.500 | 1,552.50 | 1.66% | 19.26 |
| TARGET CORP | Cash | TGT | 36.000 | 50.810 | 1,829.16 | 1.96% | 43.20 |
| THE WALT DISNEY CO | Cash | DIS | 45.000 | 38.900 | 1,750.50 | 1.88% | 27.00 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 32.000 | 52.900 | 1,692.80 | 1.81% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TRAVELERS COS INC/THE | Cash | TRV | 30.000 | 58.300 | 1,749.00 | 1.87% | 49.20 |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 42.000 | 50.950 | 2,139.90 | 2.29% | 42.00 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 29.000 | 78.350 | 2,272.15 | 2.44% | 55.68 |
| VISA INC-CLASS A SHRS | Cash | V | 26.000 | 100.640 | 2,616.64 | 2.80% | 22.88 |
| WELLS FARGO & CO | Cash | WFC | 67.000 | 29.210 | 1,957.07 | 2.10% | 32.16 |
| **Total Equities** | | | | | **91,202.82** | **97.75%** | **1,977.63** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/03 | Taxable Dividend | PEPSICO INCORPORATED<br>PEP on 40.000000 PD:2012-01-03 | Cash | PEP | 20.60 |
| 01/03 | Taxable Dividend | MACYS INC<br>M on 56.000000 PD:2012-01-03 | Cash | M | 5.60 |
| 01/03 | Taxable Dividend | FEDEX CORP<br>FDX on 20.000000 PD:2012-01-03 | Cash | FDX | 2.60 |
| 01/06 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 23.000000 PD:2012-01-06 | Cash | SLB | 5.75 |
| 01/10 | Taxable Dividend | ILLINOIS TOOL WORKS INC<br>ITW on 35.000000 PD:2012-01-10 | Cash | ITW | 12.60 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/10 | Taxable Dividend | DENTSPLY INTERNATIONAL INC<br>XRAY on 46.000000 PD:2012-01-10 | Cash | XRAY | 2.53 |
| 01/10 | Taxable Dividend | CHUBB CORP<br>CB on 45.000000 PD:2012-01-10 | Cash | CB | 17.55 |
| 01/13 | Taxable Dividend | KRAFT FOODS INC CL A<br>KFT on 69.000000 PD:2012-01-13 | Cash | KFT | 20.01 |
| 01/13 | Taxable Dividend | DIGITAL REALTY TRUST INC (REITS)<br>DLR on 29.000000 PD:2012-01-13 | Cash | DLR | 19.72 |
| 01/17 | Taxable Dividend | RAYMOND JAMES FINL INC<br>RJF on 51.000000 PD:2012-01-17 | Cash | RJF | 6.63 |
| 01/17 | Taxable Dividend | P G & E CORPORATION<br>PCG on 54.000000 PD:2012-01-15 | Cash | PCG | 24.57 |
| 01/18 | Taxable Dividend | THE WALT DISNEY CO<br>DIS on 45.000000 PD:2012-01-18 | Cash | DIS | 27.00 |
| 01/25 | Taxable Dividend | COMCAST CORPORATION CL A NEW<br>CMCSA on 77.000000 PD:2012-01-25 | Cash | CMCSA | 8.66 |
| 01/27 | Taxable Dividend | DANAHER CORP<br>DHR on 47.000000 PD:2012-01-27 | Cash | DHR | 1.18 |
| 01/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.06 |
| 01/31 | Taxable Dividend | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO<br>JPM on 66.000000 PD:2012-01-31 | Cash | JPM | 16.50 |
| **Total Income Activity** | | | | | **191.56** |

## Account Activity

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 01/20 | Journal | ADV FEE | Cash | | (331.54) |
| **Total Funds Withdrawn** | | | | | **(331.54)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 191.50 | | 191.50 | |
| Money Market | 0.06 | | 0.06 | |
| **Total Income** | **191.56** | | **191.56** | |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/30/11 | Beginning Balance | | 2,238.26 |
| 01/03/12 | Sweep to 500 Bank Insured Deposit | 28.80 | 2,267.06 |
| 01/06/12 | Sweep to 500 Bank Insured Deposit | 5.75 | 2,272.81 |
| 01/10/12 | Sweep to 500 Bank Insured Deposit | 32.68 | 2,305.49 |
| 01/13/12 | Sweep to 500 Bank Insured Deposit | 39.73 | 2,345.22 |
| 01/17/12 | Sweep to 500 Bank Insured Deposit | 31.20 | 2,376.42 |
| 01/18/12 | Sweep to 500 Bank Insured Deposit | 27.00 | 2,403.42 |
| 01/23/12 | Sweep from 500 Bank Insured Deposit | (331.54) | 2,071.88 |
| 01/25/12 | Sweep to 500 Bank Insured Deposit | 8.66 | 2,080.54 |
| 01/27/12 | Sweep to 500 Bank Insured Deposit | 1.18 | 2,081.72 |
| 01/30/12 | Accumulated Earnings Posted | 0.06 | 2,081.78 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/31/12 | Sweep to 500 Bank Insured Deposit | 16.50 | 2,098.28 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 02/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 10.75 |
| 02/01/12 | Dividend | DARDEN RESTAURANTS INC | DRI | 14.19 |
| 02/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 12.95 |
| 02/13/12 | Dividend | AIR PRODUCTS & CHEMICALS INC | APD | 11.60 |
| 02/15/12 | Dividend | PROCTER & GAMBLE COMPANY | PG | 15.75 |
| 02/18/12 | Dividend | CATERPILLAR INC | CAT | 7.36 |
| 02/22/12 | Dividend | APACHE CORPORATION | APA | 3.15 |
| **Total** | | | | **75.75** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

## Statement Period

January 31, 2012 to February 29, 2012

Kenny E Marchant Sr
Wood Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 2,193.58 | 95,170.92 | 97,364.50 |
| Total Assets Held in Account | | 2,193.58 | 95,170.92 | 97,364.50 |

**Account Number:** [redacted]
**Kenny E Marchant Sr**
**Wood Asset Management**

**Statement Period**
January 31, 2012 to February 29, 2012



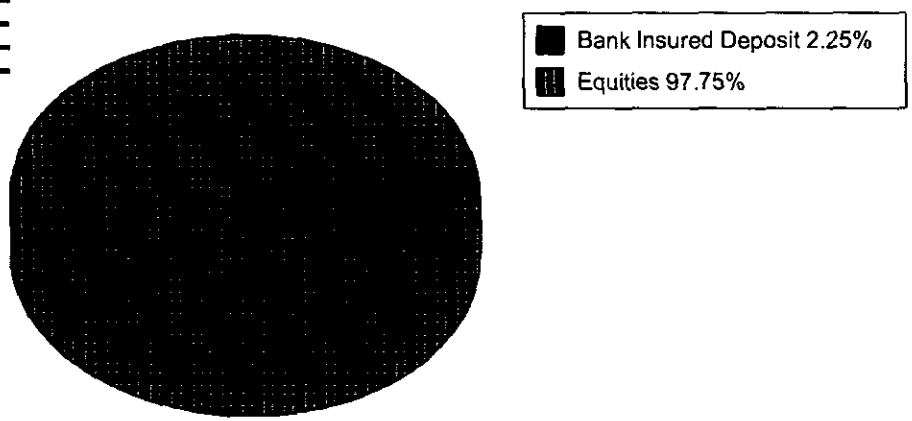
## Account Summary

| | 01/31/12 Value | 02 /29/12 Value |
|---|---|---|
| Bank Insured Deposit * | 2,098.28 | 2,193.58 |
| Equities | 91,202.82 | 95,170.92 |
| **Total Account Value** | **93,301.10** | **97,364.50** |
| **Net Account Value** | **93,301.10** | **97,364.50** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,098.28 | 91,202.82 | 93,301.10 |
| Funds Deposited | | | |
| Income Activity | 95.30 | | 95.30 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,968.10 | 3,968.10 |
| **Ending Balance** | **2,193.58** | **95,170.92** | **97,364.50** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on February 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on February 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 2,193.58 | 2.25% | |
| **Total Bank Insured Deposit *** | | | | | **2,193.58** | **2.25%** | |
| **Equities** | | | | | | | |
| AIR PRODUCTS & CHEMICALS INC | Cash | APD | 20.000 | 90.240 | 1,804.80 | 1.85% | 46.40 |
| APACHE CORPORATION | Cash | APA | 21.000 | 107.930 | 2,266.53 | 2.33% | 14.28 |
| BLACKROCK INCORPORATED | Cash | BLK | 14.000 | 199.000 | 2,786.00 | 2.86% | 84.00 |
| CATERPILLAR INC | Cash | CAT | 16.000 | 114.210 | 1,827.36 | 1.88% | 29.44 |
| CHUBB CORP | Cash | CB | 45.000 | 67.960 | 3,058.20 | 3.14% | 73.80 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 77.000 | 29.405 | 2,264.18 | 2.33% | 50.05 |
| CONOCOPHILLIPS | Cash | COP | 26.000 | 76.550 | 1,990.30 | 2.04% | 68.64 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 40.000 | 52.250 | 2,090.00 | 2.15% | 36.00 |
| DANAHER CORP | Cash | DHR | 47.000 | 52.830 | 2,483.01 | 2.55% | 4.70 |
| DARDEN RESTAURANTS INC | Cash | DRI | 33.000 | 50.990 | 1,682.67 | 1.73% | 56.76 |
| DENTSPLY INTERNATIONAL INC | Cash | XRAY | 46.000 | 38.710 | 1,780.66 | 1.83% | 10.12 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 29.000 | 72.500 | 2,102.50 | 2.16% | 84.68 |
| DIRECTV-CLASS A | Cash | DTV | 41.000 | 46.320 | 1,899.12 | 1.95% | |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| EXXON-MOBIL CORPORATION | Cash | XOM | 46.000 | 86.500 | 3,979.00 | 4.09% | 86.48 |
| FEDEX CORP | Cash | FDX | 20.000 | 89.990 | 1,799.80 | 1.85% | 10.40 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 43.000 | 42.560 | 1,830.08 | 1.88% | 43.00 |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 35.000 | 55.690 | 1,949.15 | 2.00% | 50.40 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 17.000 | 196.730 | 3,344.41 | 3.43% | 51.00 |
| JOHNSON & JOHNSON | Cash | JNJ | 31.000 | 65.080 | 2,017.48 | 2.07% | 70.68 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 66.000 | 39.240 | 2,589.84 | 2.66% | 66.00 |
| KRAFT FOODS INC CL A | Cash | KFT | 69.000 | 38.070 | 2,626.83 | 2.70% | 80.04 |
| MACYS INC | Cash | M | 56.000 | 37.970 | 2,126.32 | 2.18% | 44.80 |
| MCDONALDS CORPORATION | Cash | MCD | 23.000 | 99.280 | 2,283.44 | 2.35% | 64.40 |
| METLIFE INC | Cash | MET | 47.000 | 38.550 | 1,811.85 | 1.86% | 34.78 |
| MICROSOFT CORPORATION | Cash | MSFT | 101.000 | 31.740 | 3,205.74 | 3.29% | 80.80 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 93.000 | 23.440 | 2,179.92 | 2.24% | 22.32 |
| P G & E CORPORATION | Cash | PCG | 54.000 | 41.680 | 2,250.72 | 2.31% | 98.28 |
| PEPSICO INCORPORATED | Cash | PEP | 40.000 | 62.940 | 2,517.60 | 2.59% | 82.40 |
| PFIZER INCORPORATED | Cash | PFE | 91.000 | 21.125 | 1,922.38 | 1.97% | 80.08 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 37.000 | 59.520 | 2,202.24 | 2.26% | 51.80 |
| PROCTER & GAMBLE COMPANY | Cash | PG | 30.000 | 67.620 | 2,028.60 | 2.08% | 63.00 |
| QUALCOMM INC | Cash | QCOM | 33.000 | 62.180 | 2,051.94 | 2.11% | 28.38 |
| RAYMOND JAMES FINL INC | Cash | RJF | 51.000 | 35.370 | 1,803.87 | 1.85% | 26.52 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 23.000 | 77.610 | 1,785.03 | 1.83% | 25.30 |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 45.000 | 35.940 | 1,617.30 | 1.66% | 19.94 |
| TARGET CORP | Cash | TGT | 36.000 | 56.690 | 2,040.84 | 2.10% | 43.20 |
| THE WALT DISNEY CO | Cash | DIS | 45.000 | 41.990 | 1,889.55 | 1.94% | 27.00 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 32.000 | 56.620 | 1,811.84 | 1.86% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TRAVELERS COS INC/THE | Cash | TRV | 30.000 | 57.970 | 1,739.10 | 1.79% | 49.20 |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 42.000 | 51.820 | 2,176.44 | 2.24% | 42.00 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 29.000 | 83.870 | 2,432.23 | 2.50% | 55.68 |
| VISA INC-CLASS A SHRS | Cash | V | 26.000 | 116.370 | 3,025.62 | 3.11% | 22.88 |
| WELLS FARGO & CO | Cash | WFC | 67.000 | 31.290 | 2,096.43 | 2.15% | 32.16 |
| **Total Equities** | | | | | **95,170.92** | **97.75%** | **2,011.79** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 43.000000 PD:2012-02-01 | Cash | FCX | 10.75 |
| 02/01 | Taxable Dividend | DARDEN RESTAURANTS INC<br>DRI on 33.000000 PD:2012-02-01 | Cash | DRI | 14.19 |
| 02/06 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 37.000000 PD:2012-02-05 | Cash | PNC | 12.95 |
| 02/13 | Taxable Dividend | AIR PRODUCTS & CHEMICALS INC<br>APD on 20.000000 PD:2012-02-13 | Cash | APD | 11.60 |
| 02/15 | Taxable Dividend | PROCTER & GAMBLE COMPANY<br>PG on 30.000000 PD:2012-02-15 | Cash | PG | 15.75 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/21 | Taxable Dividend | CATERPILLAR INC<br>CAT on 16.000000 PD:2012-02-18 | Cash | CAT | 7.36 |
| 02/22 | Taxable Dividend | TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485<br>TYC on 42.000000 PD:2012-02-22 | Cash | TYC | 10.50 |
| 02/22 | Taxable Dividend | COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29<br>COV on 40.000000 PD:2012-02-22 | Cash | COV | 9.00 |
| 02/22 | Taxable Dividend | APACHE CORPORATION<br>APA on 21.000000 PD:2012-02-22 | Cash | APA | 3.15 |
| 02/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.05 |
| **Total Income Activity** | | | | | **95.30** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 95.25 | | 286.75 | |
| Money Market | 0.05 | | 0.11 | |
| **Total Income** | **95.30** | | **286.86** | |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/31/12 | Beginning Balance | | 2,098.28 |
| 02/01/12 | Sweep to 500 Bank Insured Deposit | 24.94 | 2,123.22 |
| 02/06/12 | Sweep to 500 Bank Insured Deposit | 12.95 | 2,136.17 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 02/13/12 | Sweep to 500 Bank Insured Deposit | 11.60 | 2,147.77 |
| 02/15/12 | Sweep to 500 Bank Insured Deposit | 15.75 | 2,163.52 |
| 02/21/12 | Sweep to 500 Bank Insured Deposit | 7.36 | 2,170.88 |
| 02/22/12 | Sweep to 500 Bank Insured Deposit | 3.15 | 2,174.03 |
| 02/23/12 | Sweep to 500 Bank Insured Deposit | 19.50 | 2,193.53 |
| 02/28/12 | Accumulated Earnings Posted | 0.05 | 2,193.58 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/01/12 | Dividend | WELLS FARGO & CO | WFC | 8.04 |
| 03/01/12 | Dividend | CONOCOPHILLIPS | COP | 17.16 |
| 03/06/12 | Dividend | VISA INC-CLASS A SHRS | V | 5.72 |
| 03/06/12 | Dividend | PFIZER INCORPORATED | PFE | 20.02 |
| 03/08/12 | Dividend | MICROSOFT CORPORATION | MSFT | 20.20 |
| 03/09/12 | Dividend | EXXON-MOBIL CORPORATION | XOM | 21.62 |
| 03/10/12 | Dividend | TARGET CORP | TGT | 10.80 |
| 03/10/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 12.75 |
| 03/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 13.92 |
| 03/13/12 | Dividend | JOHNSON & JOHNSON | JNJ | 17.67 |
| 04/13/12 | Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | SLB | 6.33 |
| **Total** | | | | **154.23** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
February 29, 2012 to March 30, 2012

Kenny E Marchant Sr
Wood Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 2,450.74 | 97,243.13 | 99,693.87 |
| Total Assets Held in Account | | 2,450.74 | 97,243.13 | 99,693.87 |

URGENT INFORMATION ABOUT YOUR ACCOUNT. ON THE LAST PAGE OF YOUR MARCH STATEMENT IS A TIME SENSITIVE NOTICE, TITLED VERIFICATION OF CUSTOMER INFORMATION. PLEASE REVIEW THIS NOTICE AND CONTACT YOUR FINANCIAL ADVISOR AS SOON AS POSSIBLE, IF ANY INFORMATION HAS CHANGED.

Paperless Statements and Confirms: We are excited to announce that you can now stop the delivery of your paper statements and confirms. Please visit the ClientEXP website,https://clientexp.swst.com/SWS/LogIn, to enroll for eDelivery of all of your Southwest Securities account documents. You may register for access to ClientEXP as well as sign up for eDelivery at this site. If you need any assistance or have any questions please contact your Financial Advisor.

Account Number: [redacted]
Kenny E Marchant Sr
Wood Asset Management

**Statement Period**
February 29, 2012 to March 30, 2012

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1 of 9

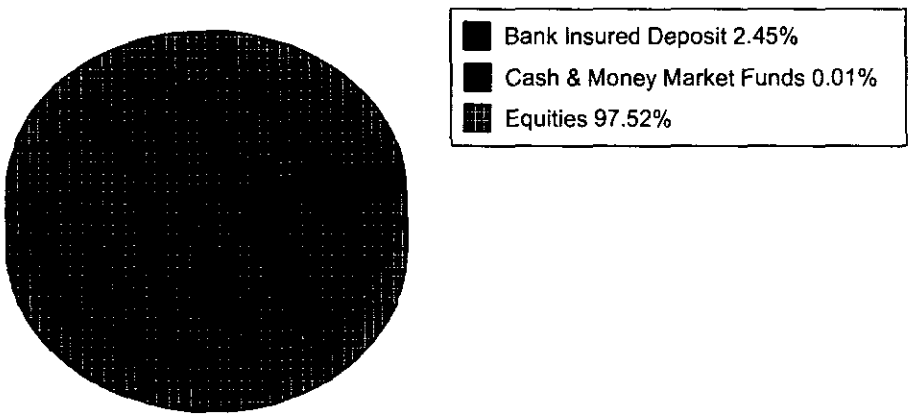
## Account Summary

| | 02/29/12 Value | 03 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | | 6.70 |
| Bank Insured Deposit * | 2,193.58 | 2,444.04 |
| Equities | 95,170.92 | 97,243.13 |
| **Total Account Value** | **97,364.50** | **99,693.87** |
| **Net Account Value** | **97,364.50** | **99,693.87** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,193.58 | 95,170.92 | 97,364.50 |
| Funds Deposited | | | |
| Income Activity | 257.91 | | 257.91 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | (0.75) | | (0.75) |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,072.21 | 2,072.21 |
| **Ending Balance** | **2,450.74** | **97,243.13** | **99,693.87** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on March 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on March 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 6.70 | 0.01% | |
| **Total Cash & Money Market Funds** | | | | | **6.70** | **0.01%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 2,444.04 | 2.45% | |
| **Total Bank Insured Deposit *** | | | | | **2,444.04** | **2.45%** | |
| **Equities** | | | | | | | |
| AIR PRODUCTS & CHEMICALS INC | Cash | APD | 20.000 | 91.800 | 1,836.00 | 1.84% | 51.20 |
| APACHE CORPORATION | Cash | APA | 21.000 | 100.440 | 2,109.24 | 2.12% | 14.28 |
| BLACKROCK INCORPORATED | Cash | BLK | 14.000 | 204.900 | 2,868.60 | 2.88% | 84.00 |
| CATERPILLAR INC | Cash | CAT | 16.000 | 106.520 | 1,704.32 | 1.71% | 29.44 |
| CHUBB CORP | Cash | CB | 45.000 | 69.110 | 3,109.95 | 3.12% | 73.80 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 77.000 | 30.010 | 2,310.77 | 2.32% | 50.05 |
| CONOCOPHILLIPS | Cash | COP | 26.000 | 76.010 | 1,976.26 | 1.98% | 68.64 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 40.000 | 54.680 | 2,187.20 | 2.19% | 36.00 |
| DANAHER CORP | Cash | DHR | 47.000 | 56.000 | 2,632.00 | 2.64% | 4.70 |
| DARDEN RESTAURANTS INC | Cash | DRI | 33.000 | 51.160 | 1,688.28 | 1.69% | 56.76 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DENTSPLY INTERNATIONAL INC | Cash | XRAY | 46.000 | 40.130 | 1,845.98 | 1.85% | 10.12 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 29.000 | 73.970 | 2,145.13 | 2.15% | 84.68 |
| DIRECTV-CLASS A | Cash | DTV | 41.000 | 49.340 | 2,022.94 | 2.03% | |
| EXXON-MOBIL CORPORATION | Cash | XOM | 46.000 | 86.730 | 3,989.58 | 4.00% | 86.48 |
| FEDEX CORP | Cash | FDX | 20.000 | 91.960 | 1,839.20 | 1.84% | 10.40 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 43.000 | 38.040 | 1,635.72 | 1.64% | 53.75 |
| ILLINOIS TOOL WORKS INC | Cash | ITW | 35.000 | 57.120 | 1,999.20 | 2.01% | 50.40 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 17.000 | 208.650 | 3,547.05 | 3.56% | 51.00 |
| JOHNSON & JOHNSON | Cash | JNJ | 31.000 | 65.960 | 2,044.76 | 2.05% | 70.68 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 66.000 | 45.980 | 3,034.68 | 3.04% | 79.20 |
| KRAFT FOODS INC CL A | Cash | KFT | 69.000 | 38.010 | 2,622.69 | 2.63% | 80.04 |
| MACYS INC | Cash | M | 56.000 | 39.730 | 2,224.88 | 2.23% | 44.80 |
| MCDONALDS CORPORATION | Cash | MCD | 23.000 | 98.100 | 2,256.30 | 2.26% | 64.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| METLIFE INC | Cash | MET | 47.000 | 37.350 | 1,755.45 | 1.76% | 34.78 |
| MICROSOFT CORPORATION | Cash | MSFT | 101.000 | 32.255 | 3,257.76 | 3.27% | 80.80 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 93.000 | 23.450 | 2,180.85 | 2.19% | 22.32 |
| P G & E CORPORATION | Cash | PCG | 54.000 | 43.410 | 2,344.14 | 2.35% | 98.28 |
| PEPSICO INCORPORATED | Cash | PEP | 40.000 | 66.350 | 2,654.00 | 2.66% | 82.40 |
| PFIZER INCORPORATED | Cash | PFE | 91.000 | 22.645 | 2,060.70 | 2.07% | 80.08 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 37.000 | 64.490 | 2,386.13 | 2.39% | 51.80 |
| PROCTER & GAMBLE COMPANY | Cash | PG | 30.000 | 67.210 | 2,016.30 | 2.02% | 63.00 |
| QUALCOMM INC | Cash | QCOM | 33.000 | 68.060 | 2,245.98 | 2.25% | 28.38 |
| RAYMOND JAMES FINL INC | Cash | RJF | 51.000 | 36.530 | 1,863.03 | 1.87% | 26.52 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 23.000 | 69.930 | 1,608.39 | 1.61% | 25.30 |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 45.000 | 32.700 | 1,471.50 | 1.48% | 19.94 |
| TARGET CORP | Cash | TGT | 36.000 | 58.270 | 2,097.72 | 2.10% | 43.20 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| THE WALT DISNEY CO | Cash | DIS | 45.000 | 43.780 | 1,970.10 | 1.98% | 27.00 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 32.000 | 56.380 | 1,804.16 | 1.81% | 16.64 |
| TRAVELERS COS INC/THE | Cash | TRV | 30.000 | 59.200 | 1,776.00 | 1.78% | 49.20 |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 42.000 | 56.180 | 2,359.56 | 2.37% | 42.00 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 29.000 | 82.940 | 2,405.26 | 2.41% | 55.68 |
| VISA INC-CLASS A SHRS | Cash | V | 26.000 | 118.000 | 3,068.00 | 3.08% | 22.88 |
| WELLS FARGO & CO | Cash | WFC | 67.000 | 34.140 | 2,287.38 | 2.29% | 32.16 |
| **Total Equities** | | | | | **97,243.13** | **97.52%** | **2,057.18** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/01 | Taxable Dividend | WELLS FARGO & CO<br>WFC on 67.000000 PD:2012-03-01 | Cash | WFC | 8.04 |
| 03/01 | Taxable Dividend | CONOCOPHILLIPS<br>COP on 26.000000 PD:2012-03-01 | Cash | COP | 17.16 |
| 03/06 | Taxable Dividend | VISA INC-CLASS A SHRS<br>V on 26.000000 PD:2012-03-06 | Cash | V | 5.72 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/06 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 91.000000 PD:2012-03-06 | Cash | PFE | 20.02 |
| 03/08 | Taxable Dividend | MICROSOFT CORPORATION<br>MSFT on 101.000000 PD:2012-03-08 | Cash | MSFT | 20.20 |
| 03/09 | Taxable Dividend | EXXON-MOBIL CORPORATION<br>XOM on 46.000000 PD:2012-03-09 | Cash | XOM | 21.62 |
| 03/12 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 29.000000 PD:2012-03-10 | Cash | UTX | 13.92 |
| 03/12 | Taxable Dividend | TARGET CORP<br>TGT on 36.000000 PD:2012-03-10 | Cash | TGT | 10.80 |
| 03/12 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 17.000000 PD:2012-03-10 | Cash | IBM | 12.75 |
| 03/13 | Taxable Dividend | JOHNSON & JOHNSON<br>JNJ on 31.000000 PD:2012-03-13 | Cash | JNJ | 17.67 |
| 03/15 | Taxable Dividend | MCDONALDS CORPORATION<br>MCD on 23.000000 PD:2012-03-15 | Cash | MCD | 16.10 |
| 03/23 | Taxable Dividend | QUALCOMM INC<br>QCOM on 33.000000 PD:2012-03-23 | Cash | QCOM | 7.09 |
| 03/23 | Taxable Dividend | BLACKROCK INCORPORATED<br>BLK on 14.000000 PD:2012-03-23 | Cash | BLK | 21.00 |
| 03/26 | Taxable Dividend | SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079<br>SU on 45.000000 PD:2012-03-26 | Cash | SU | 4.99 |
| 03/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.06 |
| 03/30 | Special Distribution | WELLS FARGO & CO<br>WFC on 67.000000 PD:2012-03-30 | Cash | WFC | 6.70 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/30 | Taxable Dividend | TRAVELERS COS INC/THE<br>TRV on 30.000000 PD:2012-03-30 | Cash | TRV | 12.30 |
| 03/30 | Taxable Dividend | PEPSICO INCORPORATED<br>PEP on 40.000000 PD:2012-03-30 | Cash | PEP | 20.60 |
| 03/30 | Taxable Dividend | DIGITAL REALTY TRUST INC (REITS)<br>DLR on 29.000000 PD:2012-03-30 | Cash | DLR | 21.17 |
| **Total Income Activity** | | | | | **257.91** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 03/26 | Foreign Withholding-DIV | WH for SU on 45.000000 P: 2012-03-26 | Cash | | (0.75) |
| **Total Funds Withdrawn** | | | | | **(0.75)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 257.85 | | 544.60 | |
| Money Market | 0.06 | | 0.17 | |
| **Total Income** | **257.91** | | **544.77** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| *Foreign Taxes Paid* | *(0.75)* | *(0.75)* |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 02/29/12 | Beginning Balance | | 2,193.58 |
| 03/01/12 | Sweep to 500 Bank Insured Deposit | 25.20 | 2,218.78 |
| 03/06/12 | Sweep to 500 Bank Insured Deposit | 25.74 | 2,244.52 |
| 03/08/12 | Sweep to 500 Bank Insured Deposit | 20.20 | 2,264.72 |
| 03/09/12 | Sweep to 500 Bank Insured Deposit | 21.62 | 2,286.34 |
| 03/12/12 | Sweep to 500 Bank Insured Deposit | 37.47 | 2,323.81 |
| 03/13/12 | Sweep to 500 Bank Insured Deposit | 17.67 | 2,341.48 |
| 03/15/12 | Sweep to 500 Bank Insured Deposit | 16.10 | 2,357.58 |
| 03/23/12 | Sweep to 500 Bank Insured Deposit | 28.09 | 2,385.67 |
| 03/27/12 | Sweep to 500 Bank Insured Deposit | 4.24 | 2,389.91 |
| 03/29/12 | Accumulated Earnings Posted | 0.06 | 2,389.97 |
| 03/30/12 | Sweep to 500 Bank Insured Deposit | 54.07 | 2,444.04 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/02/12 | Dividend | FEDEX CORP | FDX | 2.60 |
| 04/02/12 | Dividend | MACYS INC | M | 11.20 |
| 04/03/12 | Dividend | CHUBB CORP | CB | 18.45 |
| 04/13/12 | Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | SLB | 6.33 |
| 04/16/12 | Dividend | THERMO FISHER SCIENTIFIC INC | TMO | 4.16 |
| **Total** | | | | **42.74** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the *maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net* capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
March 30, 2012 to April 30, 2012

Kenny E Marchant Sr
Wood Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 3,756.35 | 95,446.40 | 99,202.76 |
| Total Assets Held in Account | | 3,756.35 | 95,446.40 | 99,202.76 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

Account Number: [redacted]
Kenny E Marchant Sr
Wood Asset Management

**Statement Period**
March 30, 2012 to April 30, 2012

**Page**

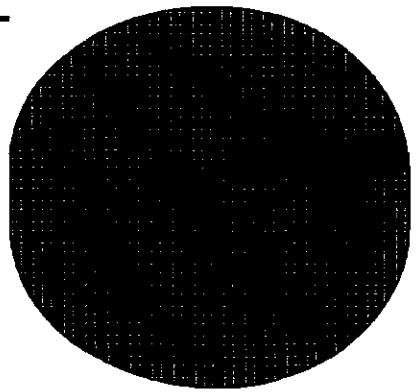

## Account Summary

| | 03/30/12 Value | 04 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 6.70 | |
| Bank Insured Deposit * | 2,444.04 | 3,756.35 |
| Equities | 97,243.13 | 95,446.40 |
| **Total Account Value** | **99,693.87** | **99,202.76** |
| **Net Account Value** | **99,693.87** | **99,202.76** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,450.74 | 97,243.13 | 99,693.87 |
| Funds Deposited | | | |
| Income Activity | 142.63 | | 142.63 |
| Securities Sold/Matured | 12,096.01 | (12,096.01) | |
| Securities Received | | | |
| Funds Withdrawn | (371.81) | | (371.81) |
| Margin Interest | | | |
| Securities Purchased | (10,561.22) | 10,561.22 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (261.94) | (261.94) |
| **Ending Balance** | **3,756.35** | **95,446.40** | **99,202.76** |

## Account Holdings



Bank Insured Deposit 3.79%
Cash & Money Market Funds 0.00%
Equities 96.23%

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on April 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on April 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 3,756.35 | 3.79% | |
| **Total Bank Insured Deposit *** | | | | | **3,756.35** | **3.79%** | |
| **Equities** | | | | | | | |
| AIR PRODUCTS & CHEMICALS INC | Cash | APD | 20.000 | 85.490 | 1,709.80 | 1.72% | 51.20 |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 37.000 | 60.210 | 2,227.77 | 2.25% | 29.60 |
| APACHE CORPORATION | Cash | APA | 21.000 | 95.940 | 2,014.74 | 2.03% | 14.28 |
| BAKER HUGHES INCORPORATED | Cash | BHI | 40.000 | 44.110 | 1,764.40 | 1.78% | 24.00 |
| BLACKROCK INCORPORATED | Cash | BLK | 14.000 | 191.580 | 2,682.12 | 2.70% | 84.00 |
| CATERPILLAR INC | Cash | CAT | 16.000 | 102.770 | 1,644.32 | 1.66% | 29.44 |
| CHUBB CORP | Cash | CB | 45.000 | 73.070 | 3,288.15 | 3.31% | 73.80 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 77.000 | 30.345 | 2,336.57 | 2.36% | 50.05 |
| CONOCOPHILLIPS | Cash | COP | 26.000 | 71.630 | 1,862.38 | 1.88% | 68.64 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 40.000 | 55.230 | 2,209.20 | 2.23% | 36.00 |
| DANAHER CORP | Cash | DHR | 47.000 | 54.220 | 2,548.34 | 2.57% | 4.70 |
| DARDEN RESTAURANTS INC | Cash | DRI | 33.000 | 50.080 | 1,652.64 | 1.67% | 56.76 |
| DENTSPLY INTERNATIONAL INC | Cash | XRAY | 46.000 | 41.060 | 1,888.76 | 1.90% | 10.12 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 29.000 | 75.090 | 2,177.61 | 2.20% | 84.68 |
| DIRECTV-CLASS A | Cash | DTV | 41.000 | 49.280 | 2,020.48 | 2.04% | |
| EXXON-MOBIL CORPORATION | Cash | XOM | 46.000 | 86.340 | 3,971.64 | 4.00% | 104.88 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 43.000 | 38.300 | 1,646.90 | 1.66% | 53.75 |
| H J HEINZ COMPANY | Cash | HNZ | 44.000 | 53.310 | 2,345.64 | 2.36% | 84.48 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 17.000 | 207.080 | 3,520.36 | 3.55% | 57.80 |
| JOHNSON & JOHNSON | Cash | JNJ | 31.000 | 65.100 | 2,018.10 | 2.03% | 75.64 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 66.000 | 42.980 | 2,836.68 | 2.86% | 79.20 |
| KRAFT FOODS INC CL A | Cash | KFT | 69.000 | 39.870 | 2,751.03 | 2.77% | 80.04 |
| MACYS INC | Cash | M | 56.000 | 41.020 | 2,297.12 | 2.32% | 44.80 |
| MICROSOFT CORPORATION | Cash | MSFT | 101.000 | 32.015 | 3,233.51 | 3.26% | 80.80 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 93.000 | 21.690 | 2,017.17 | 2.03% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| PEPSICO INCORPORATED | Cash | PEP | 40.000 | 66.000 | 2,640.00 | 2.66% | 82.40 |
| PFIZER INCORPORATED | Cash | PFE | 91.000 | 22.900 | 2,083.90 | 2.10% | 80.08 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 37.000 | 66.320 | 2,453.84 | 2.47% | 59.20 |
| QUALCOMM INC | Cash | QCOM | 33.000 | 63.830 | 2,106.39 | 2.12% | 33.00 |
| RAYMOND JAMES FINL INC | Cash | RJF | 51.000 | 36.620 | 1,867.62 | 1.88% | 26.52 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 23.000 | 74.140 | 1,705.22 | 1.72% | 25.30 |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 45.000 | 33.040 | 1,486.80 | 1.50% | 19.94 |
| TARGET CORP | Cash | TGT | 36.000 | 57.940 | 2,085.84 | 2.10% | 43.20 |
| THE WALT DISNEY CO | Cash | DIS | 45.000 | 43.110 | 1,939.95 | 1.96% | 27.00 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 32.000 | 55.650 | 1,780.80 | 1.80% | 16.64 |
| TIMKEN COMPANY | Cash | TKR | 43.000 | 56.510 | 2,429.93 | 2.45% | 39.56 |
| TRAVELERS COS INC/THE | Cash | TRV | 30.000 | 64.320 | 1,929.60 | 1.95% | 55.20 |
| TYCO INTERNATIONAL LTD ISIN #CH0100383485 | Cash | TYC | 42.000 | 56.130 | 2,357.46 | 2.38% | 42.00 |
| UNITED PARCEL SERVICE INC CL B | Cash | UPS | 27.000 | 78.140 | 2,109.78 | 2.13% | 61.56 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 29.000 | 81.640 | 2,367.56 | 2.39% | 55.68 |
| VISA INC-CLASS A SHRS | Cash | V | 26.000 | 122.980 | 3,197.48 | 3.22% | 22.88 |
| WELLS FARGO & CO | Cash | WFC | 67.000 | 33.415 | 2,238.80 | 2.26% | 58.96 |
| **Total Equities** | | | | | **95,446.40** | **96.23%** | **2,027.78** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/02 | Taxable Dividend | MACYS INC<br>M on 56.000000 PD:2012-04-02 | Cash | M | 11.20 |
| 04/02 | Taxable Dividend | FEDEX CORP<br>FDX on 20.000000 PD:2012-04-02 | Cash | FDX | 2.60 |
| 04/03 | Taxable Dividend | CHUBB CORP<br>CB on 45.000000 PD:2012-04-03 | Cash | CB | 18.45 |
| 04/10 | Taxable Dividend | ILLINOIS TOOL WORKS INC<br>ITW on 35.000000 PD:2012-04-10 | Cash | ITW | 12.60 |
| 04/13 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 23.000000 PD:2012-04-13 | Cash | SLB | 6.33 |
| 04/13 | Taxable Dividend | DENTSPLY INTERNATIONAL INC<br>XRAY on 46.000000 PD:2012-04-13 | Cash | XRAY | 2.53 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/16 | Taxable Dividend | THERMO FISHER SCIENTIFIC INC<br>TMO on 32.000000 PD:2012-04-16 | Cash | TMO | 4.16 |
| 04/16 | Taxable Dividend | RAYMOND JAMES FINL INC<br>RJF on 51.000000 PD:2012-04-16 | Cash | RJF | 6.63 |
| 04/16 | Taxable Dividend | P G & E CORPORATION<br>PCG on 54.000000 PD:2012-04-15 | Cash | PCG | 24.57 |
| 04/16 | Taxable Dividend | KRAFT FOODS INC CL A<br>KFT on 69.000000 PD:2012-04-16 | Cash | KFT | 20.01 |
| 04/25 | Taxable Dividend | COMCAST CORPORATION CL A NEW<br>CMCSA on 77.000000 PD:2012-04-25 | Cash | CMCSA | 12.51 |
| 04/27 | Taxable Dividend | DANAHER CORP<br>DHR on 47.000000 PD:2012-04-27 | Cash | DHR | 1.18 |
| 04/27 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.06 |
| 04/30 | Taxable Dividend | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO<br>JPM on 66.000000 PD:2012-04-30 | Cash | JPM | 19.80 |
| **Total Income Activity** | | | | | **142.63** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/03 | Sell | PROCTER & GAMBLE COMPANY | Cash | PG | (30.000) | 67.270 | 2,018.05 |
| 04/03 | Sell | P G & E CORPORATION | Cash | PCG | (54.000) | 43.090 | 2,326.82 |
| 04/03 | Sell | MCDONALDS CORPORATION | Cash | MCD | (23.000) | 99.150 | 2,280.40 |
| 04/03 | Sell | FEDEX CORP | Cash | FDX | (20.000) | 91.260 | 1,825.16 |
| 04/11 | Sell | METLIFE INC | Cash | MET | (47.000) | 35.530 | 1,669.87 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/12 | Sell | ILLINOIS TOOL WORKS INC | Cash | ITW | (35.000) | 56.450 | 1,975.71 |
| **Total Securities Sold/Matured** | | | | | | | **12,096.01** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 04/23 | Journal | ADV FEE | Cash | | (371.81) |
| **Total Funds Withdrawn** | | | | | **(371.81)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/03 | Buy | UNITED PARCEL SERVICE INC CL B | Cash | UPS | 27.000 | 80.370 | (2,169.99) |
| 04/03 | Buy | TIMKEN COMPANY | Cash | TKR | 43.000 | 51.928 | (2,232.89) |
| 04/03 | Buy | BAKER HUGHES INCORPORATED | Cash | BHI | 40.000 | 41.660 | (1,666.40) |
| 04/03 | Buy | AMERICAN EXPRESS COMPANY | Cash | AXP | 37.000 | 58.460 | (2,163.02) |
| 04/12 | Buy | H J HEINZ COMPANY | Cash | HNZ | 44.000 | 52.930 | (2,328.92) |
| **Total Securities Purchased** | | | | | | | **(10,561.22)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 142.57 | | 687.17 | |
| Money Market | 0.06 | | 0.23 | |
| **Total Income** | **142.63** | | **687.40** | |

## *Other Important Information*

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| Foreign Taxes Paid | | (0.75) |
| Sales Proceeds | 12,096.01 | 12,096.01 |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 03/30/12 | Beginning Balance | | 2,444.04 |
| 04/02/12 | Sweep to 500 Bank Insured Deposit | 20.50 | 2,464.54 |
| 04/03/12 | Sweep to 500 Bank Insured Deposit | 18.45 | 2,482.99 |
| 04/09/12 | Sweep to 500 Bank Insured Deposit | 218.13 | 2,701.12 |
| 04/10/12 | Sweep to 500 Bank Insured Deposit | 12.60 | 2,713.72 |
| 04/13/12 | Sweep to 500 Bank Insured Deposit | 2.53 | 2,716.25 |
| 04/16/12 | Sweep to 500 Bank Insured Deposit | 1,731.57 | 4,447.82 |
| 04/17/12 | Sweep from 500 Bank Insured Deposit | (353.21) | 4,094.61 |
| 04/24/12 | Sweep from 500 Bank Insured Deposit | (371.81) | 3,722.80 |
| 04/25/12 | Sweep to 500 Bank Insured Deposit | 12.51 | 3,735.31 |
| 04/27/12 | Accumulated Earnings Posted | 0.06 | 3,735.37 |
| 04/27/12 | Sweep to 500 Bank Insured Deposit | 1.18 | 3,736.55 |
| 04/30/12 | Sweep to 500 Bank Insured Deposit | 19.80 | 3,756.35 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 05/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 13.44 |
| 05/01/12 | Dividend | DARDEN RESTAURANTS INC | DRI | 14.19 |
| 05/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 14.80 |
| 05/14/12 | Dividend | AIR PRODUCTS & CHEMICALS INC | APD | 12.80 |
| 05/19/12 | Dividend | CATERPILLAR INC | CAT | 7.36 |
| 05/22/12 | Dividend | APACHE CORPORATION | APA | 3.57 |
| **Total** | | | | **66.16** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
April 30, 2012 to May 31, 2012

Kenny E Marchant Sr
Wood Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 3,601.92 | 88,949.73 | 92,551.65 |
| Total Assets Held in Account | | 3,601.92 | 88,949.73 | 92,551.65 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Kenny E Marchant Sr**
**Wood Asset Management**

**Statement Period**
April 30, 2012 to May 31, 2012

**Page**
1 of 9

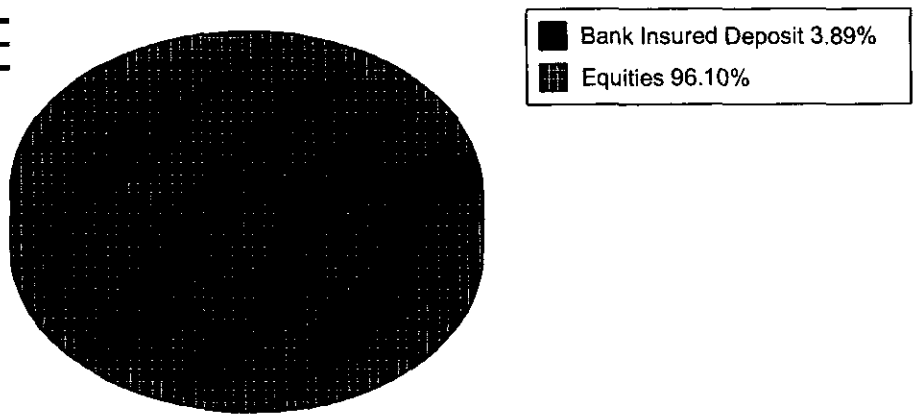
## Account Summary

| | 04/30/12 Value | 05 /31/12 Value |
|---|---|---|
| Bank Insured Deposit * | 3,756.35 | 3,601.92 |
| Equities | 95,446.40 | 88,949.73 |
| **Total Account Value** | **99,202.76** | **92,551.65** |
| **Net Account Value** | **99,202.76** | **92,551.65** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 3,756.35 | 95,446.40 | 99,202.76 |
| Funds Deposited | | | |
| Income Activity | 93.80 | | 93.80 |
| Securities Sold/Matured | 5,679.70 | (5,679.70) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (5,927.93) | 5,927.93 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (6,744.90) | (6,744.90) |
| **Ending Balance** | **3,601.92** | **88,949.73** | **92,551.65** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on May 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on May 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 3,601.92 | 3.89% | |
| **Total Bank Insured Deposit *** | | | | | **3,601.92** | **3.89%** | |
| **Equities** | | | | | | | |
| AIR PRODUCTS & CHEMICALS INC | Cash | APD | 20.000 | 79.040 | 1,580.80 | 1.71% | 51.20 |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 37.000 | 55.830 | 2,065.71 | 2.23% | 29.60 |
| APACHE CORPORATION | Cash | APA | 21.000 | 81.380 | 1,708.98 | 1.85% | 14.28 |
| BAKER HUGHES INCORPORATED | Cash | BHI | 40.000 | 41.730 | 1,669.20 | 1.80% | 24.00 |
| BLACKROCK INCORPORATED | Cash | BLK | 14.000 | 170.800 | 2,391.20 | 2.58% | 84.00 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 42.000 | 51.370 | 2,157.54 | 2.33% | 8.40 |
| CATERPILLAR INC | Cash | CAT | 16.000 | 87.620 | 1,401.92 | 1.51% | 29.44 |
| CHEVRON CORPORATION | Cash | CVX | 17.000 | 98.310 | 1,671.27 | 1.81% | 61.20 |
| CHUBB CORP | Cash | CB | 45.000 | 72.070 | 3,243.15 | 3.50% | 73.80 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 77.000 | 28.910 | 2,226.07 | 2.41% | 50.05 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 40.000 | 51.780 | 2,071.20 | 2.24% | 36.00 |
| DANAHER CORP | Cash | DHR | 47.000 | 51.970 | 2,442.59 | 2.64% | 4.70 |
| DARDEN RESTAURANTS INC | Cash | DRI | 33.000 | 51.730 | 1,707.09 | 1.84% | 56.76 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 29.000 | 70.770 | 2,052.33 | 2.22% | 84.68 |
| DIRECTV-CLASS A | Cash | DTV | 41.000 | 44.450 | 1,822.45 | 1.97% | |
| EXXON-MOBIL CORPORATION | Cash | XOM | 46.000 | 78.630 | 3,616.98 | 3.91% | 104.88 |
| FEDEX CORP | Cash | FDX | 20.000 | 89.140 | 1,782.80 | 1.93% | 10.40 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 43.000 | 32.040 | 1,377.72 | 1.49% | 53.75 |
| H J HEINZ COMPANY | Cash | HNZ | 44.000 | 53.080 | 2,335.52 | 2.52% | 90.64 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 17.000 | 192.900 | 3,279.30 | 3.54% | 57.80 |
| JOHNSON & JOHNSON | Cash | JNJ | 31.000 | 62.430 | 1,935.33 | 2.09% | 75.64 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 66.000 | 33.150 | 2,187.90 | 2.36% | 79.20 |
| KRAFT FOODS INC CL A | Cash | KFT | 69.000 | 38.270 | 2,640.63 | 2.85% | 80.04 |
| MACYS INC | Cash | M | 56.000 | 38.050 | 2,130.80 | 2.30% | 44.80 |
| MICROSOFT CORPORATION | Cash | MSFT | 101.000 | 29.190 | 2,948.19 | 3.19% | 80.80 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | 93.000 | 21.670 | 2,015.31 | 2.18% | |
| PEPSICO INCORPORATED | Cash | PEP | 40.000 | 67.850 | 2,714.00 | 2.93% | 86.00 |
| PFIZER INCORPORATED | Cash | PFE | 91.000 | 21.870 | 1,990.17 | 2.15% | 80.08 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 37.000 | 61.420 | 2,272.54 | 2.46% | 59.20 |
| QUALCOMM INC | Cash | QCOM | 33.000 | 57.310 | 1,891.23 | 2.04% | 33.00 |
| RAYMOND JAMES FINL INC | Cash | RJF | 51.000 | 34.180 | 1,743.18 | 1.88% | 26.52 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 23.000 | 63.250 | 1,454.75 | 1.57% | 25.30 |
| SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079 | Cash | SU | 45.000 | 26.990 | 1,214.55 | 1.31% | 23.72 |
| TARGET CORP | Cash | TGT | 36.000 | 57.910 | 2,084.76 | 2.25% | 43.20 |
| THE WALT DISNEY CO | Cash | DIS | 45.000 | 45.710 | 2,056.95 | 2.22% | 27.00 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 32.000 | 50.480 | 1,615.36 | 1.75% | 16.64 |
| TIMKEN COMPANY | Cash | TKR | 43.000 | 47.700 | 2,051.10 | 2.22% | 39.56 |
| TRAVELERS COS INC/THE | Cash | TRV | 30.000 | 62.490 | 1,874.70 | 2.03% | 55.20 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 42.000 | 53.160 | 2,232.72 | 2.41% | 42.00 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 29.000 | 74.110 | 2,149.19 | 2.32% | 55.68 |
| VISA INC-CLASS A SHRS | Cash | V | 26.000 | 115.200 | 2,995.20 | 3.24% | 22.88 |
| WELLS FARGO & CO | Cash | WFC | 67.000 | 32.050 | 2,147.35 | 2.32% | 58.96 |
| **Total Equities** | | | | | **88,949.73** | **96.10%** | **1,981.00** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 43.000000 PD:2012-05-01 | Cash | FCX | 13.44 |
| 05/01 | Taxable Dividend | DARDEN RESTAURANTS INC<br>DRI on 33.000000 PD:2012-05-01 | Cash | DRI | 14.19 |
| 05/07 | Taxable Dividend | COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29<br>COV on 40.000000 PD:2012-05-07 | Cash | COV | 9.00 |
| 05/07 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 37.000000 PD:2012-05-05 | Cash | PNC | 14.80 |
| 05/14 | Taxable Dividend | AIR PRODUCTS & CHEMICALS INC<br>APD on 20.000000 PD:2012-05-14 | Cash | APD | 12.80 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/18 | Taxable Dividend | BAKER HUGHES INCORPORATED<br>BHI on 40.000000 PD:2012-05-18 | Cash | BHI | 6.00 |
| 05/21 | Taxable Dividend | CATERPILLAR INC<br>CAT on 16.000000 PD:2012-05-19 | Cash | CAT | 7.36 |
| 05/22 | Taxable Dividend | APACHE CORPORATION<br>APA on 21.000000 PD:2012-05-22 | Cash | APA | 3.57 |
| 05/23 | Taxable Dividend | TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485<br>TYC on 42.000000 PD:2012-05-23 | Cash | TYC | 10.50 |
| 05/29 | Taxable Dividend | CAPITAL ONE FINANCIAL CORP<br>COF on 42.000000 PD:2012-05-29 | Cash | COF | 2.10 |
| 05/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.04 |
| **Total Income Activity** | | | | | **93.80** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/02 | Sell | PHILLIPS 66 | Cash | PSX | (13.000) | 31.805 | 413.46 |
| 05/02 | Sell | CONOCOPHILLIPS | Cash | COP | (26.000) | 54.760 | 1,423.73 |
| 05/03 | Sell | UNITED PARCEL SERVICE INC CL B | Cash | UPS | (27.000) | 78.180 | 2,110.81 |
| 05/23 | Sell | DENTSPLY INTERNATIONAL INC | Cash | XRAY | (46.000) | 37.646 | 1,731.70 |
| **Total Securities Sold/Matured** | | | | | | | **5,679.70** |

## Account Activity

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 05/01 | Stock Spinoff | PHILLIPS 66<br>COP on 26.000000 PD:2012-04-30 | Cash | PSX | 13.000 | |
| **Total Securities Received** | | | | | | |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/02 | Buy | CHEVRON CORPORATION | Cash | CVX | 17.000 | 106.780 | (1,815.26) |
| 05/03 | Buy | FEDEX CORP | Cash | FDX | 20.000 | 89.041 | (1,780.83) |
| 05/03 | Buy | CAPITAL ONE FINANCIAL CORP | Cash | COF | 42.000 | 55.520 | (2,331.84) |
| **Total Securities Purchased** | | | | | | | **(5,927.93)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 93.76 | | 780.93 | |
| Money Market | 0.04 | | 0.27 | |
| **Total Income** | **93.80** | | **781.20** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(0.75)** |
| **Sales Proceeds** | **5,679.70** | **17,775.71** |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/30/12 | Beginning Balance | | 3,756.35 |
| 05/01/12 | Sweep to 500 Bank Insured Deposit | 27.63 | 3,783.98 |
| 05/07/12 | Sweep to 500 Bank Insured Deposit | 36.73 | 3,820.71 |
| 05/08/12 | Sweep from 500 Bank Insured Deposit | (1,992.86) | 1,827.85 |
| 05/14/12 | Sweep to 500 Bank Insured Deposit | 12.80 | 1,840.65 |
| 05/18/12 | Sweep to 500 Bank Insured Deposit | 6.00 | 1,846.65 |
| 05/21/12 | Sweep to 500 Bank Insured Deposit | 7.36 | 1,854.01 |
| 05/22/12 | Sweep to 500 Bank Insured Deposit | 3.57 | 1,857.58 |
| 05/24/12 | Sweep to 500 Bank Insured Deposit | 10.50 | 1,868.08 |
| 05/29/12 | Sweep to 500 Bank Insured Deposit | 1,733.80 | 3,601.88 |
| 05/30/12 | Accumulated Earnings Posted | 0.04 | 3,601.92 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/01/12 | Dividend | WELLS FARGO & CO | WFC | 14.74 |
| 06/05/12 | Dividend | VISA INC-CLASS A SHRS | V | 5.72 |
| 06/05/12 | Dividend | TIMKEN COMPANY | TKR | 9.89 |
| 06/05/12 | Dividend | PFIZER INCORPORATED | PFE | 20.02 |
| 06/09/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 14.45 |
| 06/10/12 | Dividend | TARGET CORP | TGT | 10.80 |
| 06/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 13.92 |
| 06/11/12 | Dividend | CHEVRON CORPORATION | CVX | 15.30 |
| 06/11/12 | Dividend | EXXON-MOBIL CORPORATION | XOM | 26.22 |
| 06/12/12 | Dividend | JOHNSON & JOHNSON | JNJ | 18.91 |

## Other Important Information

### Estimated Pending Income (continued)

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/14/12 | Dividend | MICROSOFT CORPORATION | MSFT | 20.20 |
| **Total** | | | | **170.17** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
May 31, 2012 to June 29, 2012

Kenny E Marchant Sr
Wood Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 2,868.18 | 92,588.83 | 95,457.01 |
| Total Assets Held in Account | | 2,868.18 | 92,588.83 | 95,457.01 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

Account Number: [redacted]
Kenny E Marchant Sr
Wood Asset Management

**Statement Period**
May 31, 2012 to June 29, 2012

**Page**
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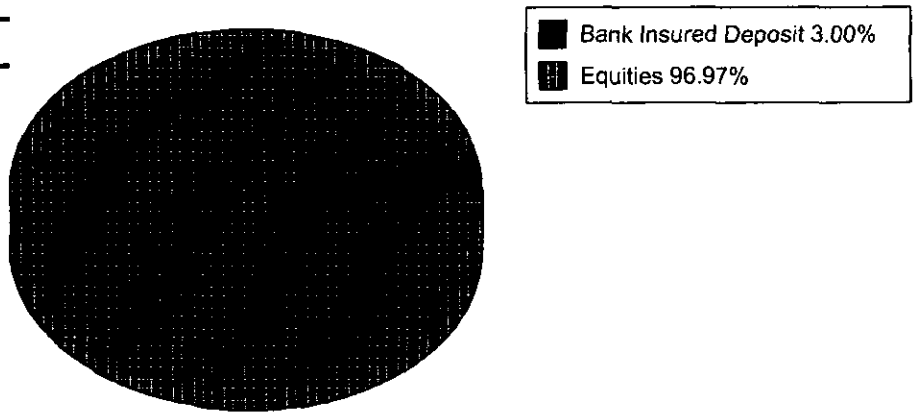
## Account Summary

| | 05/31/12 Value | 06 /29/12 Value |
|---|---|---|
| Bank Insured Deposit * | 3,601.92 | 2,868.18 |
| Equities | 88,949.73 | 92,588.83 |
| **Total Account Value** | **92,551.65** | **95,457.01** |
| **Net Account Value** | **92,551.65** | **95,457.01** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 3,601.92 | 88,949.73 | 92,551.65 |
| Funds Deposited | | | |
| Income Activity | 261.61 | | 261.61 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | (0.85) | | (0.85) |
| Margin Interest | | | |
| Securities Purchased | (994.50) | 994.50 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,644.60 | 2,644.60 |
| **Ending Balance** | **2,868.18** | **92,588.83** | **95,457.01** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on June 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on June 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 2,868.18 | 3.00% | |
| **Total Bank Insured Deposit *** | | | | | **2,868.18** | **3.00%** | |
| **Equities** | | | | | | | |
| AIR PRODUCTS & CHEMICALS INC | Cash | APD | 20.000 | 80.730 | 1,614.60 | 1.69% | 51.20 |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 37.000 | 58.210 | 2,153.77 | 2.26% | 29.60 |
| APACHE CORPORATION | Cash | APA | 21.000 | 87.890 | 1,845.69 | 1.93% | 14.28 |
| BAKER HUGHES INCORPORATED | Cash | BHI | 40.000 | 41.100 | 1,644.00 | 1.72% | 24.00 |
| BLACKROCK INCORPORATED | Cash | BLK | 14.000 | 169.820 | 2,377.48 | 2.49% | 84.00 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 42.000 | 54.660 | 2,295.72 | 2.40% | 8.40 |
| CATERPILLAR INC | Cash | CAT | 16.000 | 84.910 | 1,358.56 | 1.42% | 33.28 |
| CHEVRON CORPORATION | Cash | CVX | 17.000 | 105.500 | 1,793.50 | 1.88% | 61.20 |
| CHUBB CORP | Cash | CB | 45.000 | 72.820 | 3,276.90 | 3.43% | 73.80 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 77.000 | 31.970 | 2,461.69 | 2.58% | 50.05 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 40.000 | 53.500 | 2,140.00 | 2.24% | 36.00 |
| DANAHER CORP | Cash | DHR | 47.000 | 52.080 | 2,447.76 | 2.56% | 4.70 |
| DARDEN RESTAURANTS INC | Cash | DRI | 33.000 | 50.630 | 1,670.79 | 1.75% | 66.00 |

* - *FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org).* See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 29.000 | 75.070 | 2,177.03 | 2.28% | 84.68 |
| DIRECTV-CLASS A | Cash | DTV | 41.000 | 48.820 | 2,001.62 | 2.10% | |
| EXXON-MOBIL CORPORATION | Cash | XOM | 46.000 | 85.570 | 3,936.22 | 4.12% | 104.88 |
| FEDEX CORP | Cash | FDX | 20.000 | 91.610 | 1,832.20 | 1.92% | 11.20 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 43.000 | 34.070 | 1,465.01 | 1.53% | 53.75 |
| H J HEINZ COMPANY | Cash | HNZ | 44.000 | 54.380 | 2,392.72 | 2.51% | 90.64 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 17.000 | 195.580 | 3,324.86 | 3.48% | 57.80 |
| JOHNSON & JOHNSON | Cash | JNJ | 46.000 | 67.560 | 3,107.76 | 3.26% | 112.24 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 66.000 | 35.730 | 2,358.18 | 2.47% | 79.20 |
| KRAFT FOODS INC CL A | Cash | KFT | 69.000 | 38.620 | 2,664.78 | 2.79% | 80.04 |
| MACYS INC | Cash | M | 56.000 | 34.350 | 1,923.60 | 2.02% | 44.80 |
| MICROSOFT CORPORATION | Cash | MSFT | 101.000 | 30.590 | 3,089.59 | 3.24% | 80.80 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | 93.000 | 21.370 | 1,987.41 | 2.08% | |
| PEPSICO INCORPORATED | Cash | PEP | 40.000 | 70.660 | 2,826.40 | 2.96% | 86.00 |
| PFIZER INCORPORATED | Cash | PFE | 91.000 | 23.000 | 2,093.00 | 2.19% | 80.08 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 37.000 | 61.110 | 2,261.07 | 2.37% | 59.20 |
| QUALCOMM INC | Cash | QCOM | 33.000 | 55.680 | 1,837.44 | 1.92% | 33.00 |
| RAYMOND JAMES FINL INC | Cash | RJF | 51.000 | 34.240 | 1,746.24 | 1.83% | 26.52 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 23.000 | 64.910 | 1,492.93 | 1.56% | 25.30 |
| SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079 | Cash | SU | 45.000 | 28.950 | 1,302.75 | 1.36% | 22.73 |
| TARGET CORP | Cash | TGT | 36.000 | 58.190 | 2,094.84 | 2.19% | 51.84 |
| THE WALT DISNEY CO | Cash | DIS | 45.000 | 48.500 | 2,182.50 | 2.29% | 27.00 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 32.000 | 51.910 | 1,661.12 | 1.74% | 16.64 |
| TIMKEN COMPANY | Cash | TKR | 43.000 | 45.790 | 1,968.97 | 2.06% | 39.56 |
| TRAVELERS COS INC/THE | Cash | TRV | 30.000 | 63.840 | 1,915.20 | 2.01% | 55.20 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 42.000 | 52.850 | 2,219.70 | 2.33% | 42.00 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 29.000 | 75.530 | 2,190.37 | 2.29% | 62.06 |
| VISA INC-CLASS A SHRS | Cash | V | 26.000 | 123.630 | 3,214.38 | 3.37% | 22.88 |
| WELLS FARGO & CO | Cash | WFC | 67.000 | 33.440 | 2,240.48 | 2.35% | 58.96 |
| **Total Equities** | | | | | **92,588.83** | **96.97%** | **2,045.51** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/01 | Taxable Dividend | WELLS FARGO & CO<br>WFC on 67.000000 PD:2012-06-01 | Cash | WFC | 14.74 |
| 06/05 | Taxable Dividend | VISA INC-CLASS A SHRS<br>V on 26.000000 PD:2012-06-05 | Cash | V | 5.72 |
| 06/05 | Taxable Dividend | TIMKEN COMPANY<br>TKR on 43.000000 PD:2012-06-05 | Cash | TKR | 9.89 |
| 06/05 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 91.000000 PD:2012-06-05 | Cash | PFE | 20.02 |
| 06/11 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 29.000000 PD:2012-06-10 | Cash | UTX | 13.92 |
| 06/11 | Taxable Dividend | TARGET CORP<br>TGT on 36.000000 PD:2012-06-10 | Cash | TGT | 10.80 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/11 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 17.000000 PD:2012-06-09 | Cash | IBM | 14.45 |
| 06/11 | Taxable Dividend | EXXON-MOBIL CORPORATION<br>XOM on 46.000000 PD:2012-06-11 | Cash | XOM | 26.22 |
| 06/11 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 17.000000 PD:2012-06-11 | Cash | CVX | 15.30 |
| 06/12 | Taxable Dividend | JOHNSON & JOHNSON<br>JNJ on 31.000000 PD:2012-06-12 | Cash | JNJ | 18.91 |
| 06/14 | Taxable Dividend | MICROSOFT CORPORATION<br>MSFT on 101.000000 PD:2012-06-14 | Cash | MSFT | 20.20 |
| 06/20 | Taxable Dividend | QUALCOMM INC<br>QCOM on 33.000000 PD:2012-06-20 | Cash | QCOM | 8.25 |
| 06/25 | Taxable Dividend | SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079<br>SU on 45.000000 PD:2012-06-25 | Cash | SU | 5.67 |
| 06/25 | Taxable Dividend | BLACKROCK INCORPORATED<br>BLK on 14.000000 PD:2012-06-25 | Cash | BLK | 21.00 |
| 06/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.05 |
| 06/29 | Taxable Dividend | TRAVELERS COS INC/THE<br>TRV on 30.000000 PD:2012-06-29 | Cash | TRV | 13.80 |
| 06/29 | Taxable Dividend | PEPSICO INCORPORATED<br>PEP on 40.000000 PD:2012-06-29 | Cash | PEP | 21.50 |
| 06/29 | Taxable Dividend | DIGITAL REALTY TRUST INC (REITS)<br>DLR on 29.000000 PD:2012-06-29 | Cash | DLR | 21.17 |
| **Total Income Activity** | | | | | **261.61** |

## Account Activity

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 06/25 | Foreign Withholding-DIV | WH for SU on 45.000000 P: 2012-06-25 | Cash | | (0.85) |
| **Total Funds Withdrawn** | | | | | **(0.85)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/18 | Buy | JOHNSON & JOHNSON | Cash | JNJ | 15.000 | 66.300 | (994.50) |
| **Total Securities Purchased** | | | | | | | **(994.50)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 261.56 | | 1,042.49 | |
| Money Market | 0.05 | | 0.32 | |
| **Total Income** | **261.61** | | **1,042.81** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(0.85)** | **(1.60)** |
| **Sales Proceeds** | | **17,775.71** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 05/31/12 | Beginning Balance | | 3,601.92 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 06/01/12 | Sweep to 500 Bank Insured Deposit | 14.74 | 3,616.66 |
| 06/05/12 | Sweep to 500 Bank Insured Deposit | 35.63 | 3,652.29 |
| 06/11/12 | Sweep to 500 Bank Insured Deposit | 80.69 | 3,732.98 |
| 06/12/12 | Sweep to 500 Bank Insured Deposit | 18.91 | 3,751.89 |
| 06/14/12 | Sweep to 500 Bank Insured Deposit | 20.20 | 3,772.09 |
| 06/20/12 | Sweep to 500 Bank Insured Deposit | 8.25 | 3,780.34 |
| 06/21/12 | Sweep from 500 Bank Insured Deposit | (994.50) | 2,785.84 |
| 06/25/12 | Sweep to 500 Bank Insured Deposit | 21.00 | 2,806.84 |
| 06/26/12 | Sweep to 500 Bank Insured Deposit | 4.82 | 2,811.66 |
| 06/28/12 | Accumulated Earnings Posted | 0.05 | 2,811.71 |
| 06/29/12 | Sweep to 500 Bank Insured Deposit | 56.47 | 2,868.18 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 07/02/12 | Dividend | FEDEX CORP | FDX | 2.80 |
| 07/02/12 | Dividend | MACYS INC | M | 11.20 |
| 07/10/12 | Dividend | CHUBB CORP | CB | 18.45 |
| 07/10/12 | Dividend | H J HEINZ COMPANY | HNZ | 22.66 |
| 07/13/12 | Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | SLB | 6.33 |
| 07/16/12 | Dividend | THERMO FISHER SCIENTIFIC INC | TMO | 4.16 |
| **Total** | | | | **65.60** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
June 29, 2012 to July 31, 2012

Kenny E Marchant Sr
Wood Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 3,537.69 | 93,000.04 | 96,537.73 |
| Total Assets Held in Account | | 3,537.69 | 93,000.04 | 96,537.73 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

Account Number: [redacted]
Kenny E Marchant Sr
Wood Asset Management

**Statement Period**
June 29, 2012 to July 31, 2012

**Page**

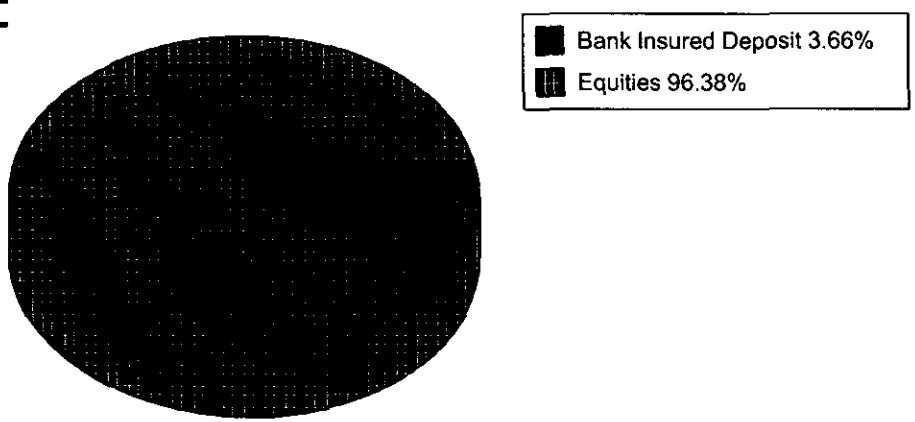

## Account Summary

| | 06/29/12 Value | 07 /31/12 Value |
|---|---|---|
| Bank Insured Deposit * | 2,868.18 | 3,537.69 |
| Equities | 92,588.83 | 93,000.04 |
| **Total Account Value** | **95,457.01** | **96,537.73** |
| **Net Account Value** | **95,457.01** | **96,537.73** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,868.18 | 92,588.83 | 95,457.01 |
| Funds Deposited | | | |
| Income Activity | 125.78 | | 125.78 |
| Securities Sold/Matured | 2,871.65 | (2,871.65) | |
| Securities Received | | | |
| Funds Withdrawn | (359.92) | | (359.92) |
| Margin Interest | | | |
| Securities Purchased | (1,968.00) | 1,968.00 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 1,314.86 | 1,314.86 |
| **Ending Balance** | **3,537.69** | **93,000.04** | **96,537.73** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on July 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on July 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| EAST WEST BANK | Cash Equivalent | | | | 3,537.69 | 3.66% | |
| **Total Bank Insured Deposit *** | | | | | **3,537.69** | **3.66%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 37.000 | 57.710 | 2,135.27 | 2.21% | 29.60 |
| AMERISOURCEBERGEN CORP | Cash | ABC | 50.000 | 39.700 | 1,985.00 | 2.06% | 26.00 |
| APACHE CORPORATION | Cash | APA | 21.000 | 86.120 | 1,808.52 | 1.87% | 14.28 |
| BAKER HUGHES INCORPORATED | Cash | BHI | 40.000 | 46.320 | 1,852.80 | 1.92% | 24.00 |
| BLACKROCK INCORPORATED | Cash | BLK | 14.000 | 170.260 | 2,383.64 | 2.47% | 84.00 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 42.000 | 56.490 | 2,372.58 | 2.46% | 8.40 |
| CHEVRON CORPORATION | Cash | CVX | 17.000 | 109.580 | 1,862.86 | 1.93% | 61.20 |
| CHUBB CORP | Cash | CB | 45.000 | 72.690 | 3,271.05 | 3.39% | 73.80 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 77.000 | 32.550 | 2,506.35 | 2.60% | 50.05 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 40.000 | 55.880 | 2,235.20 | 2.32% | 36.00 |
| DANAHER CORP | Cash | DHR | 47.000 | 52.810 | 2,482.07 | 2.57% | 4.70 |
| DARDEN RESTAURANTS INC | Cash | DRI | 33.000 | 51.180 | 1,688.94 | 1.75% | 66.00 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 29.000 | 78.070 | 2,264.03 | 2.35% | 84.68 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| ***Equities (Continued)*** | | | | | | | |
| DIRECTV-CLASS A | Cash | DTV | 41.000 | 49.660 | 2,036.06 | 2.11% | |
| EXXON-MOBIL CORPORATION | Cash | XOM | 46.000 | 86.850 | 3,995.10 | 4.14% | 104.88 |
| FEDEX CORP | Cash | FDX | 20.000 | 90.300 | 1,806.00 | 1.87% | 11.20 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 43.000 | 33.670 | 1,447.81 | 1.50% | 53.75 |
| H J HEINZ COMPANY | Cash | HNZ | 44.000 | 55.210 | 2,429.24 | 2.52% | 90.64 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 17.000 | 195.980 | 3,331.66 | 3.45% | 57.80 |
| JOHNSON & JOHNSON | Cash | JNJ | 46.000 | 69.220 | 3,184.12 | 3.30% | 112.24 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 66.000 | 36.000 | 2,376.00 | 2.46% | 79.20 |
| KRAFT FOODS INC CL A | Cash | KFT | 69.000 | 39.710 | 2,739.99 | 2.84% | 80.04 |
| MACYS INC | Cash | M | 56.000 | 35.840 | 2,007.04 | 2.08% | 44.80 |
| MICROSOFT CORPORATION | Cash | MSFT | 101.000 | 29.470 | 2,976.47 | 3.08% | 80.80 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 93.000 | 23.030 | 2,141.79 | 2.22% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| PEPSICO INCORPORATED | Cash | PEP | 40.000 | 72.730 | 2,909.20 | 3.01% | 86.00 |
| PFIZER INCORPORATED | Cash | PFE | 91.000 | 24.040 | 2,187.64 | 2.27% | 80.08 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 37.000 | 59.100 | 2,186.70 | 2.27% | 59.20 |
| QUALCOMM INC | Cash | QCOM | 33.000 | 59.680 | 1,969.44 | 2.04% | 33.00 |
| RAYMOND JAMES FINL INC | Cash | RJF | 51.000 | 33.620 | 1,714.62 | 1.78% | 26.52 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 23.000 | 71.260 | 1,638.98 | 1.70% | 25.30 |
| SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079 | Cash | SU | 45.000 | 30.540 | 1,374.30 | 1.42% | 22.73 |
| TARGET CORP | Cash | TGT | 36.000 | 60.650 | 2,183.40 | 2.26% | 51.84 |
| THE WALT DISNEY CO | Cash | DIS | 45.000 | 49.140 | 2,211.30 | 2.29% | 27.00 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 32.000 | 55.670 | 1,781.44 | 1.85% | 16.64 |
| TIMKEN COMPANY | Cash | TKR | 43.000 | 36.200 | 1,556.60 | 1.61% | 39.56 |
| TRAVELERS COS INC/THE | Cash | TRV | 30.000 | 62.650 | 1,879.50 | 1.95% | 55.20 |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 42.000 | 54.940 | 2,307.48 | 2.39% | 42.00 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 29.000 | 74.440 | 2,158.76 | 2.24% | 62.06 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| VISA INC-CLASS A SHRS | Cash | V | 26.000 | 129.070 | 3,355.82 | 3.48% | 22.88 |
| WELLS FARGO & CO | Cash | WFC | 67.000 | 33.810 | 2,265.27 | 2.35% | 58.96 |
| **Total Equities** | | | | | **93,000.04** | **96.38%** | **1,987.03** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/02 | Taxable Dividend | MACYS INC<br>M on 56.000000 PD:2012-07-02 | Cash | M | 11.20 |
| 07/02 | Taxable Dividend | FEDEX CORP<br>FDX on 20.000000 PD:2012-07-02 | Cash | FDX | 2.80 |
| 07/10 | Taxable Dividend | H J HEINZ COMPANY<br>HNZ on 44.000000 PD:2012-07-10 | Cash | HNZ | 22.66 |
| 07/10 | Taxable Dividend | CHUBB CORP<br>CB on 45.000000 PD:2012-07-10 | Cash | CB | 18.45 |
| 07/13 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 23.000000 PD:2012-07-13 | Cash | SLB | 6.33 |
| 07/16 | Taxable Dividend | THERMO FISHER SCIENTIFIC INC<br>TMO on 32.000000 PD:2012-07-16 | Cash | TMO | 4.16 |
| 07/16 | Taxable Dividend | KRAFT FOODS INC CL A<br>KFT on 69.000000 PD:2012-07-16 | Cash | KFT | 20.01 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/17 | Taxable Dividend | RAYMOND JAMES FINL INC<br>RJF on 51.000000 PD:2012-07-17 | Cash | RJF | 6.63 |
| 07/25 | Taxable Dividend | COMCAST CORPORATION CL A NEW<br>CMCSA on 77.000000 PD:2012-07-25 | Cash | CMCSA | 12.51 |
| 07/27 | Taxable Dividend | DANAHER CORP<br>DHR on 47.000000 PD:2012-07-27 | Cash | DHR | 1.18 |
| 07/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.05 |
| 07/31 | Taxable Dividend | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO<br>JPM on 66.000000 PD:2012-07-31 | Cash | JPM | 19.80 |
| **Total Income Activity** | | | | | **125.78** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/11 | Sell | AIR PRODUCTS & CHEMICALS INC | Cash | APD | (20.000) | 78.570 | 1,571.36 |
| 07/13 | Sell | CATERPILLAR INC | Cash | CAT | (16.000) | 81.270 | 1,300.29 |
| **Total Securities Sold/Matured** | | | | | | | **2,871.65** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 07/18 | Journal | ADV FEE | Cash | | (359.92) |
| **Total Funds Withdrawn** | | | | | **(359.92)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/11 | Buy | AMERISOURCEBERGEN CORP | Cash | ABC | 50.000 | 39.360 | (1,968.00) |
| **Total Securities Purchased** | | | | | | | **(1,968.00)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 125.73 | | 1,168.22 | |
| Money Market | 0.05 | | 0.37 | |
| **Total Income** | **125.78** | | **1,168.59** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(1.60)** |
| **Sales Proceeds** | **2,871.65** | **20,647.36** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 06/29/12 | Beginning Balance | | 2,868.18 |
| 07/02/12 | Sweep to 500 Bank Insured Deposit | 14.00 | 2,882.18 |
| 07/10/12 | Sweep to 500 Bank Insured Deposit | 41.11 | 2,923.29 |
| 07/16/12 | Sweep from 500 Bank Insured Deposit | (366.14) | 2,557.15 |
| 07/17/12 | Sweep to 500 Bank Insured Deposit | 6.63 | 2,563.78 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 07/18/12 | Sweep to 500 Bank Insured Deposit | 1,300.29 | 3,864.07 |
| 07/19/12 | Sweep from 500 Bank Insured Deposit | (359.92) | 3,504.15 |
| 07/25/12 | Sweep to 500 Bank Insured Deposit | 12.51 | 3,516.66 |
| 07/27/12 | Sweep to 500 Bank Insured Deposit | 1.18 | 3,517.84 |
| 07/30/12 | Accumulated Earnings Posted | 0.05 | 3,517.89 |
| 07/31/12 | Sweep to 500 Bank Insured Deposit | 19.80 | 3,537.69 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 08/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 13.44 |
| 08/01/12 | Dividend | DARDEN RESTAURANTS INC | DRI | 16.50 |
| 08/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 14.80 |
| 08/10/12 | Dividend | AMERICAN EXPRESS COMPANY | AXP | 7.40 |
| 08/22/12 | Dividend | APACHE CORPORATION | APA | 3.57 |
| **Total** | | | | **55.71** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
July 31, 2012 to August 31, 2012

Kenny E Marchant Sr
Wood Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 4,456.30 | 93,963.31 | 98,419.61 |
| Total Assets Held in Account | | 4,456.30 | 93,963.31 | 98,419.61 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

Account Number: [redacted]
Kenny E Marchant Sr
Wood Asset Management

**Statement Period**
July 31, 2012 to August 31, 2012

**Page**
1 of 9

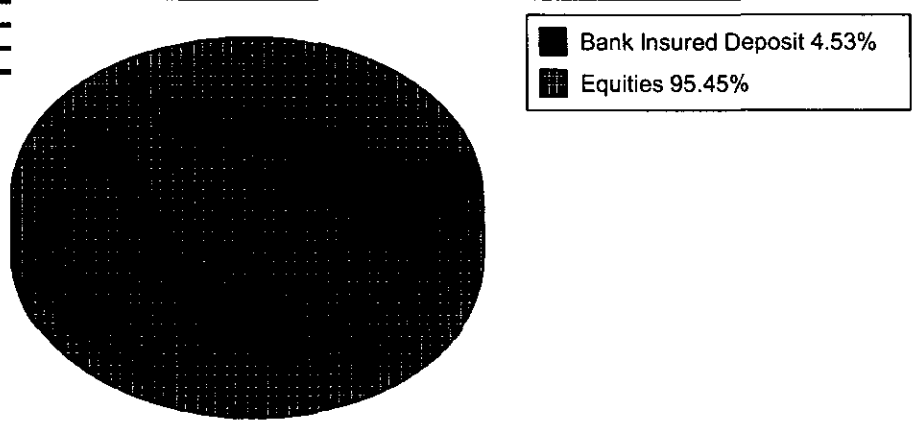
## Account Summary

| | 07/31/12 Value | 08 /31/12 Value |
|---|---|---|
| Bank Insured Deposit * | 3,537.69 | 4,456.30 |
| Equities | 93,000.04 | 93,963.31 |
| **Total Account Value** | **96,537.73** | **98,419.61** |
| **Net Account Value** | **96,537.73** | **98,419.61** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 3,537.69 | 93,000.04 | 96,537.73 |
| Funds Deposited | | | |
| Income Activity | 96.17 | | 96.17 |
| Securities Sold/Matured | 3,299.07 | (3,299.07) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (2,476.63) | 2,476.63 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 1,785.71 | 1,785.71 |
| **Ending Balance** | **4,456.30** | **93,963.31** | **98,419.61** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on August 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on August 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

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## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 4,456.30 | 4.53% | |
| **Total Bank Insured Deposit *** | | | | | **4,456.30** | **4.53%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 37.000 | 58.300 | 2,157.10 | 2.19% | 29.60 |
| AMERISOURCEBERGEN CORP | Cash | ABC | 50.000 | 38.520 | 1,926.00 | 1.96% | 26.00 |
| APACHE CORPORATION | Cash | APA | 21.000 | 85.750 | 1,800.75 | 1.83% | 14.28 |
| BAKER HUGHES INCORPORATED | Cash | BHI | 40.000 | 45.600 | 1,824.00 | 1.85% | 24.00 |
| BLACKROCK INCORPORATED | Cash | BLK | 14.000 | 176.370 | 2,469.18 | 2.51% | 84.00 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 42.000 | 56.530 | 2,374.26 | 2.41% | 8.40 |
| CHEVRON CORPORATION | Cash | CVX | 17.000 | 112.160 | 1,906.72 | 1.94% | 61.20 |
| CHUBB CORP | Cash | CB | 45.000 | 73.890 | 3,325.05 | 3.38% | 73.80 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 77.000 | 33.530 | 2,581.81 | 2.62% | 50.05 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 40.000 | 56.050 | 2,242.00 | 2.28% | 36.00 |
| DANAHER CORP | Cash | DHR | 47.000 | 53.570 | 2,517.79 | 2.56% | 4.70 |
| DARDEN RESTAURANTS INC | Cash | DRI | 33.000 | 51.950 | 1,714.35 | 1.74% | 66.00 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 29.000 | 74.510 | 2,160.79 | 2.20% | 84.68 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DIRECTV | Cash | DTV | 41.000 | 52.090 | 2,135.69 | 2.17% | |
| EMC CORPORATION | Cash | EMC | 69.000 | 26.290 | 1,814.01 | 1.84% | |
| EXXON-MOBIL CORPORATION | Cash | XOM | 46.000 | 87.300 | 4,015.80 | 4.08% | 104.88 |
| FEDEX CORP | Cash | FDX | 20.000 | 87.630 | 1,752.60 | 1.78% | 11.20 |
| FREEPORT MCMORAN COPPER & GOLD CL B<br>RECLASSIFIED AS COMMON STOCK | Cash | FCX | 43.000 | 36.110 | 1,552.73 | 1.58% | 53.75 |
| H J HEINZ COMPANY | Cash | HNZ | 44.000 | 55.720 | 2,451.68 | 2.49% | 90.64 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 17.000 | 194.850 | 3,312.45 | 3.37% | 57.80 |
| JOHNSON & JOHNSON | Cash | JNJ | 46.000 | 67.430 | 3,101.78 | 3.15% | 112.24 |
| JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO | Cash | JPM | 66.000 | 37.140 | 2,451.24 | 2.49% | 79.20 |
| KRAFT FOODS INC CL A | Cash | KFT | 69.000 | 41.510 | 2,864.19 | 2.91% | 80.04 |
| MACYS INC | Cash | M | 56.000 | 40.310 | 2,257.36 | 2.29% | 44.80 |
| MICROSOFT CORPORATION | Cash | MSFT | 101.000 | 30.820 | 3,112.82 | 3.16% | 80.80 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | 93.000 | 23.570 | 2,192.01 | 2.23% | |
| PEPSICO INCORPORATED | Cash | PEP | 40.000 | 72.430 | 2,897.20 | 2.94% | 86.00 |
| PFIZER INCORPORATED | Cash | PFE | 91.000 | 23.860 | 2,171.26 | 2.21% | 80.08 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 48.000 | 62.160 | 2,983.68 | 3.03% | 76.80 |
| QUALCOMM INC | Cash | QCOM | 33.000 | 61.460 | 2,028.18 | 2.06% | 33.00 |
| RAYMOND JAMES FINL INC | Cash | RJF | 51.000 | 35.200 | 1,795.20 | 1.82% | 26.52 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 23.000 | 72.380 | 1,664.74 | 1.69% | 25.30 |
| SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079 | Cash | SU | 45.000 | 31.280 | 1,407.60 | 1.43% | 22.73 |
| TARGET CORP | Cash | TGT | 36.000 | 64.090 | 2,307.24 | 2.34% | 51.84 |
| THE WALT DISNEY CO | Cash | DIS | 45.000 | 49.470 | 2,226.15 | 2.26% | 27.00 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 32.000 | 57.350 | 1,835.20 | 1.86% | 16.64 |
| TIMKEN COMPANY | Cash | TKR | 43.000 | 40.160 | 1,726.88 | 1.75% | 39.56 |
| TRAVELERS COS INC/THE | Cash | TRV | 30.000 | 64.740 | 1,942.20 | 1.97% | 55.20 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 42.000 | 56.380 | 2,367.96 | 2.41% | 42.00 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 29.000 | 79.850 | 2,315.65 | 2.35% | 62.06 |
| WELLS FARGO & CO | Cash | WFC | 67.000 | 34.030 | 2,280.01 | 2.32% | 58.96 |
| **Total Equities** | | | | | **93,963.31** | **95.45%** | **1,981.75** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 43.000000 PD:2012-08-01 | Cash | FCX | 13.44 |
| 08/01 | Taxable Dividend | DARDEN RESTAURANTS INC<br>DRI on 33.000000 PD:2012-08-01 | Cash | DRI | 16.50 |
| 08/06 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 37.000000 PD:2012-08-05 | Cash | PNC | 14.80 |
| 08/10 | Taxable Dividend | AMERICAN EXPRESS COMPANY<br>AXP on 37.000000 PD:2012-08-10 | Cash | AXP | 7.40 |
| 08/13 | Taxable Dividend | AIR PRODUCTS & CHEMICALS INC<br>APD on 20.000000 PD:2012-08-13 | Cash | APD | 12.80 |
| 08/16 | Taxable Dividend | COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29<br>COV on 40.000000 PD:2012-08-16 | Cash | COV | 9.00 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/17 | Taxable Dividend | BAKER HUGHES INCORPORATED<br>BHI on 40.000000 PD:2012-08-17 | Cash | BHI | 6.00 |
| 08/20 | Taxable Dividend | CAPITAL ONE FINANCIAL CORP<br>COF on 42.000000 PD:2012-08-20 | Cash | COF | 2.10 |
| 08/22 | Taxable Dividend | TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485<br>TYC on 42.000000 PD:2012-08-22 | Cash | TYC | 10.50 |
| 08/22 | Taxable Dividend | APACHE CORPORATION<br>APA on 21.000000 PD:2012-08-22 | Cash | APA | 3.57 |
| 08/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.06 |
| **Total Income Activity** | | | | | **96.17** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/23 | Sell | VISA INC-CLASS A SHRS | Cash | V | (26.000) | 126.890 | 3,299.07 |
| **Total Securities Sold/Matured** | | | | | | | **3,299.07** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 08/28 | Corporate Action | DIRECTV<br>1/1 frm 25490A101 // krk | Cash | DTV | 41.000 | |
| **Total Securities Received** | | | | | | |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/23 | Buy | PNC FINANCIAL SERVICES GROUP | Cash | PNC | 11.000 | 61.870 | (680.57) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/23 | Buy | EMC CORPORATION | Cash | EMC | 69.000 | 26.030 | (1,796.06) |
| **Total Securities Purchased** | | | | | | | **(2,476.63)** |

**Securities Delivered**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 08/28 | Corporate Action | DIRECTV-CLASS A<br>RECLASSIFCATION FRM CL A to B<br>1/1 to 25490A309 // krk | Cash | DTV OLD | (41.000) | |
| **Total Securities Delivered** | | | | | | |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 96.11 | | 1,264.33 | |
| Money Market | 0.06 | | 0.43 | |
| **Total Income** | **96.17** | | **1,264.76** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(1.60)** |
| **Sales Proceeds** | **3,299.07** | **23,946.43** |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 07/31/12 | Beginning Balance | | 3,537.69 |
| 08/01/12 | Sweep to 500 Bank Insured Deposit | 29.94 | 3,567.63 |
| 08/06/12 | Sweep to 500 Bank Insured Deposit | 14.80 | 3,582.43 |
| 08/10/12 | Sweep to 500 Bank Insured Deposit | 7.40 | 3,589.83 |
| 08/13/12 | Sweep to 500 Bank Insured Deposit | 12.80 | 3,602.63 |
| 08/17/12 | Sweep to 500 Bank Insured Deposit | 15.00 | 3,617.63 |
| 08/20/12 | Sweep to 500 Bank Insured Deposit | 2.10 | 3,619.73 |
| 08/22/12 | Sweep to 500 Bank Insured Deposit | 3.57 | 3,623.30 |
| 08/23/12 | Sweep to 500 Bank Insured Deposit | 10.50 | 3,633.80 |
| 08/28/12 | Sweep to 500 Bank Insured Deposit | 822.44 | 4,456.24 |
| 08/30/12 | Accumulated Earnings Posted | 0.06 | 4,456.30 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/01/12 | Dividend | WELLS FARGO & CO | WFC | 14.74 |
| 09/04/12 | Dividend | AMERISOURCEBERGEN CORP | ABC | 6.50 |
| 09/05/12 | Dividend | TIMKEN COMPANY | TKR | 9.89 |
| 09/05/12 | Dividend | PFIZER INCORPORATED | PFE | 20.02 |
| 09/10/12 | Dividend | TARGET CORP | TGT | 12.96 |
| 09/10/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 14.45 |
| 09/10/12 | Dividend | CHEVRON CORPORATION | CVX | 15.30 |
| 09/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 15.52 |
| 09/10/12 | Dividend | EXXON-MOBIL CORPORATION | XOM | 26.22 |
| 09/11/12 | Dividend | JOHNSON & JOHNSON | JNJ | 28.06 |

## Other Important Information

### Estimated Pending Income (continued)

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/13/12 | Dividend | MICROSOFT CORPORATION | MSFT | 20.20 |
| **Total** | | | | **183.86** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
August 31, 2012 to September 28, 2012

Kenny E Marchant Sr
Wood Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 1,940.00 | 98,277.17 | 100,217.17 |
| Total Assets Held in Account | | 1,940.00 | 98,277.17 | 100,217.17 |

***Please see the last page of this statement to review Southwest Securities' Privacy Policy***

Account Number: [redacted]
Kenny E Marchant Sr
Wood Asset Management

**Statement Period**
August 31, 2012 to September 28, 2012

**Page**
1 of 9

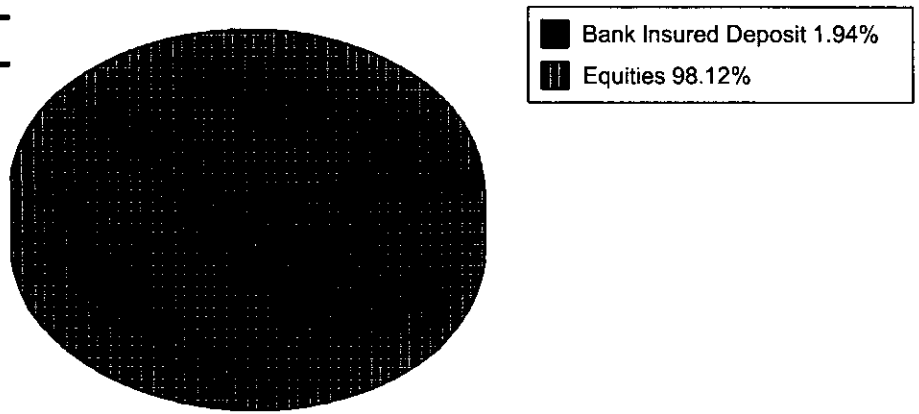
## Account Summary

| | 08/31/12 Value | 09 /28/12 Value |
|---|---|---|
| Bank Insured Deposit * | 4,456.30 | 1,940.00 |
| Equities | 93,963.31 | 98,277.17 |
| **Total Account Value** | **98,419.61** | **100,217.17** |
| **Net Account Value** | **98,419.61** | **100,217.17** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,456.30 | 93,963.31 | 98,419.61 |
| Funds Deposited | | | |
| Income Activity | 281.32 | | 281.32 |
| Securities Sold/Matured | 2,840.74 | (2,840.74) | |
| Securities Received | | | |
| Funds Withdrawn | (0.90) | | (0.90) |
| Margin Interest | | | |
| Securities Purchased | (5,637.46) | 5,637.46 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 1,517.14 | 1,517.14 |
| **Ending Balance** | **1,940.00** | **98,277.17** | **100,217.17** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on September 28, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on September 28, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 1,939.99 | 1.94% | |
| Pending** | Cash Equivalent | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **1,940.00** | **1.94%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 37.000 | 56.860 | 2,103.82 | 2.10% | 29.60 |
| AMERISOURCEBERGEN CORP | Cash | ABC | 50.000 | 38.710 | 1,935.50 | 1.93% | 26.00 |
| APACHE CORPORATION | Cash | APA | 21.000 | 86.470 | 1,815.87 | 1.81% | 14.28 |
| BAKER HUGHES INCORPORATED | Cash | BHI | 40.000 | 45.230 | 1,809.20 | 1.81% | 24.00 |
| BLACKROCK INCORPORATED | Cash | BLK | 14.000 | 178.300 | 2,496.20 | 2.49% | 84.00 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 42.000 | 57.010 | 2,394.42 | 2.39% | 8.40 |
| CHEVRON CORPORATION | Cash | CVX | 17.000 | 116.560 | 1,981.52 | 1.98% | 61.20 |
| CHUBB CORP | Cash | CB | 45.000 | 76.280 | 3,432.60 | 3.43% | 73.80 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 77.000 | 35.745 | 2,752.36 | 2.75% | 50.05 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 40.000 | 59.420 | 2,376.80 | 2.37% | 41.60 |
| DANAHER CORP | Cash | DHR | 47.000 | 55.150 | 2,592.05 | 2.59% | 4.70 |
| DARDEN RESTAURANTS INC | Cash | DRI | 33.000 | 55.750 | 1,839.75 | 1.84% | 66.00 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 29.000 | 69.850 | 2,025.65 | 2.02% | 84.68 |
| DIRECTV | Cash | DTV | 41.000 | 52.440 | 2,150.04 | 2.15% | |
| EMC CORPORATION | Cash | EMC | 69.000 | 27.270 | 1,881.63 | 1.88% | |
| EXXON-MOBIL CORPORATION | Cash | XOM | 46.000 | 91.450 | 4,206.70 | 4.20% | 104.88 |
| FEDEX CORP | Cash | FDX | 20.000 | 84.620 | 1,692.40 | 1.69% | 11.20 |
| FORD MOTOR CO NEW | Cash | F | 147.000 | 9.860 | 1,449.42 | 1.45% | 29.40 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 43.000 | 39.580 | 1,701.94 | 1.70% | 53.75 |
| H J HEINZ COMPANY | Cash | HNZ | 44.000 | 55.950 | 2,461.80 | 2.46% | 90.64 |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 24.000 | 59.750 | 1,434.00 | 1.43% | 35.76 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 17.000 | 207.450 | 3,526.65 | 3.52% | 57.80 |
| JOHNSON & JOHNSON | Cash | JNJ | 46.000 | 68.910 | 3,169.86 | 3.16% | 112.24 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 66.000 | 40.480 | 2,671.68 | 2.67% | 79.20 |
| KRAFT FOODS INC CL A | Cash | KFT | 69.000 | 41.350 | 2,853.15 | 2.85% | 80.04 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MACYS INC | Cash | M | 56.000 | 37.620 | 2,106.72 | 2.10% | 44.80 |
| MICROSOFT CORPORATION | Cash | MSFT | 101.000 | 29.760 | 3,005.76 | 3.00% | 92.92 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 93.000 | 24.372 | 2,266.57 | 2.26% | |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 31.000 | 86.060 | 2,667.86 | 2.66% | 66.96 |
| PFIZER INCORPORATED | Cash | PFE | 91.000 | 24.850 | 2,261.35 | 2.26% | 80.08 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 48.000 | 63.100 | 3,028.80 | 3.02% | 76.80 |
| QUALCOMM INC | Cash | QCOM | 33.000 | 62.470 | 2,061.51 | 2.06% | 33.00 |
| RAYMOND JAMES FINL INC | Cash | RJF | 51.000 | 36.650 | 1,869.15 | 1.87% | 26.52 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 23.000 | 72.330 | 1,663.59 | 1.66% | 25.30 |
| SUNCOR ENERGY INC NEW ISIN #CA8672241079 | Cash | SU | 45.000 | 32.850 | 1,478.25 | 1.48% | 23.85 |
| TARGET CORP | Cash | TGT | 36.000 | 63.470 | 2,284.92 | 2.28% | 51.84 |
| THE WALT DISNEY CO | Cash | DIS | 45.000 | 52.280 | 2,352.60 | 2.35% | 27.00 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 32.000 | 58.830 | 1,882.56 | 1.88% | 16.64 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TIMKEN COMPANY | Cash | TKR | 43.000 | 37.160 | 1,597.88 | 1.59% | 39.56 |
| TRAVELERS COS INC/THE | Cash | TRV | 30.000 | 68.260 | 2,047.80 | 2.04% | 55.20 |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 42.000 | 56.260 | 2,362.92 | 2.36% | 25.20 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 29.000 | 78.290 | 2,270.41 | 2.27% | 62.06 |
| WELLS FARGO & CO | Cash | WFC | 67.000 | 34.530 | 2,313.51 | 2.31% | 58.96 |
| **Total Equities** | | | | | **98,277.17** | **98.12%** | **2,029.91** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/04 | Taxable Dividend | WELLS FARGO & CO<br>WFC on 67.000000 PD:2012-09-01 | Cash | WFC | 14.74 |
| 09/04 | Taxable Dividend | VISA INC-CLASS A SHRS<br>V on 26.000000 PD:2012-09-04 | Cash | V | 5.72 |
| 09/04 | Taxable Dividend | AMERISOURCEBERGEN CORP<br>ABC on 50.000000 PD:2012-09-04 | Cash | ABC | 6.50 |
| 09/05 | Taxable Dividend | TIMKEN COMPANY<br>TKR on 43.000000 PD:2012-09-05 | Cash | TKR | 9.89 |
| 09/05 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 91.000000 PD:2012-09-05 | Cash | PFE | 20.02 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/10 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 29.000000 PD:2012-09-10 | Cash | UTX | 15.52 |
| 09/10 | Taxable Dividend | TARGET CORP<br>TGT on 36.000000 PD:2012-09-10 | Cash | TGT | 12.96 |
| 09/10 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 17.000000 PD:2012-09-10 | Cash | IBM | 14.45 |
| 09/10 | Taxable Dividend | EXXON-MOBIL CORPORATION<br>XOM on 46.000000 PD:2012-09-10 | Cash | XOM | 26.22 |
| 09/10 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 17.000000 PD:2012-09-10 | Cash | CVX | 15.30 |
| 09/11 | Taxable Dividend | JOHNSON & JOHNSON<br>JNJ on 46.000000 PD:2012-09-11 | Cash | JNJ | 28.06 |
| 09/13 | Taxable Dividend | MICROSOFT CORPORATION<br>MSFT on 101.000000 PD:2012-09-13 | Cash | MSFT | 20.20 |
| 09/24 | Taxable Dividend | BLACKROCK INCORPORATED<br>BLK on 14.000000 PD:2012-09-24 | Cash | BLK | 21.00 |
| 09/25 | Taxable Dividend | SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079<br>SU on 45.000000 PD:2012-09-25 | Cash | SU | 5.97 |
| 09/26 | Taxable Dividend | QUALCOMM INC<br>QCOM on 33.000000 PD:2012-09-26 | Cash | QCOM | 8.25 |
| 09/27 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.05 |
| 09/28 | Taxable Dividend | TRAVELERS COS INC/THE<br>TRV on 30.000000 PD:2012-09-28 | Cash | TRV | 13.80 |
| 09/28 | Taxable Dividend | PEPSICO INCORPORATED<br>PEP on 40.000000 PD:2012-09-28 | Cash | PEP | 21.50 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/28 | Taxable Dividend | DIGITAL REALTY TRUST INC (REITS) DLR on 29.000000 PD:2012-09-28 | Cash | DLR | 21.17 |
| **Total Income Activity** | | | | | **281.32** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/19 | Sell | PEPSICO INCORPORATED | Cash | PEP | (40.000) | 71.020 | 2,840.74 |
| **Total Securities Sold/Matured** | | | | | | | **2,840.74** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 09/25 | Foreign Withholding-DIV | WH for SU on 45.000000 P: 2012-09-25 | Cash | | (0.90) |
| **Total Funds Withdrawn** | | | | | **(0.90)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/07 | Buy | HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 24.000 | 59.680 | (1,432.32) |
| 09/07 | Buy | FORD MOTOR CO NEW | Cash | F | 147.000 | 10.150 | (1,492.04) |
| 09/19 | Buy | OCCIDENTAL PETROLEUM CORP | Cash | OXY | 31.000 | 87.519 | (2,713.10) |
| **Total Securities Purchased** | | | | | | | **(5,637.46)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 281.27 | | 1,545.60 | |
| Money Market | 0.05 | | 0.48 | |
| **Total Income** | **281.32** | | **1,546.08** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(0.90)** | **(2.50)** |
| **Sales Proceeds** | **2,840.74** | **26,787.17** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 08/31/12 | Beginning Balance | | 4,456.30 |
| 09/04/12 | Sweep to 500 Bank Insured Deposit | 26.96 | 4,483.26 |
| 09/05/12 | Sweep to 500 Bank Insured Deposit | 29.91 | 4,513.17 |
| 09/10/12 | Sweep to 500 Bank Insured Deposit | 84.45 | 4,597.62 |
| 09/11/12 | Sweep to 500 Bank Insured Deposit | 28.06 | 4,625.68 |
| 09/12/12 | Sweep from 500 Bank Insured Deposit | (2,924.36) | 1,701.32 |
| 09/13/12 | Sweep to 500 Bank Insured Deposit | 20.20 | 1,721.52 |
| 09/24/12 | Sweep to 500 Bank Insured Deposit | 148.64 | 1,870.16 |
| 09/26/12 | Sweep to 500 Bank Insured Deposit | 13.32 | 1,883.48 |
| 09/27/12 | Accumulated Earnings Posted | 0.05 | 1,883.53 |
| 09/28/12 | Sweep to 500 Bank Insured Deposit | 56.47 | 1,940.00 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/01/12 | Dividend | FEDEX CORP | FDX | 2.80 |
| 10/01/12 | Dividend | MACYS INC | M | 11.20 |
| 10/09/12 | Dividend | CHUBB CORP | CB | 18.45 |
| 10/10/12 | Dividend | H J HEINZ COMPANY | HNZ | 22.66 |
| 10/12/12 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 6.33 |
| 10/15/12 | Dividend | THERMO FISHER SCIENTIFIC INC | TMO | 4.16 |
| 10/15/12 | Dividend | KRAFT FOODS INC CL A | KFT | 20.01 |
| **Total** | | | | **85.61** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
September 28, 2012 to October 31, 2012

Kenny E Marchant Sr
Wood Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 1,157.72 | 97,980.36 | 99,138.08 |
| Total Assets Held in Account | | 1,157.72 | 97,980.36 | 99,138.08 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest.á If you invest in Canadian Securities please go to http://cdntax.swst.comá on the SWS website for additional information.

Account Number: [redacted]
Kenny E Marchant Sr
Wood Asset Management

**Statement Period**
September 28, 2012 to October 31, 2012

**Page**
1 of 10

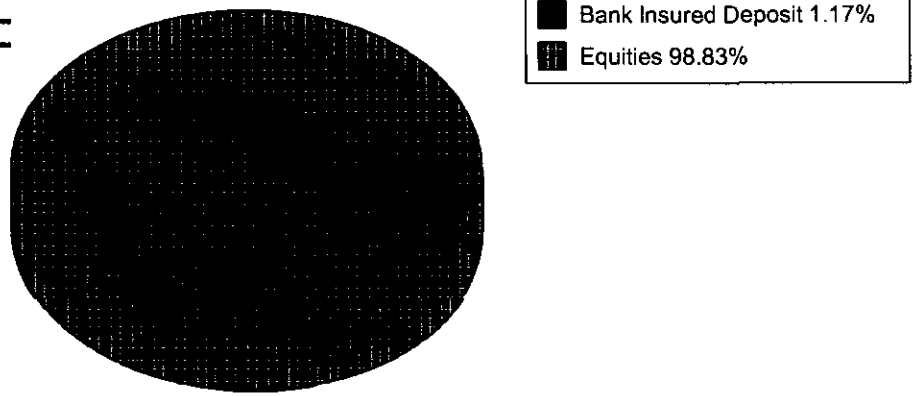
## Account Summary

| | 09/28/12 Value | 10 /31/12 Value |
|---|---|---|
| Bank Insured Deposit * | 1,940.00 | 1,157.72 |
| Equities | 98,277.17 | 97,980.36 |
| **Total Account Value** | **100,217.17** | **99,138.08** |
| **Net Account Value** | **100,217.17** | **99,138.08** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 1,940.00 | 98,277.17 | 100,217.17 |
| Funds Deposited | | | |
| Income Activity | 125.76 | | 125.76 |
| Securities Sold/Matured | 3,570.98 | (3,570.98) | |
| Securities Received | | | |
| Funds Withdrawn | (377.88) | | (377.88) |
| Margin Interest | | | |
| Securities Purchased | (4,101.14) | 4,101.14 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (826.97) | (826.97) |
| **Ending Balance** | **1,157.72** | **97,980.36** | **99,138.08** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on October 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on October 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| 500 Bank Insured Deposit | MMkt | | | | 1,157.72 | 1.17% | |
| **Total Bank Insured Deposit *** | | | | | **1,157.72** | **1.17%** | |
| **Equities** | | | | | | | |
| ADT CORP | Cash | ADT | 21.000 | 41.510 | 871.71 | 0.88% | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 37.000 | 55.970 | 2,070.89 | 2.09% | 29.60 |
| AMERISOURCEBERGEN CORP | Cash | ABC | 50.000 | 39.440 | 1,972.00 | 1.99% | 26.00 |
| APACHE CORPORATION | Cash | APA | 21.000 | 82.719 | 1,737.10 | 1.75% | 14.28 |
| BAKER HUGHES INCORPORATED | Cash | BHI | 40.000 | 41.970 | 1,678.80 | 1.69% | 24.00 |
| BLACKROCK INCORPORATED | Cash | BLK | 14.000 | 189.680 | 2,655.52 | 2.68% | 84.00 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 42.000 | 60.170 | 2,527.14 | 2.55% | 8.40 |
| CHEVRON CORPORATION | Cash | CVX | 17.000 | 110.241 | 1,874.10 | 1.89% | 61.20 |
| CHUBB CORP | Cash | CB | 54.000 | 76.980 | 4,156.92 | 4.19% | 88.56 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 77.000 | 37.525 | 2,889.43 | 2.91% | 50.05 |
| COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | Cash | COV | 40.000 | 54.950 | 2,198.00 | 2.22% | 41.60 |
| DANAHER CORP | Cash | DHR | 47.000 | 51.730 | 2,431.31 | 2.45% | 4.70 |
| DARDEN RESTAURANTS INC | Cash | DRI | 33.000 | 52.620 | 1,736.46 | 1.75% | 66.00 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 29.000 | 61.430 | 1,781.47 | 1.80% | 84.68 |
| DIRECTV | Cash | DTV | 41.000 | 51.140 | 2,096.74 | 2.11% | |
| EMC CORPORATION | Cash | EMC | 69.000 | 24.420 | 1,684.98 | 1.70% | |
| EXXON-MOBIL CORPORATION | Cash | XOM | 49.000 | 91.170 | 4,467.33 | 4.51% | 111.72 |
| FEDEX CORP | Cash | FDX | 20.000 | 91.990 | 1,839.80 | 1.86% | 11.20 |
| FORD MOTOR CO NEW | Cash | F | 147.000 | 11.160 | 1,640.52 | 1.65% | 29.40 |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 43.000 | 38.880 | 1,671.84 | 1.69% | 53.75 |
| H J HEINZ COMPANY | Cash | HNZ | 44.000 | 57.510 | 2,530.44 | 2.55% | 90.64 |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 24.000 | 61.240 | 1,469.76 | 1.48% | 39.36 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 17.000 | 194.530 | 3,307.01 | 3.34% | 57.80 |
| JOHNSON & JOHNSON | Cash | JNJ | 46.000 | 70.820 | 3,257.72 | 3.29% | 112.24 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 66.000 | 41.680 | 2,750.88 | 2.77% | 79.20 |
| KRAFT FOODS GROUP INC | Cash | KRFT | 23.000 | 45.460 | 1,045.58 | 1.05% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MACYS INC | Cash | M | 56.000 | 38.070 | 2,131.92 | 2.15% | 44.80 |
| MICROSOFT CORPORATION | Cash | MSFT | 101.000 | 28.540 | 2,882.54 | 2.91% | 92.92 |
| MONDELEZ INTERNATIONAL INC CL A | Cash | MDLZ | 69.000 | 26.550 | 1,831.95 | 1.85% | 35.88 |
| MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | 93.000 | 25.340 | 2,356.62 | 2.38% | |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 31.000 | 78.960 | 2,447.76 | 2.47% | 66.96 |
| PFIZER INCORPORATED | Cash | PFE | 91.000 | 24.870 | 2,263.17 | 2.28% | 80.08 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 48.000 | 58.200 | 2,793.60 | 2.82% | 76.80 |
| QUALCOMM INC | Cash | QCOM | 33.000 | 58.610 | 1,934.13 | 1.95% | 33.00 |
| RAYMOND JAMES FINL INC | Cash | RJF | 51.000 | 38.140 | 1,945.14 | 1.96% | 26.52 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 23.000 | 69.530 | 1,599.19 | 1.61% | 25.30 |
| SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079 | Cash | SU | 45.000 | 33.620 | 1,512.90 | 1.53% | 23.85 |
| TARGET CORP | Cash | TGT | 36.000 | 63.750 | 2,295.00 | 2.31% | 51.84 |
| THE WALT DISNEY CO | Cash | DIS | 45.000 | 49.120 | 2,210.40 | 2.23% | 27.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 32.000 | 61.060 | 1,953.92 | 1.97% | 16.64 |
| TIMKEN COMPANY | Cash | TKR | 43.000 | 39.490 | 1,698.07 | 1.71% | 39.56 |
| TRAVELERS COS INC/THE | Cash | TRV | 30.000 | 70.940 | 2,128.20 | 2.15% | 55.20 |
| TYCO INTERNATIONAL LTD ISIN #CH0100383485 | Cash | TYC | 42.000 | 26.870 | 1,128.54 | 1.14% | 25.20 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 29.000 | 78.160 | 2,266.64 | 2.29% | 62.06 |
| WELLS FARGO & CO | Cash | WFC | 67.000 | 33.690 | 2,257.23 | 2.28% | 58.96 |
| **Total Equities** | | | | | **97,980.36** | **98.83%** | **2,010.95** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/01 | Taxable Dividend | MACYS INC<br>M on 56.000000 PD:2012-10-01 | Cash | M | 11.20 |
| 10/01 | Taxable Dividend | FEDEX CORP<br>FDX on 20.000000 PD:2012-10-01 | Cash | FDX | 2.80 |
| 10/09 | Taxable Dividend | CHUBB CORP<br>CB on 45.000000 PD:2012-10-09 | Cash | CB | 18.45 |
| 10/10 | Taxable Dividend | H J HEINZ COMPANY<br>HNZ on 44.000000 PD:2012-10-10 | Cash | HNZ | 22.66 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/12 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 23.000000 PD:2012-10-12 | Cash | SLB | 6.33 |
| 10/15 | Taxable Dividend | THERMO FISHER SCIENTIFIC INC<br>TMO on 32.000000 PD:2012-10-15 | Cash | TMO | 4.16 |
| 10/15 | Taxable Dividend | RAYMOND JAMES FINL INC<br>RJF on 51.000000 PD:2012-10-15 | Cash | RJF | 6.63 |
| 10/15 | Taxable Dividend | KRAFT FOODS INC CL A<br>N/C TO 609207105<br>KFTOLD on 69.000000 PD:2012-10-15 | Cash | KFTOLD | 20.01 |
| 10/24 | Taxable Dividend | COMCAST CORPORATION CL A NEW<br>CMCSA on 77.000000 PD:2012-10-24 | Cash | CMCSA | 12.51 |
| 10/26 | Taxable Dividend | DANAHER CORP<br>DHR on 47.000000 PD:2012-10-26 | Cash | DHR | 1.18 |
| 10/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.03 |
| 10/31 | Taxable Dividend | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO<br>JPM on 66.000000 PD:2012-10-31 | Cash | JPM | 19.80 |
| **Total Income Activity** | | | | | **125.76** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/01 | Cash in Lieu | PENTAIR LTD<br>ISIN #CH0193880173<br>TYC on -0.077600 PD:2012-09-28 | Cash | PNR | (0.078) | | 3.36 |
| 10/02 | Sell | PENTAIR LTD<br>ISIN #CH0193880173 | Cash | PNR | (10.000) | 42.371 | 423.71 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/02 | Sell | ADT CORP | Cash | ADT | (21.000) | 37.922 | 796.33 |
| 10/05 | Sell | KRAFT FOODS GROUP INC | Cash | KRFT | (23.000) | 47.485 | 1,092.14 |
| 10/10 | Sell | EXXON-MOBIL CORPORATION | Cash | XOM | (7.000) | 90.751 | 635.25 |
| 10/10 | Sell | CHUBB CORP | Cash | CB | (8.000) | 77.525 | 620.19 |
| **Total Securities Sold/Matured** | | | | | | | **3,570.98** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 10/01 | Stock Spinoff | PENTAIR LTD<br>ISIN #CH0193880173<br>TYC on 42.000000 PD:2012-09-28 | Cash | PNR | 10.078 | |
| 10/01 | Stock Spinoff | ADT CORP<br>TYC on 42.000000 PD:2012-09-28 | Cash | ADT | 21.000 | |
| 10/02 | Stock Spinoff | KRAFT FOODS GROUP INC<br>KFTOLD on 69.000000 PD:2012-10-01 | Cash | KRFT | 23.000 | |
| 10/05 | Corporate Action | MONDELEZ INTERNATIONAL INC CL A<br>N/C FRM 50075N104 // KRK | Cash | MDLZ | 69.000 | |
| **Total Securities Received** | | | | | | |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 10/11 | Journal | ADV FEE | Cash | | (377.88) |
| **Total Funds Withdrawn** | | | | | **(377.88)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/02 | Buy | CHUBB CORP | Cash | CB | 17.000 | 77.110 | (1,310.87) |
| 10/05 | Buy | EXXON-MOBIL CORPORATION | Cash | XOM | 10.000 | 92.760 | (927.60) |
| 10/10 | Buy | KRAFT FOODS GROUP INC | Cash | KRFT | 23.000 | 46.727 | (1,074.73) |
| 10/10 | Buy | ADT CORP | Cash | ADT | 21.000 | 37.521 | (787.94) |
| **Total Securities Purchased** | | | | | | | **(4,101.14)** |

**Securities Delivered**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 10/05 | Corporate Action | KRAFT FOODS INC CL A<br>N/C TO 609207105<br>N/C TO 609207105 // KRK | Cash | KFTOLD | (69.000) | |
| **Total Securities Delivered** | | | | | | |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 125.73 | | 1,671.33 | |
| Money Market | 0.03 | | 0.51 | |
| **Total Income** | **125.76** | | **1,671.84** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(2.50)** |

## Other Important Information

### Other Tax Information (continued)

| | Current Period | Year to Date |
|---|---|---|
| Sales Proceeds | 3,567.62 | 30,354.79 |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 09/28/12 | Beginning Balance | | 1,940.00 |
| 10/01/12 | Sweep to 500 Bank Insured Deposit | 14.00 | 1,954.00 |
| 10/02/12 | Sweep to 500 Bank Insured Deposit | 3.36 | 1,957.36 |
| 10/05/12 | Sweep from 500 Bank Insured Deposit | (90.83) | 1,866.53 |
| 10/09/12 | Sweep to 500 Bank Insured Deposit | 18.45 | 1,884.98 |
| 10/10/12 | Sweep to 500 Bank Insured Deposit | 22.66 | 1,907.64 |
| 10/11/12 | Sweep to 500 Bank Insured Deposit | 164.54 | 2,072.18 |
| 10/12/12 | Sweep from 500 Bank Insured Deposit | (377.88) | 1,694.30 |
| 10/15/12 | Sweep from 500 Bank Insured Deposit | (574.26) | 1,120.04 |
| 10/16/12 | Sweep to 500 Bank Insured Deposit | 4.16 | 1,124.20 |
| 10/24/12 | Sweep to 500 Bank Insured Deposit | 12.51 | 1,136.71 |
| 10/26/12 | Sweep to 500 Bank Insured Deposit | 1.18 | 1,137.89 |
| 10/30/12 | Accumulated Earnings Posted | 0.03 | 1,137.92 |
| 10/31/12 | Sweep to 500 Bank Insured Deposit | 19.80 | 1,157.72 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 11/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 13.44 |
| 11/01/12 | Dividend | DARDEN RESTAURANTS INC | DRI | 16.50 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 11/05/12 | Dividend | COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29 | COV | 10.40 |
| 11/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 19.20 |
| 11/09/12 | Dividend | AMERICAN EXPRESS COMPANY | AXP | 7.40 |
| 11/15/12 | Dividend | TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | TYC | 6.30 |
| 11/21/12 | Dividend | APACHE CORPORATION | APA | 3.57 |
| **Total** | | | | **76.81** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
October 31, 2012 to November 30, 2012

Kenny E Marchant Sr
Wood Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 1,364.05 | 98,352.54 | 99,716.59 |
| Total Assets Held in Account | | 1,364.05 | 98,352.54 | 99,716.59 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

Account Number: [redacted]
Kenny E Marchant Sr
Wood Asset Management

**Statement Period**
October 31, 2012 to November 30, 2012

**Page**


## Account Summary

| | 10/31/12 Value | 11 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | | (249.29) |
| Bank Insured Deposit * | 1,157.72 | 1,613.34 |
| Equities | 97,980.36 | 98,352.54 |
| **Total Account Value** | **99,138.08** | **99,716.59** |
| **Net Account Value** | **99,138.08** | **99,716.59** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 1,157.72 | 97,980.36 | 99,138.08 |
| Funds Deposited | | | |
| Income Activity | 84.92 | | 84.92 |
| Securities Sold/Matured | 10,996.06 | (10,996.06) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (10,874.65) | 10,874.65 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 493.58 | 493.58 |
| **Ending Balance** | **1,364.05** | **98,352.54** | **99,716.59** |

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on November 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on November 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (249.29) | (0.25%) | |
| **Total Cash & Money Market Funds** | | | | | **-249.29** | **(0.25%)** | |
| **Bank Insured Deposit *** | | | | | | | |
| NEW YORK COMMUNITY BA | Cash Equivalent | | | | 1,613.33 | 1.62% | |
| Pending** | Cash Equivalent | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **1,613.34** | **1.62%** | |
| **Equities** | | | | | | | |
| ADT CORP | Cash | ADT | 21.000 | 45.900 | 963.90 | 0.97% | 10.50 |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 37.000 | 55.900 | 2,068.30 | 2.07% | 29.60 |
| AMERISOURCEBERGEN CORP | Cash | ABC | 50.000 | 42.220 | 2,111.00 | 2.12% | 42.00 |
| APACHE CORPORATION | Cash | APA | 21.000 | 77.090 | 1,618.89 | 1.62% | 14.28 |
| AT&T INC | Cash | T | 56.000 | 34.130 | 1,911.28 | 1.92% | 100.80 |
| BAKER HUGHES INCORPORATED | Cash | BHI | 40.000 | 43.150 | 1,726.00 | 1.73% | 24.00 |
| BERKSHIRE HATHAWAY INC DEL CL B NEW | Cash | BRK B | 22.000 | 88.080 | 1,937.76 | 1.94% | |
| BLACKROCK INCORPORATED | Cash | BLK | 12.000 | 197.040 | 2,364.48 | 2.37% | 72.00 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 42.000 | 57.600 | 2,419.20 | 2.43% | 8.40 |
| CHEVRON CORPORATION | Cash | CVX | 17.000 | 105.690 | 1,796.73 | 1.80% | 61.20 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CHUBB CORP | Cash | CB | 25.000 | 76.990 | 1,924.75 | 1.93% | 41.00 |
| CISCO SYSTEMS INC | Cash | CSCO | 65.000 | 18.910 | 1,229.15 | 1.23% | 36.40 |
| CITIGROUP INC NEW | Cash | C | 25.000 | 34.570 | 864.25 | 0.87% | 1.00 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 51.000 | 37.195 | 1,896.94 | 1.90% | 33.15 |
| COVIDIEN PLC (IRE) ISIN# IE00B68SQD29 | Cash | COV | 40.000 | 58.110 | 2,324.40 | 2.33% | 41.60 |
| DANAHER CORP | Cash | DHR | 47.000 | 53.970 | 2,536.59 | 2.54% | 4.70 |
| DARDEN RESTAURANTS INC | Cash | DRI | 33.000 | 52.880 | 1,745.04 | 1.75% | 66.00 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 29.000 | 64.540 | 1,871.66 | 1.88% | 84.68 |
| DIRECTV | Cash | DTV | 31.000 | 49.700 | 1,540.70 | 1.55% | |
| DUKE ENERGY CORP NEW COM NEW | Cash | DUK | 15.000 | 63.820 | 957.30 | 0.96% | 45.90 |
| EMC CORPORATION | Cash | EMC | 69.000 | 24.820 | 1,712.58 | 1.72% | |
| EXXON-MOBIL CORPORATION | Cash | XOM | 49.000 | 88.140 | 4,318.86 | 4.33% | 111.72 |
| FEDEX CORP | Cash | FDX | 20.000 | 89.530 | 1,790.60 | 1.80% | 11.20 |
| FORD MOTOR CO NEW | Cash | F | 147.000 | 11.450 | 1,683.15 | 1.69% | 29.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 43.000 | 39.010 | 1,677.43 | 1.68% | 53.75 |
| H J HEINZ COMPANY | Cash | HNZ | 28.000 | 58.460 | 1,636.88 | 1.64% | 57.68 |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 24.000 | 61.330 | 1,471.92 | 1.48% | 39.36 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 13.000 | 190.070 | 2,470.91 | 2.48% | 44.20 |
| JOHNSON & JOHNSON | Cash | JNJ | 46.000 | 69.730 | 3,207.58 | 3.22% | 112.24 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 66.000 | 41.080 | 2,711.28 | 2.72% | 79.20 |
| KRAFT FOODS GROUP INC | Cash | KRFT | 23.000 | 45.240 | 1,040.52 | 1.04% | |
| MERCK & CO INC NEW | Cash | MRK | 21.000 | 44.300 | 930.30 | 0.93% | 36.12 |
| MICROSOFT CORPORATION | Cash | MSFT | 74.000 | 26.615 | 1,969.51 | 1.98% | 68.08 |
| MONDELEZ INTERNATIONAL INC CL A | Cash | MDLZ | 69.000 | 25.890 | 1,786.41 | 1.79% | 35.88 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 63.000 | 27.180 | 1,712.34 | 1.72% | |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 31.000 | 75.210 | 2,331.51 | 2.34% | 66.96 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| PENTAIR LTD<br>ISIN #CH0193880173 | Cash | PNR | 6.000 | 48.490 | 290.94 | 0.29% | 5.28 |
| PFIZER INCORPORATED | Cash | PFE | 91.000 | 25.020 | 2,276.82 | 2.28% | 80.08 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 39.000 | 56.140 | 2,189.46 | 2.20% | 62.40 |
| PROCTER & GAMBLE COMPANY | Cash | PG | 14.000 | 69.830 | 977.62 | 0.98% | 31.47 |
| QUALCOMM INC | Cash | QCOM | 33.000 | 63.620 | 2,099.46 | 2.11% | 33.00 |
| RAYMOND JAMES FINL INC | Cash | RJF | 51.000 | 37.750 | 1,925.25 | 1.93% | 28.56 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 23.000 | 71.620 | 1,647.26 | 1.65% | 25.30 |
| SOUTHERN COMPANY | Cash | SO | 22.000 | 43.550 | 958.10 | 0.96% | 43.12 |
| SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079 | Cash | SU | 45.000 | 32.610 | 1,467.45 | 1.47% | 23.36 |
| TARGET CORP | Cash | TGT | 36.000 | 63.130 | 2,272.68 | 2.28% | 51.84 |
| THE WALT DISNEY CO | Cash | DIS | 24.000 | 49.660 | 1,191.84 | 1.20% | 18.00 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 32.000 | 63.550 | 2,033.60 | 2.04% | 19.20 |
| TIMKEN COMPANY | Cash | TKR | 43.000 | 45.050 | 1,937.15 | 1.94% | 39.56 |
| TRAVELERS COS INC/THE | Cash | TRV | 30.000 | 70.820 | 2,124.60 | 2.13% | 55.20 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 42.000 | 28.370 | 1,191.54 | 1.19% | 25.20 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 29.000 | 80.110 | 2,323.19 | 2.33% | 62.06 |
| WELLS FARGO & CO | Cash | WFC | 67.000 | 33.010 | 2,211.67 | 2.22% | 58.96 |
| XCEL ENERGY INC | Cash | XEL | 36.000 | 27.050 | 973.80 | 0.98% | 38.88 |
| **Total Equities** | | | | | **98,352.54** | **98.65%** | **2,164.47** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 43.000000 PD:2012-11-01 | Cash | FCX | 13.44 |
| 11/01 | Taxable Dividend | DARDEN RESTAURANTS INC<br>DRI on 33.000000 PD:2012-11-01 | Cash | DRI | 16.50 |
| 11/05 | Taxable Dividend | COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29<br>COV on 40.000000 PD:2012-11-05 | Cash | COV | 10.40 |
| 11/05 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 48.000000 PD:2012-11-05 | Cash | PNC | 19.20 |
| 11/09 | Taxable Dividend | AMERICAN EXPRESS COMPANY<br>AXP on 37.000000 PD:2012-11-09 | Cash | AXP | 7.40 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/15 | Taxable Dividend | TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485<br>TYC on 42.000000 PD:2012-11-15 | Cash | TYC | 6.30 |
| 11/16 | Taxable Dividend | BAKER HUGHES INCORPORATED<br>BHI on 40.000000 PD:2012-11-16 | Cash | BHI | 6.00 |
| 11/19 | Taxable Dividend | CAPITAL ONE FINANCIAL CORP<br>COF on 42.000000 PD:2012-11-19 | Cash | COF | 2.10 |
| 11/21 | Taxable Dividend | APACHE CORPORATION<br>APA on 21.000000 PD:2012-11-21 | Cash | APA | 3.57 |
| 11/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.01 |
| **Total Income Activity** | | | | | **84.92** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/05 | Sell | PNC FINANCIAL SERVICES GROUP | Cash | PNC | (9.000) | 58.191 | 523.71 |
| 11/05 | Sell | MACYS INC | Cash | M | (15.000) | 41.131 | 616.95 |
| 11/05 | Sell | DIRECTV | Cash | DTV | (10.000) | 50.251 | 502.50 |
| 11/05 | Sell | COMCAST CORPORATION CL A NEW | Cash | CMCSA | (26.000) | 37.211 | 967.46 |
| 11/05 | Sell | CHUBB CORP | Cash | CB | (29.000) | 74.491 | 2,160.18 |
| 11/05 | Sell | BLACKROCK INCORPORATED | Cash | BLK | (2.000) | 189.530 | 379.05 |
| 11/08 | Sell | MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | (30.000) | 25.691 | 770.71 |
| 11/08 | Sell | H J HEINZ COMPANY | Cash | HNZ | (16.000) | 57.573 | 921.15 |
| 11/09 | Sell | MICROSOFT CORPORATION | Cash | MSFT | (27.000) | 28.921 | 780.85 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/09 | Sell | INTL BUSINESS MACHINES INC | Cash | IBM | (4.000) | 189.400 | 757.58 |
| 11/30 | Sell | MACYS INC | Cash | M | (41.000) | 38.511 | 1,578.93 |
| 11/30 | Sell | THE WALT DISNEY CO | Cash | DIS | (21.000) | 49.382 | 1,036.99 |
| **Total Securities Sold/Matured** | | | | | | | **10,996.06** |

***Securities Purchased***

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/02 | Buy | PENTAIR LTD<br>ISIN #CH0193880173 | Cash | PNR | 6.000 | 45.980 | (275.88) |
| 11/05 | Buy | CITIGROUP INC NEW | Cash | C | 25.000 | 37.110 | (927.75) |
| 11/05 | Buy | BERKSHIRE HATHAWAY INC DEL CL B NEW<br>Reported Price: 86.61148 | Cash | BRK B | 22.000 | 86.611 | (1,905.45) |
| 11/05 | Buy | AT&T INC | Cash | T | 56.000 | 34.669 | (1,941.48) |
| 11/08 | Buy | PROCTER & GAMBLE COMPANY | Cash | PG | 14.000 | 67.319 | (942.47) |
| 11/08 | Buy | MERCK & CO INC NEW | Cash | MRK | 21.000 | 43.929 | (922.51) |
| 11/09 | Buy | CISCO SYSTEMS INC | Cash | CSCO | 65.000 | 16.829 | (1,093.90) |
| 11/30 | Buy | XCEL ENERGY INC | Cash | XEL | 36.000 | 26.770 | (963.70) |
| 11/30 | Buy | SOUTHERN COMPANY | Cash | SO | 22.000 | 43.179 | (949.93) |
| 11/30 | Buy | DUKE ENERGY CORP NEW COM NEW | Cash | DUK | 15.000 | 63.438 | (951.58) |
| **Total Securities Purchased** | | | | | | | **(10,874.65)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 84.91 | | 1,756.24 | |
| Money Market | 0.01 | | 0.52 | |
| **Total Income** | **84.92** | | **1,756.76** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(2.50)** |
| **Sales Proceeds** | **10,996.06** | **41,350.85** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/31/12 | Beginning Balance | | 1,157.72 |
| 11/01/12 | Sweep to 500 Bank Insured Deposit | 29.94 | 1,187.66 |
| 11/05/12 | Sweep to 500 Bank Insured Deposit | 19.20 | 1,206.86 |
| 11/06/12 | Sweep to 500 Bank Insured Deposit | 10.40 | 1,217.26 |
| 11/07/12 | Sweep from 500 Bank Insured Deposit | (275.88) | 941.38 |
| 11/08/12 | Sweep to 500 Bank Insured Deposit | 375.17 | 1,316.55 |
| 11/09/12 | Sweep to 500 Bank Insured Deposit | 7.40 | 1,323.95 |
| 11/14/12 | Sweep from 500 Bank Insured Deposit | (173.12) | 1,150.83 |
| 11/15/12 | Sweep to 500 Bank Insured Deposit | 444.53 | 1,595.36 |
| 11/16/12 | Sweep to 500 Bank Insured Deposit | 12.30 | 1,607.66 |
| 11/19/12 | Sweep to 500 Bank Insured Deposit | 2.10 | 1,609.76 |
| 11/21/12 | Sweep to 500 Bank Insured Deposit | 3.57 | 1,613.33 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 11/29/12 | Accumulated Earnings Posted | 0.01 | 1,613.34 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 12/01/12 | Dividend | WELLS FARGO & CO | WFC | 14.74 |
| 12/03/12 | Dividend | FORD MOTOR CO NEW | F | 7.35 |
| 12/03/12 | Dividend | AMERISOURCEBERGEN CORP | ABC | 10.50 |
| 12/04/12 | Dividend | TIMKEN COMPANY | TKR | 9.89 |
| 12/04/12 | Dividend | PFIZER INCORPORATED | PFE | 20.02 |
| 12/10/12 | Dividend | HONEYWELL INTERNATIONAL INC. COM | HON | 9.84 |
| 12/10/12 | Dividend | TARGET CORP | TGT | 12.96 |
| 12/10/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 14.45 |
| 12/10/12 | Dividend | CHEVRON CORPORATION | CVX | 15.30 |
| 12/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 15.52 |
| 12/10/12 | Dividend | EXXON-MOBIL CORPORATION | XOM | 27.93 |
| 12/11/12 | Dividend | JOHNSON & JOHNSON | JNJ | 28.06 |
| 12/13/12 | Dividend | MICROSOFT CORPORATION | MSFT | 17.02 |
| 12/17/12 | Dividend | FEDEX CORP | FDX | 2.80 |
| 12/19/12 | Dividend | CISCO SYSTEMS INC | CSCO | 9.10 |
| **Total** | | | | **215.48** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
November 30, 2012 to December 31, 2012

Kenny E Marchant Sr
Wood Asset Management
2125 N Josey Ln Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 1,352.87 | 99,381.17 | 100,734.04 |
| Total Assets Held in Account | | 1,352.87 | 99,381.17 | 100,734.04 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

Account Number: [redacted]
Kenny E Marchant Sr
Wood Asset Management

**Statement Period**
November 30, 2012 to December 31, 2012

**Page**
1 of 11

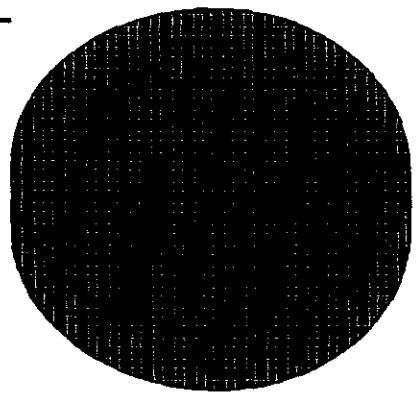
## Account Summary

| | 11/30/12 Value | 12 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | (249.29) | |
| Bank Insured Deposit * | 1,613.34 | 1,352.87 |
| Equities | 98,352.54 | 99,381.17 |
| **Total Account Value** | **99,716.59** | **100,734.04** |
| **Net Account Value** | **99,716.59** | **100,734.04** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 1,364.05 | 98,352.54 | 99,716.59 |
| Funds Deposited | | | |
| Income Activity | 342.40 | | 342.40 |
| Securities Sold/Matured | 1,376.44 | (1,376.44) | |
| Securities Received | | | |
| Funds Withdrawn | (0.88) | | (0.88) |
| Margin Interest | | | |
| Securities Purchased | (1,729.14) | 1,729.14 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 675.93 | 675.93 |
| **Ending Balance** | **1,352.87** | **99,381.17** | **100,734.04** |

## Account Holdings



- Bank Insured Deposit 1.34%
- Cash & Money Market Funds 0.00%
- Equities 98.62%

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on December 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.01% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on December 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| NEW YORK COMMUNITY BA | Cash Equivalent | | | | 1,352.86 | 1.34% | |
| *Pending*** | *Cash Equivalent* | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **1,352.87** | **1.34%** | |
| **Equities** | | | | | | | |
| ADT CORP | Cash | ADT | 21.000 | 46.490 | 976.29 | 0.97% | 10.50 |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 37.000 | 57.480 | 2,126.76 | 2.11% | 29.60 |
| AMERISOURCEBERGEN CORP | Cash | ABC | 50.000 | 43.180 | 2,159.00 | 2.14% | 42.00 |
| APACHE CORPORATION | Cash | APA | 21.000 | 78.500 | 1,648.50 | 1.64% | 14.28 |
| AT&T INC | Cash | T | 56.000 | 33.710 | 1,887.76 | 1.87% | 100.80 |
| BAKER HUGHES INCORPORATED | Cash | BHI | 40.000 | 40.848 | 1,633.91 | 1.62% | 24.00 |
| BERKSHIRE HATHAWAY INC DEL CL B NEW | Cash | BRK B | 22.000 | 89.700 | 1,973.40 | 1.96% | |
| BLACKROCK INCORPORATED | Cash | BLK | 12.000 | 206.710 | 2,480.52 | 2.46% | 72.00 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 42.000 | 57.930 | 2,433.06 | 2.42% | 8.40 |
| CHEVRON CORPORATION | Cash | CVX | 17.000 | 108.140 | 1,838.38 | 1.82% | 61.20 |
| CHUBB CORP | Cash | CB | 25.000 | 75.320 | 1,883.00 | 1.87% | 41.00 |
| CISCO SYSTEMS INC | Cash | CSCO | 65.000 | 19.649 | 1,277.21 | 1.27% | 36.40 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CITIGROUP INC NEW | Cash | C | 25.000 | 39.560 | 989.00 | 0.98% | 1.00 |
| COMCAST CORPORATION CL A NEW | Cash | CMCSA | 51.000 | 37.360 | 1,905.36 | 1.89% | 33.15 |
| COVIDIEN PLC (IRE) ISIN# IE00B68SQD29 | Cash | COV | 40.000 | 57.740 | 2,309.60 | 2.29% | 41.60 |
| DANAHER CORP | Cash | DHR | 47.000 | 55.900 | 2,627.30 | 2.61% | 4.70 |
| DARDEN RESTAURANTS INC | Cash | DRI | 33.000 | 45.070 | 1,487.31 | 1.48% | 66.00 |
| DIGITAL REALTY TRUST INC (REITS) | Cash | DLR | 29.000 | 67.890 | 1,968.81 | 1.95% | 84.68 |
| DIRECTV | Cash | DTV | 31.000 | 50.160 | 1,554.96 | 1.54% | |
| DUKE ENERGY CORP NEW COM NEW | Cash | DUK | 15.000 | 63.800 | 957.00 | 0.95% | 45.90 |
| EMC CORPORATION | Cash | EMC | 69.000 | 25.300 | 1,745.70 | 1.73% | |
| EXXON-MOBIL CORPORATION | Cash | XOM | 49.000 | 86.550 | 4,240.95 | 4.21% | 111.72 |
| FEDEX CORP | Cash | FDX | 20.000 | 91.720 | 1,834.40 | 1.82% | 11.20 |
| FORD MOTOR CO NEW | Cash | F | 147.000 | 12.950 | 1,903.65 | 1.89% | 29.40 |
| H J HEINZ COMPANY | Cash | HNZ | 28.000 | 57.680 | 1,615.04 | 1.60% | 57.68 |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 24.000 | 63.470 | 1,523.28 | 1.51% | 39.36 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| INTL BUSINESS MACHINES INC | Cash | IBM | 13.000 | 191.550 | 2,490.15 | 2.47% | 44.20 |
| JOHNSON & JOHNSON | Cash | JNJ | 46.000 | 70.100 | 3,224.60 | 3.20% | 112.24 |
| JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO | Cash | JPM | 66.000 | 43.969 | 2,901.96 | 2.88% | 79.20 |
| KRAFT FOODS GROUP INC | Cash | KRFT | 23.000 | 45.470 | 1,045.81 | 1.04% | 46.00 |
| MERCK & CO INC NEW | Cash | MRK | 21.000 | 40.940 | 859.74 | 0.85% | 36.12 |
| MICROSOFT CORPORATION | Cash | MSFT | 74.000 | 26.710 | 1,976.52 | 1.96% | 68.08 |
| MONDELEZ INTERNATIONAL INC CL A | Cash | MDLZ | 69.000 | 25.453 | 1,756.27 | 1.74% | 35.88 |
| MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | 63.000 | 27.450 | 1,729.35 | 1.72% | |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 31.000 | 76.610 | 2,374.91 | 2.36% | 66.96 |
| PENTAIR LTD<br>ISIN #CH0193880173 | Cash | PNR | 6.000 | 49.150 | 294.90 | 0.29% | 5.28 |
| PFIZER INCORPORATED | Cash | PFE | 91.000 | 25.079 | 2,282.22 | 2.27% | 87.36 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 39.000 | 58.310 | 2,274.09 | 2.26% | 62.40 |
| PROCTER & GAMBLE COMPANY | Cash | PG | 14.000 | 67.890 | 950.46 | 0.94% | 31.47 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| QUALCOMM INC | Cash | QCOM | 33.000 | 61.860 | 2,041.37 | 2.03% | 33.00 |
| RAYMOND JAMES FINL INC | Cash | RJF | 51.000 | 38.530 | 1,965.03 | 1.95% | 28.56 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 23.000 | 69.299 | 1,593.87 | 1.58% | 25.30 |
| SOUTHERN COMPANY | Cash | SO | 22.000 | 42.810 | 941.82 | 0.93% | 43.12 |
| SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079 | Cash | SU | 45.000 | 32.980 | 1,484.10 | 1.47% | 23.36 |
| TARGET CORP | Cash | TGT | 36.000 | 59.170 | 2,130.12 | 2.11% | 51.84 |
| THE DOW CHEMICAL COMPANY | Cash | DOW | 55.000 | 32.329 | 1,778.12 | 1.77% | 70.40 |
| THE WALT DISNEY CO | Cash | DIS | 24.000 | 49.790 | 1,194.96 | 1.19% | 18.00 |
| THERMO FISHER SCIENTIFIC INC | Cash | TMO | 32.000 | 63.780 | 2,040.96 | 2.03% | 19.20 |
| TIMKEN COMPANY | Cash | TKR | 43.000 | 47.830 | 2,056.69 | 2.04% | 39.56 |
| TRAVELERS COS INC/THE | Cash | TRV | 30.000 | 71.820 | 2,154.60 | 2.14% | 55.20 |
| TYCO INTERNATIONAL LTD<br>ISIN #CH0100383485 | Cash | TYC | 42.000 | 29.250 | 1,228.50 | 1.22% | 25.20 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 29.000 | 82.010 | 2,378.29 | 2.36% | 62.06 |
| WELLS FARGO & CO | Cash | WFC | 67.000 | 34.180 | 2,290.06 | 2.27% | 58.96 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| XCEL ENERGY INC | Cash | XEL | 36.000 | 26.710 | 961.56 | 0.95% | 38.88 |
| **Total Equities** | | | | | **99,381.17** | **98.62%** | **2,234.40** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/03 | Taxable Dividend | WELLS FARGO & CO<br>WFC on 67.000000 PD:2012-12-01 | Cash | WFC | 14.74 |
| 12/03 | Taxable Dividend | FORD MOTOR CO NEW<br>F on 147.000000 PD:2012-12-03 | Cash | F | 7.35 |
| 12/03 | Taxable Dividend | AMERISOURCEBERGEN CORP<br>ABC on 50.000000 PD:2012-12-03 | Cash | ABC | 10.50 |
| 12/04 | Taxable Dividend | TIMKEN COMPANY<br>TKR on 43.000000 PD:2012-12-04 | Cash | TKR | 9.89 |
| 12/04 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 91.000000 PD:2012-12-04 | Cash | PFE | 20.02 |
| 12/10 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 29.000000 PD:2012-12-10 | Cash | UTX | 15.52 |
| 12/10 | Taxable Dividend | TARGET CORP<br>TGT on 36.000000 PD:2012-12-10 | Cash | TGT | 12.96 |
| 12/10 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 17.000000 PD:2012-12-10 | Cash | IBM | 14.45 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/10 | Taxable Dividend | HONEYWELL INTERNATIONAL INC. COM<br>HON on 24.000000 PD:2012-12-10 | Cash | HON | 9.84 |
| 12/10 | Taxable Dividend | EXXON-MOBIL CORPORATION<br>XOM on 49.000000 PD:2012-12-10 | Cash | XOM | 27.93 |
| 12/10 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 17.000000 PD:2012-12-10 | Cash | CVX | 15.30 |
| 12/11 | Taxable Dividend | JOHNSON & JOHNSON<br>JNJ on 46.000000 PD:2012-12-11 | Cash | JNJ | 28.06 |
| 12/13 | Taxable Dividend | MICROSOFT CORPORATION<br>MSFT on 74.000000 PD:2012-12-13 | Cash | MSFT | 17.02 |
| 12/17 | Taxable Dividend | FEDEX CORP<br>FDX on 20.000000 PD:2012-12-17 | Cash | FDX | 2.80 |
| 12/18 | Taxable Dividend | ADT CORP<br>ADT on 21.000000 PD:2012-12-18 | Cash | ADT | 2.63 |
| 12/19 | Taxable Dividend | CISCO SYSTEMS INC<br>CSCO on 65.000000 PD:2012-12-19 | Cash | CSCO | 9.10 |
| 12/21 | Taxable Dividend | QUALCOMM INC<br>QCOM on 33.000000 PD:2012-12-21 | Cash | QCOM | 8.25 |
| 12/24 | Taxable Dividend | SUNCOR ENERGY INC NEW<br>ISIN #CA8672241079<br>SU on 45.000000 PD:2012-12-24 | Cash | SU | 5.69 |
| 12/24 | Taxable Dividend | BLACKROCK INCORPORATED<br>BLK on 12.000000 PD:2012-12-24 | Cash | BLK | 18.00 |
| 12/26 | Taxable Dividend | H J HEINZ COMPANY<br>HNZ on 28.000000 PD:2012-12-26 | Cash | HNZ | 14.42 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/27 | Taxable Dividend | COVIDIEN PLC (IRE)<br>ISIN# IE00B68SQD29<br>COV on 40.000000 PD:2012-12-27 | Cash | COV | 10.40 |
| 12/27 | Taxable Dividend | OCCIDENTAL PETROLEUM CORP<br>OXY on 31.000000 PD:2012-12-27 | Cash | OXY | 16.74 |
| 12/28 | Taxable Dividend | THE WALT DISNEY CO<br>DIS on 24.000000 PD:2012-12-28 | Cash | DIS | 18.00 |
| 12/28 | Taxable Dividend | DANAHER CORP<br>DHR on 47.000000 PD:2012-12-28 | Cash | DHR | 1.18 |
| 12/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.01 |
| 12/31 | Taxable Dividend | TRAVELERS COS INC/THE<br>TRV on 30.000000 PD:2012-12-31 | Cash | TRV | 13.80 |
| 12/31 | Taxable Dividend | THE DOW CHEMICAL COMPANY<br>DOW on 55.000000 PD:2012-12-31 | Cash | DOW | 17.60 |
| **Total Income Activity** | | | | | **342.40** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/10 | Sell | FREEPORT MCMORAN COPPER & GOLD CL B | Cash | FCX | (43.000) | 32.011 | 1,376.44 |
| **Total Securities Sold/Matured** | | | | | | | **1,376.44** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 12/24 | Foreign Withholding-DIV | WH for SU on 45.000000 P: 2012-12-24 | Cash | | (0.88) |
| **Total Funds Withdrawn** | | | | | **(0.88)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/14 | Buy | THE DOW CHEMICAL COMPANY | Cash | DOW | 55.000 | 31.439 | (1,729.14) |
| **Total Securities Purchased** | | | | | | | **(1,729.14)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 342.39 | | 2,098.63 | |
| Money Market | 0.01 | | 0.53 | |
| **Total Income** | **342.40** | | **2,099.16** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(0.88)** | **(3.38)** |
| **Sales Proceeds** | **1,376.44** | **42,727.29** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 11/30/12 | Beginning Balance | | 1,613.34 |
| 12/03/12 | Sweep to 500 Bank Insured Deposit | 32.59 | 1,645.93 |
| 12/04/12 | Sweep to 500 Bank Insured Deposit | 29.91 | 1,675.84 |
| 12/05/12 | Sweep from 500 Bank Insured Deposit | (249.29) | 1,426.55 |
| 12/10/12 | Sweep to 500 Bank Insured Deposit | 68.07 | 1,494.62 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/11/12 | Sweep to 500 Bank Insured Deposit | 55.99 | 1,550.61 |
| 12/13/12 | Sweep to 500 Bank Insured Deposit | 1,393.46 | 2,944.07 |
| 12/17/12 | Sweep to 500 Bank Insured Deposit | 2.80 | 2,946.87 |
| 12/18/12 | Sweep to 500 Bank Insured Deposit | 2.63 | 2,949.50 |
| 12/19/12 | Sweep from 500 Bank Insured Deposit | (1,729.14) | 1,220.36 |
| 12/20/12 | Sweep to 500 Bank Insured Deposit | 9.10 | 1,229.46 |
| 12/21/12 | Sweep to 500 Bank Insured Deposit | 8.25 | 1,237.71 |
| 12/24/12 | Sweep to 500 Bank Insured Deposit | 18.00 | 1,255.71 |
| 12/26/12 | Sweep to 500 Bank Insured Deposit | 19.43 | 1,275.14 |
| 12/27/12 | Sweep to 500 Bank Insured Deposit | 16.74 | 1,291.88 |
| 12/28/12 | Accumulated Earnings Posted | 0.01 | 1,291.89 |
| 12/28/12 | Sweep to 500 Bank Insured Deposit | 11.58 | 1,303.47 |
| 12/31/12 | Sweep to 500 Bank Insured Deposit | 49.40 | 1,352.87 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 01/08/13 | Dividend | MERCK & CO INC NEW | MRK | 9.03 |
| 01/08/13 | Dividend | CHUBB CORP | CB | 10.25 |
| 01/11/13 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 6.33 |
| 01/15/13 | Dividend | THERMO FISHER SCIENTIFIC INC | TMO | 4.80 |
| 01/15/13 | Dividend | DIGITAL REALTY TRUST INC (REITS) | DLR | 21.17 |

## Other Important Information

### Estimated Pending Income (continued)

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 01/20/13 | Dividend | XCEL ENERGY INC | XEL | 9.72 |
| **Total** | | | | **61.30** |

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## End of Statement

**Statement Period**
December 30, 2011 to January 31, 2012

Kenny E. Marchant, Sr.
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 4,322.27 | 118,849.31 | 123,171.58 |
| Total Assets Held in Account | | 4,322.27 | 118,849.31 | 123,171.58 |

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Lazard Asset Management**

**Statement Period**
December 30, 2011 to January 31, 2012

**Page**

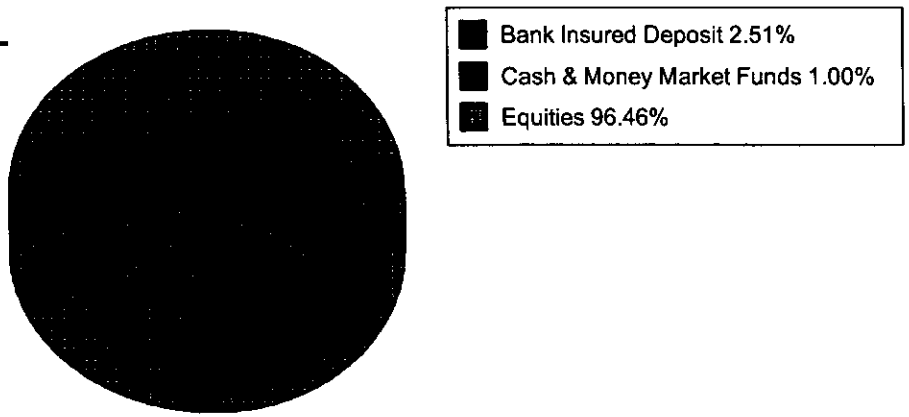

## Account Summary

| | 12/30/11 Value | 01 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | | 1,228.52 |
| Bank Insured Deposit * | 2,472.32 | 3,093.75 |
| Equities | 114,806.93 | 118,849.31 |
| **Total Account Value** | **117,279.25** | **123,171.58** |
| **Net Account Value** | **117,279.25** | **123,171.58** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,472.32 | 114,806.93 | 117,279.25 |
| Funds Deposited | | | |
| Income Activity | 95.02 | | 95.02 |
| Securities Sold/Matured | 2,602.73 | (2,602.73) | |
| Securities Received | | | |
| Funds Withdrawn | (445.06) | | (445.06) |
| Margin Interest | | | |
| Securities Purchased | (402.74) | 402.74 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 6,242.36 | 6,242.36 |
| **Ending Balance** | **4,322.27** | **118,849.31** | **123,171.58** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on January 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on January 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 1,228.52 | 1.00% | |
| **Total Cash & Money Market Funds** | | | | | **1,228.52** | **1.00%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 3,093.77 | 2.51% | |
| Pending** | Cash Equivalent | | | | (0.02) | | |
| **Total Bank Insured Deposit *** | | | | | **3,093.75** | **2.51%** | |
| **Equities** | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 40.000 | 92.210 | 3,688.40 | 2.99% | 153.68 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 54.000 | 60.800 | 3,283.20 | 2.67% | 52.38 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 263.000 | 13.555 | 3,564.97 | 2.89% | 62.85 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 254.000 | 7.789 | 1,978.41 | 1.61% | 88.14 |
| AXA-SPONSORED ADR | Cash | AXAHY | 91.000 | 15.192 | 1,382.47 | 1.12% | 76.26 |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 23.000 | 70.087 | 1,612.00 | 1.31% | 37.03 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 25.000 | 112.437 | 2,810.93 | 2.28% | 28.23 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 31.000 | 79.440 | 2,462.64 | 2.00% | 62.62 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | 128.000 | 28.533 | 3,652.22 | 2.97% | 52.22 |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 52.000 | 21.187 | 1,101.72 | 0.89% | 57.56 |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 20.000 | 43.554 | 871.08 | 0.71% | 29.66 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 61.000 | 42.850 | 2,613.85 | 2.12% | 88.28 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 141.000 | 23.541 | 3,319.28 | 2.69% | 108.01 |
| DANONE-SPONSORED ADR | Cash | DANOY | 148.000 | 12.354 | 1,828.39 | 1.48% | 37.89 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 93.000 | 28.000 | 2,604.00 | 2.11% | 34.60 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 80.000 | 44.540 | 3,563.20 | 2.89% | 176.48 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 34.050 | 1,327.95 | 1.08% | 26.91 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 195.000 | 12.340 | 2,406.30 | 1.95% | 81.90 |
| ING GROEP N V | Cash | ING | 244.000 | 9.110 | 2,222.84 | 1.80% | 485.32 |
| JS GROUP CORP-UNSPON ADR ISIN #US46633D1090 | Cash | JSGRY | 40.000 | 41.338 | 1,653.52 | 1.34% | 33.84 |
| JULIUS BEAR GROUP LTD-UN ADR | Cash | JBAXY | 161.000 | 8.134 | 1,309.57 | 1.06% | 18.35 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 37.000 | 32.360 | 1,197.32 | 0.97% | 16.69 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 55.000 | 34.803 | 1,914.17 | 1.55% | 21.95 |
| MITSUBISHI ESTATE ADRS | Cash | MITEY | 110.000 | 15.961 | 1,755.71 | 1.43% | 14.30 |
| NOVARTIS AG ADR'S | Cash | NVS | 47.000 | 54.360 | 2,554.92 | 2.07% | 93.81 |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 161.000 | 11.480 | 1,848.28 | 1.50% | 34.62 |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 37.000 | 46.740 | 1,729.38 | 1.40% | 20.72 |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 139.000 | 22.190 | 3,084.41 | 2.50% | 112.31 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 92.000 | 29.510 | 2,714.92 | 2.20% | 93.47 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 44.000 | 38.450 | 1,691.80 | 1.37% | 61.47 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 40.000 | 71.360 | 2,854.40 | 2.32% | 114.24 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 79.000 | 33.540 | 2,649.66 | 2.15% | 143.15 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 149.000 | 13.182 | 1,964.12 | 1.59% | 99.68 |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 104.000 | 37.130 | 3,861.52 | 3.14% | 137.60 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 90.000 | 60.480 | 5,443.20 | 4.42% | 92.26 |
| SIEMENS A G ADS RPSTG1COM | Cash | SI | 16.000 | 94.290 | 1,508.64 | 1.22% | 45.54 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 422.000 | 6.350 | 2,679.70 | 2.18% | 97.48 |
| SWEDBANK AB-ADR | Cash | SWDBY | 128.000 | 14.348 | 1,836.54 | 1.49% | 29.82 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 56.000 | 23.471 | 1,314.38 | 1.07% | 21.34 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 266.000 | 17.695 | 4,706.87 | 3.82% | 351.65 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 49.000 | 52.970 | 2,595.53 | 2.11% | 129.12 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 177.000 | 10.967 | 1,941.16 | 1.58% | 9.75 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 136.000 | 32.390 | 4,405.04 | 3.58% | 168.64 |
| VALEO SPONSORED ADR | Cash | VLEEY | 94.000 | 23.488 | 2,207.87 | 1.79% | 66.83 |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 58.000 | 27.080 | 1,570.64 | 1.28% | 82.94 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 92.000 | 22.566 | 2,076.07 | 1.69% | 79.03 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WOLSELEY LTD - ADR | Cash | WOSYY | 326.000 | 3.467 | 1,130.24 | 0.92% | 20.21 |
| XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | 1,019.000 | 3.391 | 3,455.43 | 2.81% | 26.50 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 285.000 | 10.177 | 2,900.45 | 2.35% | 33.63 |
| **Total Equities** | | | | | **118,849.31** | **96.46%** | **4,010.96** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/04 | Taxable Dividend | ROGERS COMMUNICATIONS INC CLASS B<br>RCI on 44.000000 PD:2012-01-04 | Cash | RCI | 15.39 |
| 01/05 | Taxable Dividend | GLAXOSMITHKLINE PLC ADS<br>GSK on 80.000000 PD:2012-01-05 | Cash | GSK | 43.44 |
| 01/13 | Taxable Dividend | TOTAL FINA ELF S A ADR<br>*TOT on 49.000000 PD:2012-01-13* | Cash | TOT | 36.12 |
| 01/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.07 |
| **Total Income Activity** | | | | | **95.02** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | *Quantity* | *Price* | *Amount* |
|---|---|---|---|---|---|---|---|
| 01/19 | Sell | TECHNIP NEW SPONSORED ADR<br>formerly Technip | Cash | TKPPY | (18.000) | 22.680 | 408.23 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/20 | Sell | HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | (28.000) | 34.500 | 965.98 |
| 01/31 | Sell | LVMH MOET HENNESSY LOUIS | Cash | LVMUY | (38.000) | 32.330 | 1,228.52 |
| **Total Securities Sold/Matured** | | | | | | | **2,602.73** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 01/04 | Foreign Withholding-DIV | WH for RCI on 44.000000 P: 2012-01-04 | Cash | | (2.31) |
| 01/13 | Foreign Withholding-DIV | WH for TOT on 49.000000 P: 2012-01-13 | Cash | | (5.42) |
| 01/20 | Journal | ADV FEE | Cash | | (437.33) |
| **Total Funds Withdrawn** | | | | | **(445.06)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/20 | Buy | AXA-SPONSORED ADR | Cash | AXAHY | 26.000 | 15.490 | (402.74) |
| **Total Securities Purchased** | | | | | | | **(402.74)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 94.95 | | 94.95 | |
| Money Market | 0.07 | | 0.07 | |
| **Total Income** | **95.02** | | **95.02** | |

# Other Important Information

## Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(7.73)** | **(7.73)** |
| **Sales Proceeds** | **2,602.73** | **2,602.73** |

## Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/30/11 | Beginning Balance | | 2,472.32 |
| 01/05/12 | Sweep to 500 Bank Insured Deposit | 13.08 | 2,485.40 |
| 01/06/12 | Sweep to 500 Bank Insured Deposit | 43.44 | 2,528.84 |
| 01/17/12 | Sweep to 500 Bank Insured Deposit | 30.70 | 2,559.54 |
| 01/23/12 | Sweep from 500 Bank Insured Deposit | (437.33) | 2,122.21 |
| 01/24/12 | Sweep to 500 Bank Insured Deposit | 408.23 | 2,530.44 |
| 01/25/12 | Sweep to 500 Bank Insured Deposit | 563.24 | 3,093.68 |
| 01/30/12 | Accumulated Earnings Posted | 0.07 | 3,093.75 |

## Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 02/01/12 | Dividend | SIEMENS A G ADS RPSTG1COM | SI | 64.20 |
| 02/03/12 | Dividend | VODAFONE GROUP PLC NEW-SPON ADR NEW | VOD | 26.89 |
| 02/03/12 | Special Di | VODAFONE GROUP PLC NEW-SPON ADR NEW | VOD | 36.02 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 02/09/12 | Dividend | POTASH CORP SASK INC ISIN #CA73755L1076 | POT | 2.59 |
| 02/09/12 | Dividend | POTASH CORP SASK INC ISIN #CA73755L1076 | POT | 2.59 |
| **Total** | | | | **132.29** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
January 31, 2012 to February 29, 2012

Kenny E. Marchant, Sr.
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 5,631.34 | 124,388.11 | 130,019.45 |
| Total Assets Held in Account | | 5,631.34 | 124,388.11 | 130,019.45 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Lazard Asset Management**

**Statement Period**
January 31, 2012 to February 29, 2012

**Page**
1 of 10

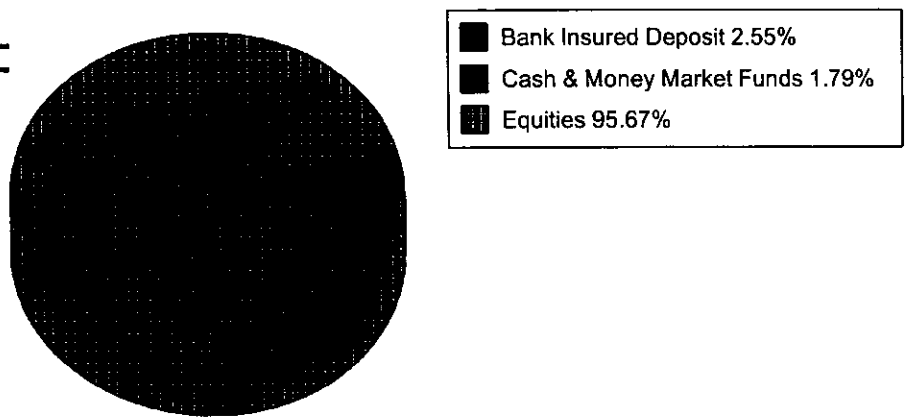
## Account Summary

| | 01/31/12 Value | 02 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 1,228.52 | 2,321.36 |
| Bank Insured Deposit * | 3,093.75 | 3,309.98 |
| Equities | 118,849.31 | 124,388.11 |
| **Total Account Value** | **123,171.58** | **130,019.45** |
| **Net Account Value** | **123,171.58** | **130,019.45** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,322.27 | 118,849.31 | 123,171.58 |
| Funds Deposited | | | |
| Income Activity | 127.45 | | 127.45 |
| Securities Sold/Matured | 7,328.70 | (7,328.70) | |
| Securities Received | | | |
| Funds Withdrawn | (16.70) | | (16.70) |
| Margin Interest | | | |
| Securities Purchased | (6,130.38) | 6,130.38 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 6,737.13 | 6,737.13 |
| **Ending Balance** | **5,631.34** | **124,388.11** | **130,019.45** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on February 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on February 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 2,321.36 | 1.79% | |
| **Total Cash & Money Market Funds** | | | | | **2,321.36** | **1.79%** | |
| **Bank Insured Deposit *** | | | | | | | |
| *BANCO POPULAR* | *Cash Equivalent* | | | | *3,310.00* | 2.55% | |
| Pending** | Cash Equivalent | | | | (0.02) | | |
| **Total Bank Insured Deposit *** | | | | | **3,309.98** | **2.55%** | |
| **Equities** | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 40.000 | 101.280 | 4,051.20 | 3.12% | 158.29 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 54.000 | 67.250 | 3,631.50 | 2.79% | 52.38 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 223.000 | 15.283 | 3,408.11 | 2.62% | 57.53 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 254.000 | 8.408 | 2,135.63 | 1.64% | 88.14 |
| AXA-SPONSORED ADR | Cash | AXAHY | 91.000 | 16.193 | 1,473.56 | 1.13% | 69.98 |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 23.000 | 74.242 | 1,707.57 | 1.31% | 37.03 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 125.000 | 24.241 | 3,030.13 | 2.33% | 28.25 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 25.000 | 76.820 | 1,920.50 | 1.48% | 55.00 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | 105.000 | 30.959 | 3,250.70 | 2.50% | 42.84 |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 52.000 | 24.503 | 1,274.16 | 0.98% | 57.56 |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 20.000 | 42.811 | 856.22 | 0.66% | 29.66 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 61.000 | 45.340 | 2,765.74 | 2.13% | 88.28 |
| CREDIT SUISSE GROUP-SPONS ADR | Cash | CS | 50.000 | 26.820 | 1,341.00 | 1.03% | 73.95 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 118.000 | 22.115 | 2,609.57 | 2.01% | 90.39 |
| DANONE-SPONSORED ADR | Cash | DANOY | 148.000 | 13.586 | 2,010.73 | 1.55% | 34.63 |
| FANUC CORPORATION<br>formerly FANUC LTD - UNSP ADR | Cash | FANUY | 93.000 | 30.331 | 2,820.78 | 2.17% | 34.60 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 80.000 | 44.310 | 3,544.80 | 2.73% | 180.32 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 38.120 | 1,486.68 | 1.14% | 27.02 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 195.000 | 13.847 | 2,700.17 | 2.08% | 81.90 |
| ING GROEP N V | Cash | ING | 244.000 | 8.790 | 2,144.76 | 1.65% | 485.32 |
| JS GROUP CORP-UNSPON ADR<br>ISIN #US46633D1090 | Cash | JSGRY | 50.000 | 42.006 | 2,100.30 | 1.62% | 42.30 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| KOMATSU LTD-ADR | Cash | KMTUY | 89.000 | 29.923 | 2,663.15 | 2.05% | 38.90 |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 37.000 | 33.790 | 1,250.23 | 0.96% | 16.69 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 55.000 | 34.606 | 1,903.33 | 1.46% | 21.95 |
| NOVARTIS AG ADR'S | Cash | NVS | 47.000 | 54.510 | 2,561.97 | 1.97% | 98.14 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 44.000 | 29.388 | 1,293.07 | 0.99% | |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 161.000 | 12.708 | 2,045.99 | 1.57% | 34.62 |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 37.000 | 46.550 | 1,722.35 | 1.32% | 20.72 |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 139.000 | 22.760 | 3,163.64 | 2.43% | 112.31 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 92.000 | 33.155 | 3,050.26 | 2.35% | 93.47 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 44.000 | 38.300 | 1,685.20 | 1.30% | 69.75 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 40.000 | 73.090 | 2,923.60 | 2.25% | 114.24 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 79.000 | 33.520 | 2,648.08 | 2.04% | 143.15 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 149.000 | 14.146 | 2,107.75 | 1.62% | 93.13 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 104.000 | 37.030 | 3,851.12 | 2.96% | 154.75 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 90.000 | 67.610 | 6,084.90 | 4.68% | 92.26 |
| SIEMENS A G ADS RPSTG1COM | Cash | SI | 16.000 | 99.710 | 1,595.36 | 1.23% | 45.54 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 487.000 | 6.790 | 3,306.73 | 2.54% | 112.50 |
| SWEDBANK AB-ADR | Cash | SWDBY | 128.000 | 17.215 | 2,203.52 | 1.69% | 85.12 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 56.000 | 27.400 | 1,534.40 | 1.18% | 21.34 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 266.000 | 17.827 | 4,741.98 | 3.65% | 368.41 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 49.000 | 56.070 | 2,747.43 | 2.11% | 125.69 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 177.000 | 11.781 | 2,085.24 | 1.60% | 9.75 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 136.000 | 32.470 | 4,415.92 | 3.40% | 170.14 |
| VALEO SPONSORED ADR | Cash | VLEEY | 94.000 | 27.012 | 2,539.13 | 1.95% | 66.83 |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 58.000 | 27.090 | 1,571.22 | 1.21% | 82.94 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 92.000 | 23.163 | 2,131.00 | 1.64% | 79.03 |
| WOLSELEY LTD - ADR | Cash | WOSYY | 326.000 | 3.891 | 1,268.47 | 0.98% | 20.21 |
| XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | 525.000 | 3.834 | 2,012.85 | 1.55% | 23.09 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 285.000 | 10.584 | 3,016.44 | 2.32% | 33.63 |
| **Total Equities** | | | | | **124,388.11** | **95.67%** | **4,163.67** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 02/01 Taxable Dividend | SIEMENS A G<br>ADS RPSTG1COM<br>SI on 16.000000 PD:2012-02-01 | Cash | SI | 61.85 |
| 02/03 Taxable Dividend | VODAFONE GROUP PLC NEW-SPON<br>ADR NEW<br>VOD on 58.000000 PD:2012-02-03 | Cash | VOD | 26.89 |
| 02/03 Special Distribution | VODAFONE GROUP PLC NEW-SPON<br>ADR NEW<br>VOD on 58.000000 PD:2012-02-03 | Cash | VOD | 36.02 |
| 02/09 Taxable Dividend | POTASH CORP SASK INC<br>ISIN #CA73755L1076<br>POT on 37.000000 PD:2012-02-09 | Cash | POT | 2.59 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.10 |
| **Total Income Activity** | | | | | **127.45** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Sell | MITSUBISHI ESTATE ADRS | Cash | MITEY | (49.000) | 16.400 | 803.58 |
| 02/07 | Sell | DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | (23.000) | 21.870 | 503.00 |
| 02/09 | Sell | BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | (23.000) | 31.700 | 729.09 |
| 02/15 | Sell | ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | (40.000) | 14.510 | 580.39 |
| 02/21 | Sell | JULIUS BEAR GROUP LTD-UN ADR | Cash | JBAXY | (161.000) | 7.980 | 1,284.76 |
| 02/24 | Sell | MITSUBISHI ESTATE ADRS | Cash | MITEY | (61.000) | 18.140 | 1,106.52 |
| 02/27 | Sell | XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | (494.000) | 3.750 | 1,852.47 |
| 02/27 | Sell | BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086 | Cash | BHP | (6.000) | 78.150 | 468.89 |
| **Total Securities Sold/Matured** | | | | | | | **7,328.70** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 02/15 | Stock Split | BG GROUP PLC - SPON ADR<br>BRGYY on 25.000000 PD:2012-02-13 | Cash | BRGYY | 100.000 | |
| **Total Securities Received** | | | | | | |

## Account Activity

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 02/01 | Foreign Withholding-DIV | WH for SI on 16.000000 P: 2012-02-01 | Cash | | (16.31) |
| 02/09 | Foreign Withholding-DIV | WH for POT on 37.000000 P: 2012-02-09 | Cash | | (0.39) |
| **Total Funds Withdrawn** | | | | | **(16.70)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Buy | KOMATSU LTD-ADR | Cash | KMTUY | 58.000 | 28.380 | (1,646.04) |
| 02/17 | Buy | SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 65.000 | 6.870 | (446.55) |
| 02/21 | Buy | JS GROUP CORP-UNSPON ADR<br>ISIN #US46633D1090 | Cash | JSGRY | 10.000 | 43.230 | (432.30) |
| 02/21 | Buy | CREDIT SUISSE GROUP-SPONS ADR | Cash | CS | 50.000 | 27.590 | (1,379.50) |
| 02/22 | Buy | KOMATSU LTD-ADR | Cash | KMTUY | 31.000 | 30.290 | (938.99) |
| 02/24 | Buy | ORICA LTD-UNSPONS ADR | Cash | OCLDY | 44.000 | 29.250 | (1,287.00) |
| **Total Securities Purchased** | | | | | | | **(6,130.38)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 127.35 | | 222.30 | |
| Money Market | 0.10 | | 0.17 | |
| **Total Income** | **127.45** | | **222.47** | |

## Other Important Information

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(16.70)** | **(24.43)** |
| **Sales Proceeds** | **7,328.70** | **9,931.43** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/31/12 | Beginning Balance | | 3,093.75 |
| 02/02/12 | Sweep to 500 Bank Insured Deposit | 45.54 | 3,139.29 |
| 02/03/12 | Sweep to 500 Bank Insured Deposit | 1,228.52 | 4,367.81 |
| 02/06/12 | Sweep from 500 Bank Insured Deposit | (779.55) | 3,588.26 |
| 02/10/12 | Sweep to 500 Bank Insured Deposit | 505.20 | 4,093.46 |
| 02/14/12 | Sweep to 500 Bank Insured Deposit | 729.09 | 4,822.55 |
| 02/21/12 | Sweep to 500 Bank Insured Deposit | 580.39 | 5,402.94 |
| 02/23/12 | Sweep from 500 Bank Insured Deposit | (446.55) | 4,956.39 |
| 02/24/12 | Sweep from 500 Bank Insured Deposit | (527.04) | 4,429.35 |
| 02/27/12 | Sweep from 500 Bank Insured Deposit | (938.99) | 3,490.36 |
| 02/28/12 | Accumulated Earnings Posted | 0.10 | 3,490.46 |
| 02/29/12 | Sweep from 500 Bank Insured Deposit | (180.48) | 3,309.98 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/02/12 | Dividend | HONDA MOTOR COMPANY LIMITED ADR | HMC | 13.32 |
| 03/22/12 | Dividend | UNILEVER PLC SPONSORED ADR NEW | UL | 40.32 |
| 04/12/12 | Dividend | GLAXOSMITHKLINE PLC ADS | GSK | 53.07 |
| **Total** | | | | **106.71** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the *security*.

## End of Statement

**Statement Period**
February 29, 2012 to March 30, 2012

*Kenny E. Marchant, Sr.*
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 5,193.18 | 125,557.11 | 130,750.29 |
| Total Assets Held in Account | | 5,193.18 | 125,557.11 | 130,750.29 |

URGENT INFORMATION ABOUT YOUR ACCOUNT. ON THE LAST PAGE OF YOUR MARCH STATEMENT IS A TIME SENSITIVE NOTICE, TITLED VERIFICATION OF CUSTOMER INFORMATION. PLEASE REVIEW THIS NOTICE AND CONTACT YOUR FINANCIAL ADVISOR AS SOON AS POSSIBLE, IF ANY INFORMATION HAS CHANGED.

Paperless Statements and Confirms: We are excited to announce that you can now stop the delivery of your paper statements and confirms. Please visit the ClientEXP website,https://clientexp.swst.com/SWS/LogIn, to enroll for eDelivery of all of your Southwest Securities account documents. You may register for access to ClientEXP as well as sign up for eDelivery at this site. If you need any assistance or have any questions please contact your Financial Advisor.

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Lazard Asset Management**

**Statement Period**
February 29, 2012 to March 30, 2012

**Page**
1 of 9

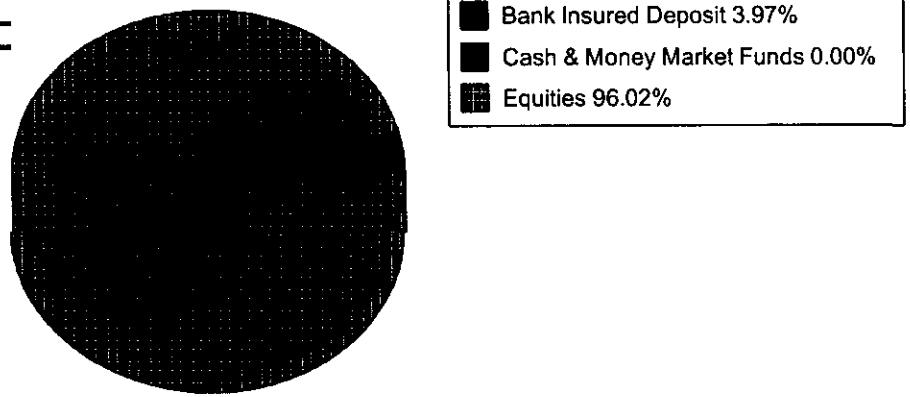
## Account Summary

| | 02/29/12 Value | 03 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,321.36 | |
| Bank Insured Deposit * | 3,309.98 | 5,193.18 |
| Equities | 124,388.11 | 125,557.11 |
| **Total Account Value** | **130,019.45** | **130,750.29** |
| **Net Account Value** | **130,019.45** | **130,750.29** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 5,631.34 | 124,388.11 | 130,019.45 |
| Funds Deposited | | | |
| Income Activity | 113.73 | | 113.73 |
| Securities Sold/Matured | | | |
| Securities Received | | | |
| Funds Withdrawn | (5.89) | | (5.89) |
| Margin Interest | | | |
| Securities Purchased | (546.00) | 546.00 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 622.99 | 622.99 |
| **Ending Balance** | **5,193.18** | **125,557.11** | **130,750.29** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on March 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on March 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 5,193.20 | 3.97% | |
| Pending** | Cash Equivalent | | | | (0.02) | | |
| **Total Bank Insured Deposit *** | | | | | **5,193.18** | **3.97%** | |
| **Equities** | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 40.000 | 101.220 | 4,048.80 | 3.10% | 158.29 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 54.000 | 72.720 | 3,926.88 | 3.00% | 52.38 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 223.000 | 15.659 | 3,491.96 | 2.67% | 57.53 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 254.000 | 8.290 | 2,105.66 | 1.61% | 88.14 |
| AXA-SPONSORED ADR | Cash | AXAHY | 91.000 | 16.553 | 1,506.32 | 1.15% | 69.98 |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 23.000 | 70.234 | 1,615.38 | 1.24% | 37.03 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 125.000 | 23.135 | 2,891.88 | 2.21% | 28.25 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 25.000 | 72.400 | 1,810.00 | 1.38% | 55.00 |
| BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | 105.000 | 29.932 | 3,142.86 | 2.40% | 42.84 |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 52.000 | 23.688 | 1,231.78 | 0.94% | 57.56 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 20.000 | 43.203 | 864.06 | 0.66% | 29.66 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 61.000 | 47.660 | 2,907.26 | 2.22% | 88.28 |
| CREDIT SUISSE GROUP-SPONS ADR | Cash | CS | 50.000 | 28.510 | 1,425.50 | 1.09% | 114.75 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 118.000 | 22.571 | 2,663.38 | 2.04% | 90.39 |
| DANONE-SPONSORED ADR | Cash | DANOY | 148.000 | 13.930 | 2,061.64 | 1.58% | 34.63 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 93.000 | 29.730 | 2,764.89 | 2.11% | 34.60 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 80.000 | 44.910 | 3,592.80 | 2.75% | 180.32 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 38.430 | 1,498.77 | 1.15% | 27.02 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 195.000 | 14.108 | 2,751.06 | 2.10% | 81.90 |
| ING GROEP N V | Cash | ING | 244.000 | 8.320 | 2,030.08 | 1.55% | 485.32 |
| JS GROUP CORP-UNSPON ADR ISIN #US46633D1090 | Cash | JSGRY | 63.000 | 42.117 | 2,653.37 | 2.03% | 53.30 |
| KOMATSU LTD-ADR | Cash | KMTUY | 89.000 | 28.665 | 2,551.18 | 1.95% | 38.90 |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 37.000 | 34.318 | 1,269.77 | 0.97% | 29.90 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 55.000 | 36.835 | 2,025.93 | 1.55% | 21.95 |
| NOVARTIS AG ADR'S | Cash | NVS | 47.000 | 55.410 | 2,604.27 | 1.99% | 98.98 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 44.000 | 28.975 | 1,274.90 | 0.98% | |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 161.000 | 13.900 | 2,237.90 | 1.71% | 34.62 |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 37.000 | 45.690 | 1,690.53 | 1.29% | 20.72 |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 139.000 | 24.030 | 3,340.17 | 2.55% | 109.13 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 92.000 | 34.200 | 3,146.40 | 2.41% | 93.47 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 44.000 | 39.700 | 1,746.80 | 1.34% | 69.75 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 40.000 | 70.130 | 2,805.20 | 2.15% | 114.24 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 79.000 | 36.280 | 2,866.12 | 2.19% | 143.15 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 149.000 | 14.429 | 2,149.92 | 1.64% | 93.13 |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 104.000 | 38.750 | 4,030.00 | 3.08% | 154.75 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 90.000 | 69.820 | 6,283.80 | 4.81% | 92.26 |
| SIEMENS A G ADS RPSTG1COM | Cash | SI | 16.000 | 100.840 | 1,613.44 | 1.23% | 45.54 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 487.000 | 6.640 | 3,233.68 | 2.47% | 112.50 |
| SWEDBANK AB-ADR | Cash | SWDBY | 128.000 | 15.493 | 1,983.10 | 1.52% | 85.12 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 56.000 | 29.407 | 1,646.79 | 1.26% | 21.34 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 266.000 | 17.041 | 4,532.91 | 3.47% | 368.41 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 49.000 | 51.120 | 2,504.88 | 1.92% | 125.69 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 177.000 | 12.199 | 2,159.22 | 1.65% | 14.35 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 136.000 | 33.050 | 4,494.80 | 3.44% | 170.14 |
| VALEO SPONSORED ADR | Cash | VLEEY | 94.000 | 26.181 | 2,461.01 | 1.88% | 66.83 |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 58.000 | 27.670 | 1,604.86 | 1.23% | 82.94 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 92.000 | 23.807 | 2,190.24 | 1.68% | 79.03 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WOLSELEY LTD - ADR | Cash | WOSYY | 326.000 | 3.809 | 1,241.73 | 0.95% | 20.21 |
| XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | 525.000 | 3.413 | 1,791.83 | 1.37% | 23.09 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 285.000 | 10.847 | 3,091.40 | 2.36% | 33.63 |
| **Total Equities** | | | | | **125,557.11** | **96.02%** | **4,230.94** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/02 | Taxable Dividend | HONDA MOTOR COMPANY LIMITED ADR<br>HMC on 67.000000 PD:2012-03-02 | Cash | HMC | 12.18 |
| 03/22 | Taxable Dividend | UNILEVER PLC SPONSORED ADR NEW<br>UL on 136.000000 PD:2012-03-22 | Cash | UL | 40.32 |
| 03/22 | Taxable Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS<br>RDS A opt div.es | Cash | RDS A | 33.60 |
| 03/22 | Taxable Dividend | BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086<br>BHP on 25.000000 PD:2012-03-22 | Cash | BHP | 27.50 |
| 03/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.13 |
| **Total Income Activity** | | | | | **113.73** |

## Account Activity

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 03/02 | Foreign Withholding-DIV | WH for HMC on 67.000000 P: 2012-03-02 | Cash | | (0.85) |
| 03/22 | Foreign Withholding-DIV | WH for RDS A on 40.000000 P: 2012-03-22 | Cash | | (5.04) |
| **Total Funds Withdrawn** | | | | | **(5.89)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/12 | Buy | JS GROUP CORP-UNSPON ADR<br>ISIN #US46633D1090 | Cash | JSGRY | 13.000 | 42.000 | (546.00) |
| **Total Securities Purchased** | | | | | | | **(546.00)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 113.60 | | 335.90 | |
| Money Market | 0.13 | | 0.30 | |
| **Total Income** | **113.73** | | **336.20** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(5.89)** | **(30.32)** |
| **Sales Proceeds** | | **9,931.43** |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 02/29/12 | Beginning Balance | | 3,309.98 |
| 03/01/12 | Sweep to 500 Bank Insured Deposit | 2,321.36 | 5,631.34 |
| 03/05/12 | Sweep to 500 Bank Insured Deposit | 11.33 | 5,642.67 |
| 03/15/12 | Sweep from 500 Bank Insured Deposit | (546.00) | 5,096.67 |
| 03/23/12 | Sweep to 500 Bank Insured Deposit | 96.38 | 5,193.05 |
| 03/29/12 | Accumulated Earnings Posted | 0.13 | 5,193.18 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/02/12 | Dividend | ROGERS COMMUNICATIONS INC CLASS B | RCI | 15.34 |
| 04/02/12 | Dividend | TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | TLSYY | 193.28 |
| 04/05/12 | Dividend | NOVARTIS AG ADR'S | NVS | 115.62 |
| 04/12/12 | Dividend | TOTAL FINA ELF S A ADR | TOT | 36.99 |
| 04/12/12 | Dividend | GLAXOSMITHKLINE PLC ADS | GSK | 53.07 |
| **Total** | | | | **414.30** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
March 30, 2012 to April 30, 2012

Kenny E. Marchant, Sr.
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 4,141.04 | 124,532.69 | 128,673.73 |
| Total Assets Held in Account | | 4,141.04 | 124,532.69 | 128,673.73 |

Account Number: [redacted]
Kenny E. Marchant, Sr.
Lazard Asset Management

**Statement Period**
March 30, 2012 to April 30, 2012

**Page**

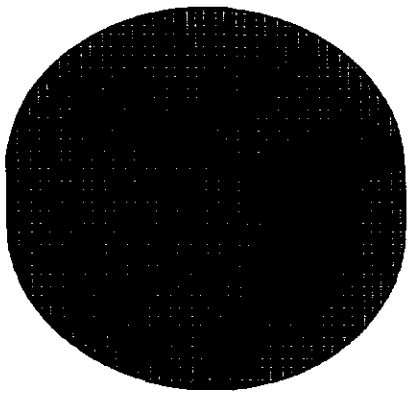

## Account Summary

| | 03/30/12 Value | 04 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | | 184.74 |
| Bank Insured Deposit * | 5,193.18 | 3,956.30 |
| Equities | 125,557.11 | 124,532.69 |
| **Total Account Value** | **130,750.29** | **128,673.73** |
| **Net Account Value** | **130,750.29** | **128,673.73** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 5,193.18 | 125,557.11 | 130,750.29 |
| Funds Deposited | | | |
| Income Activity | 566.25 | | 566.25 |
| Securities Sold/Matured | 4,206.31 | (4,206.31) | |
| Securities Received | | | |
| Funds Withdrawn | (531.91) | | (531.91) |
| Margin Interest | | | |
| Securities Purchased | (5,292.79) | 5,292.79 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (2,110.90) | (2,110.90) |
| **Ending Balance** | **4,141.04** | **124,532.69** | **128,673.73** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on April 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on April 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash *management account), contact your Financial Advisor today. (Not available for all accounts)*

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 184.74 | 0.14% | |
| **Total Cash & Money Market Funds** | | | | | **184.74** | **0.14%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 3,956.32 | 3.07% | |
| Pending** | Cash Equivalent | | | | (0.02) | | |
| **Total Bank Insured Deposit *** | | | | | **3,956.30** | **3.07%** | |
| **Equities** | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 40.000 | 102.920 | 4,116.80 | 3.20% | 158.29 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 54.000 | 72.620 | 3,921.48 | 3.05% | 70.64 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 223.000 | 14.569 | 3,248.89 | 2.52% | 57.53 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 254.000 | 7.577 | 1,924.56 | 1.50% | 88.14 |
| AXA-SPONSORED ADR | Cash | AXAHY | 91.000 | 14.162 | 1,288.74 | 1.00% | 69.98 |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 23.000 | 70.426 | 1,619.80 | 1.26% | 36.41 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 125.000 | 23.554 | 2,944.25 | 2.29% | 28.25 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 25.000 | 74.300 | 1,857.50 | 1.44% | 55.00 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | 105.000 | 31.682 | 3,326.61 | 2.59% | 72.35 |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 52.000 | 20.085 | 1,044.42 | 0.81% | 28.55 |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 52.000 | 44.039 | 2,290.03 | 1.78% | 78.05 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 61.000 | 45.360 | 2,766.96 | 2.15% | 85.03 |
| CREDIT SUISSE GROUP-SPONS ADR | Cash | CS | 50.000 | 23.310 | 1,165.50 | 0.91% | 114.75 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 118.000 | 22.575 | 2,663.85 | 2.07% | 90.39 |
| DANONE-SPONSORED ADR | Cash | DANOY | 148.000 | 14.069 | 2,082.21 | 1.62% | 34.63 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 68.000 | 28.367 | 1,928.96 | 1.50% | 25.29 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 80.000 | 46.230 | 3,698.40 | 2.87% | 182.16 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 36.040 | 1,405.56 | 1.09% | 27.02 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 195.000 | 13.465 | 2,625.68 | 2.04% | 93.22 |
| ING GROEP N V | Cash | ING | 244.000 | 7.060 | 1,722.64 | 1.34% | 485.32 |
| JS GROUP CORP-UNSPON ADR ISIN #US46633D1090 | Cash | JSGRY | 63.000 | 39.401 | 2,482.26 | 1.93% | 53.30 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| KOMATSU LTD-ADR | Cash | KMTUY | 89.000 | 28.994 | 2,580.47 | 2.01% | 38.90 |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 37.000 | 33.129 | 1,225.77 | 0.95% | 29.90 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 55.000 | 36.618 | 2,013.99 | 1.57% | 23.87 |
| NOVARTIS AG ADR'S | Cash | NVS | 47.000 | 55.170 | 2,592.99 | 2.02% | 98.98 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 71.000 | 27.973 | 1,986.08 | 1.54% | |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 190.000 | 14.087 | 2,676.53 | 2.08% | 46.36 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 41.000 | 15.074 | 618.03 | 0.48% | 5.58 |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 52.000 | 42.480 | 2,208.96 | 1.72% | 29.12 |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 139.000 | 24.510 | 3,406.89 | 2.65% | 109.13 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 92.000 | 34.913 | 3,212.00 | 2.50% | 93.47 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 44.000 | 37.330 | 1,642.52 | 1.28% | 70.22 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 40.000 | 71.540 | 2,861.60 | 2.22% | 116.96 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 55.000 | 33.670 | 1,851.85 | 1.44% | 99.66 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 149.000 | 13.302 | 1,982.00 | 1.54% | 93.13 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 104.000 | 15.840 | 1,647.36 | 1.28% | 41.91 |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 104.000 | 38.180 | 3,970.72 | 3.09% | 154.75 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 90.000 | 66.290 | 5,966.10 | 4.64% | 66.79 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 487.000 | 6.450 | 3,141.15 | 2.44% | 112.50 |
| SWEDBANK AB-ADR | Cash | SWDBY | 128.000 | 16.554 | 2,118.91 | 1.65% | 85.12 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 56.000 | 28.268 | 1,583.01 | 1.23% | 24.25 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 266.000 | 18.427 | 4,901.58 | 3.81% | 362.03 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 49.000 | 48.110 | 2,357.39 | 1.83% | 125.69 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 177.000 | 12.455 | 2,204.53 | 1.71% | 14.35 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 136.000 | 34.320 | 4,667.52 | 3.63% | 170.14 |
| VALEO SPONSORED ADR | Cash | VLEEY | 94.000 | 24.552 | 2,307.89 | 1.79% | 71.53 |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 58.000 | 27.820 | 1,613.56 | 1.25% | 82.94 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 92.000 | 22.783 | 2,096.04 | 1.63% | 72.04 |
| WOLSELEY LTD - ADR | Cash | WOSYY | 326.000 | 3.805 | 1,240.43 | 0.96% | 20.21 |
| XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | 525.000 | 3.824 | 2,007.60 | 1.56% | 23.09 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 172.000 | 10.024 | 1,724.13 | 1.34% | 20.30 |
| **Total Equities** | | | | | **124,532.69** | **96.80%** | **4,237.22** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/02 Taxable Dividend | ROGERS COMMUNICATIONS INC CLASS B<br>RCI on 44.000000 PD:2012-04-02 | Cash | RCI | 17.42 |
| 04/03 Taxable Dividend | TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT<br>TLSYY on 266.000000 PD:2012-04-03 | Cash | TLSYY | 186.78 |
| 04/05 Taxable Dividend | NOVARTIS AG ADR'S<br>NVS on 47.000000 PD:2012-04-05 | Cash | NVS | 116.47 |
| 04/09 Taxable Dividend | CANON INCORPORATED-SPONS ADR<br>CAJ on 61.000000 PD:2012-04-09 | Cash | CAJ | 44.04 |
| *04/12 Taxable Dividend* | *TOTAL FINA ELF S A ADR*<br>TOT on 49.000000 PD:2012-04-12 | *Cash* | TOT | 36.53 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/12 | Special Distribution | GLAXOSMITHKLINE PLC ADS<br>GSK on 80.000000 PD:2012-04-12 | Cash | GSK | 12.64 |
| 04/12 | Taxable Dividend | GLAXOSMITHKLINE PLC ADS<br>GSK on 80.000000 PD:2012-04-12 | Cash | GSK | 53.07 |
| 04/24 | Taxable Dividend | SWEDBANK AB-ADR<br>SWDBY on 128.000000 PD:2012-04-24 | Cash | SWDBY | 99.20 |
| 04/27 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.10 |
| **Total Income Activity** | | | | | **566.25** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/02 | Sell | YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | (113.000) | 10.700 | 1,209.07 |
| 04/10 | Sell | FANUC CORPORATION<br>formerly FANUC LTD - UNSP ADR | Cash | FANUY | (25.000) | 28.110 | 702.73 |
| 04/18 | Sell | SIEMENS A G<br>ADS RPSTG1COM | Cash | SI | (16.000) | 93.220 | 1,491.49 |
| 04/30 | Sell | RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | (24.000) | 33.460 | 803.02 |
| **Total Securities Sold/Matured** | | | | | | | **4,206.31** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 04/02 | Foreign Withholding-DIV | WH for RCI on 44.000000 P: 2012-04-02 | Cash | | (2.61) |
| 04/03 | Journal | RYAAY adr fee per agent a/o 3/2/12 bcm | Cash | | (0.79) |
| 04/05 | Foreign Withholding-DIV | WH for NVS on 47.000000 P: 2012-04-05 | Cash | | (17.47) |
| 04/09 | Foreign Withholding-DIV | WH for CAJ on 61.000000 P: 2012-04-09 | Cash | | (3.08) |

## Account Activity

**Funds Withdrawn (Continued)**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 04/12 | Foreign Withholding-DIV | WH for TOT on 49.000000 P: 2012-04-12 | Cash | | (5.48) |
| 04/23 | Journal | ADV FEE | Cash | | (487.60) |
| 04/24 | Foreign Withholding-DIV | WH for SWDBY on 128.000000 P: 2012-04-24 | Cash | | (14.88) |
| **Total Funds Withdrawn** | | | | | **(531.91)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/02 | Buy | ORICA LTD-UNSPONS ADR | Cash | OCLDY | 27.000 | 28.340 | (765.18) |
| 04/12 | Buy | BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 20.000 | 42.380 | (847.60) |
| 04/17 | Buy | POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 15.000 | 44.280 | (664.20) |
| 04/19 | Buy | SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 104.000 | 14.180 | (1,474.72) |
| 04/19 | Buy | PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 29.000 | 14.090 | (408.61) |
| 04/19 | Buy | BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 12.000 | 42.850 | (514.20) |
| 04/30 | Buy | PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 41.000 | 15.080 | (618.28) |
| ***Total Securities Purchased*** | | | | | | | **(5,292.79)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| *Dividends-Ordinary* | 566.15 | | 902.05 | |

## Other Important Information

### Income Summary (continued)

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Money Market | 0.10 | | 0.40 | |
| **Total Income** | **566.25** | | **902.45** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(43.52)** | **(73.84)** |
| **Sales Proceeds** | **4,206.31** | **14,137.74** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 03/30/12 | Beginning Balance | | 5,193.18 |
| 04/03/12 | Sweep to 500 Bank Insured Deposit | 14.81 | 5,207.99 |
| 04/04/12 | Sweep to 500 Bank Insured Deposit | 185.99 | 5,393.98 |
| 04/05/12 | Sweep to 500 Bank Insured Deposit | 443.89 | 5,837.87 |
| 04/09/12 | Sweep to 500 Bank Insured Deposit | 99.00 | 5,936.87 |
| 04/10/12 | Sweep to 500 Bank Insured Deposit | 40.96 | 5,977.83 |
| 04/13/12 | Sweep to 500 Bank Insured Deposit | 799.49 | 6,777.32 |
| 04/17/12 | Sweep from 500 Bank Insured Deposit | (847.60) | 5,929.72 |
| 04/20/12 | Sweep from 500 Bank Insured Deposit | (664.20) | 5,265.52 |
| 04/23/12 | Sweep to 500 Bank Insured Deposit | 1,491.49 | 6,757.01 |
| 04/24/12 | Sweep from 500 Bank Insured Deposit | (2,885.13) | 3,871.88 |
| 04/25/12 | Sweep to 500 Bank Insured Deposit | 84.32 | 3,956.20 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/27/12 | Accumulated Earnings Posted | 0.10 | 3,956.30 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 05/01/12 | Dividend | BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | BSYBY | 11.62 |
| 05/03/12 | Dividend | POTASH CORP SASK INC ISIN #CA73755L1076 | POT | 5.18 |
| 05/08/12 | Dividend | MERCK KGAA-UNSPONSORED ADR | MKGAY | 28.22 |
| 05/09/12 | Dividend | SAMPO OYJ A SHS UNSP ADR | SAXPY | 107.69 |
| **Total** | | | | **152.71** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
April 30, 2012 to May 31, 2012

Kenny E. Marchant, Sr.
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 6,170.08 | 108,730.59 | 114,900.67 |
| Total Assets Held in Account | | 6,170.08 | 108,730.59 | 114,900.67 |

Account Number: [redacted]
Kenny E. Marchant, Sr.
Lazard Asset Management

**Statement Period**
April 30, 2012 to May 31, 2012

**Page**
1 of 11

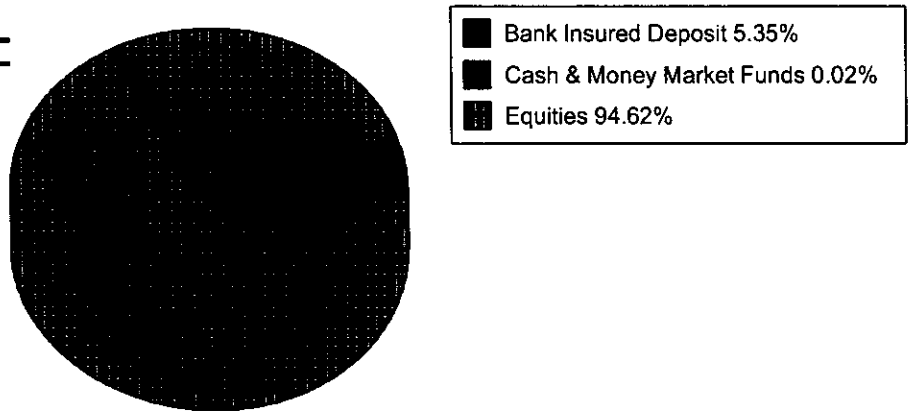
## Account Summary

| | 04/30/12 Value | 05 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 184.74 | 19.92 |
| Bank Insured Deposit * | 3,956.30 | 6,150.16 |
| Equities | 124,532.69 | 108,730.59 |
| **Total Account Value** | **128,673.73** | **114,900.67** |
| **Net Account Value** | **128,673.73** | **114,900.67** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,141.04 | 124,532.69 | 128,673.73 |
| Funds Deposited | | | |
| Income Activity | 865.99 | | 865.99 |
| Securities Sold/Matured | 1,302.25 | (1,302.25) | |
| Securities Received | | | |
| Funds Withdrawn | (139.20) | | (139.20) |
| Margin Interest | | | |
| Securities Purchased | | | |
| Securities Delivered | | | |
| Change in Value of Securities | | (14,499.84) | (14,499.84) |
| **Ending Balance** | **6,170.08** | **108,730.59** | **114,900.67** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on May 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on May 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 19.92 | 0.02% | |
| **Total Cash & Money Market Funds** | | | | | **19.92** | **0.02%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 6,150.18 | 5.35% | |
| Pending** | Cash Equivalent | | | | (0.02) | | |
| **Total Bank Insured Deposit *** | | | | | **6,150.16** | **5.35%** | |
| **Equities** | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 40.000 | 94.080 | 3,763.20 | 3.28% | 161.68 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 46.000 | 67.700 | 3,114.20 | 2.71% | 59.48 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 223.000 | 12.935 | 2,884.51 | 2.51% | 57.53 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 254.000 | 6.173 | 1,567.94 | 1.36% | 88.14 |
| AXA-SPONSORED ADR | Cash | AXAHY | 91.000 | 11.228 | 1,021.75 | 0.89% | 66.61 |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 23.000 | 63.232 | 1,454.34 | 1.27% | 35.88 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 125.000 | 19.124 | 2,390.50 | 2.08% | 29.75 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 25.000 | 61.530 | 1,538.25 | 1.34% | 55.00 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | 105.000 | 25.182 | 2,644.11 | 2.30% | 70.04 |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 52.000 | 15.904 | 827.01 | 0.72% | 28.55 |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 52.000 | 42.357 | 2,202.56 | 1.92% | 78.05 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 61.000 | 39.930 | 2,435.73 | 2.12% | 85.03 |
| CREDIT SUISSE GROUP-SPONS ADR | Cash | CS | 50.000 | 19.130 | 956.50 | 0.83% | 39.20 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 118.000 | 21.998 | 2,595.76 | 2.26% | 90.39 |
| DANONE-SPONSORED ADR | Cash | DANOY | 148.000 | 12.832 | 1,899.14 | 1.65% | 34.63 |
| FANUC CORPORATION<br>formerly FANUC LTD - UNSP ADR | Cash | FANUY | 68.000 | 28.736 | 1,954.05 | 1.70% | 25.29 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 80.000 | 44.110 | 3,528.80 | 3.07% | 182.16 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 31.790 | 1,239.81 | 1.08% | 20.39 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 195.000 | 10.500 | 2,047.50 | 1.78% | 93.22 |
| ING GROEP N V | Cash | ING | 244.000 | 5.800 | 1,415.20 | 1.23% | 485.32 |
| JS GROUP CORP-UNSPON ADR<br>ISIN #US46633D1090 | Cash | JSGRY | 63.000 | 36.626 | 2,307.44 | 2.01% | 53.30 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| KOMATSU LTD-ADR | Cash | KMTUY | 89.000 | 23.949 | 2,131.46 | 1.86% | 40.14 |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 37.000 | 29.526 | 1,092.46 | 0.95% | 29.90 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 55.000 | 30.833 | 1,695.82 | 1.48% | 23.87 |
| NOVARTIS AG ADR'S | Cash | NVS | 47.000 | 52.030 | 2,445.41 | 2.13% | 98.98 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 71.000 | 24.016 | 1,705.14 | 1.48% | 23.85 |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 190.000 | 11.905 | 2,261.95 | 1.97% | 46.36 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 41.000 | 11.592 | 475.27 | 0.41% | 5.58 |
| POTASH CORP SASK INC<br>ISIN #CA73755L1076 | Cash | POT | 52.000 | 39.530 | 2,055.56 | 1.79% | 29.12 |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 139.000 | 21.010 | 2,920.39 | 2.54% | 109.13 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 92.000 | 31.029 | 2,854.67 | 2.48% | 105.43 |
| ROGERS COMMUNICATIONS INC<br>CLASS B | Cash | RCI | 44.000 | 34.310 | 1,509.64 | 1.31% | 70.22 |
| ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS | Cash | RDS A | 40.000 | 62.180 | 2,487.20 | 2.16% | 116.96 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 55.000 | 30.700 | 1,688.50 | 1.47% | 99.66 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 149.000 | 11.524 | 1,717.08 | 1.49% | 93.13 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 104.000 | 12.447 | 1,294.49 | 1.13% | 39.83 |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 104.000 | 34.030 | 3,539.12 | 3.08% | 148.83 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 90.000 | 57.320 | 5,158.80 | 4.49% | 66.79 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 487.000 | 5.900 | 2,873.30 | 2.50% | 112.50 |
| SWEDBANK AB-ADR | Cash | SWDBY | 102.000 | 14.194 | 1,447.79 | 1.26% | 67.83 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 56.000 | 22.785 | 1,275.96 | 1.11% | 24.25 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 266.000 | 17.217 | 4,579.72 | 3.99% | 362.03 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 49.000 | 43.070 | 2,110.43 | 1.84% | 125.69 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 143.000 | 10.943 | 1,564.85 | 1.36% | 11.59 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 136.000 | 31.580 | 4,294.88 | 3.74% | 170.14 |
| VALEO SPONSORED ADR | Cash | VLEEY | 94.000 | 21.134 | 1,986.60 | 1.73% | 71.53 |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 58.000 | 26.790 | 1,553.82 | 1.35% | 84.56 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 92.000 | 21.256 | 1,955.55 | 1.70% | 72.04 |
| WOLSELEY LTD - ADR | Cash | WOSYY | 326.000 | 3.398 | 1,107.75 | 0.96% | 20.21 |
| XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | 525.000 | 2.840 | 1,491.00 | 1.30% | 30.45 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 172.000 | 9.696 | 1,667.71 | 1.45% | 20.30 |
| **Total Equities** | | | | | **108,730.59** | **94.62%** | **4,160.54** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/01 | Taxable Dividend | BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR<br>BSYBY on 20.000000 PD:2012-05-01 | Cash | BSYBY | 11.86 |
| 05/03 | Taxable Dividend | POTASH CORP SASK INC<br>ISIN #CA73755L1076<br>POT on 37.000000 PD:2012-05-03 | Cash | POT | 5.18 |
| 05/08 | Taxable Dividend | WOLSELEY LTD - ADR<br>WOSYY on 326.000000 PD:2012-05-08 | Cash | WOSYY | 8.93 |
| 05/08 | Taxable Dividend | MERCK KGAA-UNSPONSORED ADR<br>MKGAY on 55.000000 PD:2012-05-08 | Cash | MKGAY | 32.58 |
| 05/08 | Taxable Dividend | ADR BRITTISH AMERICAN TOBACCO P.L.C.<br>BTI on 40.000000 PD:2012-05-08 | Cash | BTI | 114.20 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/09 | Taxable Dividend | SAMPO OYJ A SHS UNSP ADR<br>SAXPY on 149.000000 PD:2012-05-09 | Cash | SAXPY | 106.93 |
| 05/10 | Taxable Dividend | BAYER AG - SPONSORED ADR<br>BAYRY on 23.000000 PD:2012-05-10 | Cash | BAYRY | 48.73 |
| 05/14 | Taxable Dividend | ANHEUSER-BUSCH INBEV SPONS ADR<br>BUD on 54.000000 PD:2012-05-14 | Cash | BUD | 72.44 |
| 05/16 | Taxable Dividend | LVMH MOET HENNESSY LOUIS<br>LVMUY on 37.000000 PD:2012-05-16 | Cash | LVMUY | 15.14 |
| 05/17 | Taxable Dividend | SANDVIK AB-SPONSORED ADR<br>SDVKY on 104.000000 PD:2012-05-17 | Cash | SDVKY | 46.83 |
| 05/21 | Taxable Dividend | ASSA ABLOY AB - UNSPONS ADR<br>ASAZY on 223.000000 PD:2012-05-21 | Cash | ASAZY | 66.05 |
| 05/22 | Taxable Dividend | PETROLEUM GEO-SERVICES-ADR<br>PGSVY on 41.000000 PD:2012-05-22 | Cash | PGSVY | 6.30 |
| 05/30 | Taxable Dividend | SANOFI-AVENTIS S A ADR<br>FORMERLY SANOFI SYNTHELABO S A ADR<br>SNY on 104.000000 PD:2012-05-30 | Cash | SNY | 175.07 |
| 05/30 | Taxable Dividend | DANONE-SPONSORED ADR<br>DANOY on 148.000000 PD:2012-05-30 | Cash | DANOY | 48.78 |
| 05/30 | Taxable Dividend | AXA-SPONSORED ADR<br>AXAHY on 91.000000 PD:2012-05-30 | Cash | AXAHY | 78.42 |
| 05/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.08 |
| 05/31 | Taxable Dividend | TECHNIP NEW SPONSORED ADR<br>formerly Technip<br>TKPPY on 56.000000 PD:2012-05-31 | Cash | TKPPY | 28.47 |
| **Total Income Activity** | | | | | **865.99** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/11 | Sell | ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | (8.000) | 72.070 | 576.55 |
| 05/18 | Sell | TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | (34.000) | 10.440 | 354.95 |
| 05/21 | Sell | SWEDBANK AB-ADR | Cash | SWDBY | (26.000) | 14.260 | 370.75 |
| ***Total Securities Sold/Matured*** | | | | | | | **1,302.25** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 05/03 | Foreign Withholding-DIV | WH for POT on 37.000000 P: 2012-05-03 | Cash | | (0.78) |
| 05/08 | Foreign Withholding-DIV | WH for MKGAY on 55.000000 P: 2012-05-08 | Cash | | (8.59) |
| 05/09 | Foreign Withholding-DIV | WH for SAXPY on 149.000000 P: 2012-05-09 | Cash | | (32.08) |
| 05/10 | Foreign Withholding-DIV | WH for BAYRY on 23.000000 P: 2012-05-10 | Cash | | (12.85) |
| 05/14 | Foreign Withholding-DIV | WH for BUD on 54.000000 P: 2012-05-14 | Cash | | (10.87) |
| 05/16 | Foreign Withholding-DIV | WH for LVMUY on 37.000000 P: 2012-05-16 | Cash | | (2.27) |
| 05/17 | Foreign Withholding-DIV | WH for SDVKY on 104.000000 P: 2012-05-17 | Cash | | (7.02) |
| 05/21 | Foreign Withholding-DIV | WH for ASAZY on 223.000000 P: 2012-05-21 | Cash | | (9.91) |
| 05/22 | Foreign Withholding-DIV | WH for PGSVY on 41.000000 P: 2012-05-22 | Cash | | (0.94) |
| 05/30 | Foreign Withholding-DIV | WH for SNY on 104.000000 P: 2012-05-30 | Cash | | (26.26) |
| 05/30 | Foreign Withholding-DIV | WH for AXAHY on 91.000000 P: 2012-05-30 | Cash | | (11.76) |
| 05/30 | Foreign Withholding-DIV | WH for DANOY on 148.000000 P: 2012-05-30 | Cash | | (7.32) |
| 05/31 | Foreign Withholding-DIV | WH for TKPPY on 56.000000 P: 2012-05-31 | Cash | | (8.54) |
| 05/31 | Reinvestment Journal | TKPPY on 0.000000 PD:2012-05-31 | Cash | | (0.01) |
| **Total Funds Withdrawn** | | | | | **(139.20)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 865.91 | | 1,767.96 | |
| Money Market | 0.08 | | 0.48 | |
| **Total Income** | **865.99** | | **1,768.44** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(139.19)** | **(213.03)** |
| **Sales Proceeds** | **1,302.25** | **15,439.99** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/30/12 | Beginning Balance | | 3,956.30 |
| 05/02/12 | Sweep to 500 Bank Insured Deposit | 11.86 | 3,968.16 |
| 05/03/12 | Sweep to 500 Bank Insured Deposit | 184.74 | 4,152.90 |
| 05/04/12 | Sweep to 500 Bank Insured Deposit | 4.40 | 4,157.30 |
| 05/09/12 | Sweep to 500 Bank Insured Deposit | 147.12 | 4,304.42 |
| 05/10/12 | Sweep to 500 Bank Insured Deposit | 74.85 | 4,379.27 |
| 05/11/12 | Sweep to 500 Bank Insured Deposit | 35.88 | 4,415.15 |
| 05/15/12 | Sweep to 500 Bank Insured Deposit | 61.57 | 4,476.72 |
| 05/16/12 | Sweep to 500 Bank Insured Deposit | 576.55 | 5,053.27 |
| 05/17/12 | Sweep to 500 Bank Insured Deposit | 12.87 | 5,066.14 |
| 05/18/12 | Sweep to 500 Bank Insured Deposit | 39.81 | 5,105.95 |
| 05/23/12 | Sweep to 500 Bank Insured Deposit | 416.45 | 5,522.40 |
| 05/24/12 | Sweep to 500 Bank Insured Deposit | 370.75 | 5,893.15 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 05/30/12 | Accumulated Earnings Posted | 0.08 | 5,893.23 |
| 05/31/12 | Sweep to 500 Bank Insured Deposit | 256.93 | 6,150.16 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/01/12 | Dividend | BG GROUP PLC - SPON ADR | BRGYY | 16.20 |
| 06/01/12 | Dividend | PRUDENTIAL PLC SPONS ADR | PUK | 75.06 |
| 06/01/12 | Dividend | BMW UNSPONSORED ADR ISIN US0727432066 | BAMXY | 82.44 |
| 06/01/12 | Dividend | SAP AKTIENGESELLSCHAFT SPONSORED ADR | SAP | 122.09 |
| 06/04/12 | Dividend | PETROFAC LTD-UNSPONS ADR | POFCY | 26.82 |
| 06/05/12 | Dividend | INFORMA PLC-UNSP ADR | IFPJY | 65.33 |
| 06/07/12 | Dividend | XSTRATA PLC-UNSPONS ADR | XSRAY | 15.80 |
| 06/08/12 | Dividend | TULLOW OIL PLC-UNSPON ADR | TUWOY | 9.30 |
| 06/13/12 | Dividend | UNILEVER PLC SPONSORED ADR NEW | UL | 43.49 |
| 06/21/12 | Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | RDS A | 34.40 |
| 07/05/12 | Dividend | GLAXOSMITHKLINE PLC ADS | GSK | 43.93 |
| **Total** | | | | **534.86** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
May 31, 2012 to June 29, 2012

Kenny E. Marchant, Sr.
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 6,690.43 | 116,045.54 | 122,735.97 |
| Total Assets Held in Account | | 6,690.43 | 116,045.54 | 122,735.97 |

Account Number: [redacted]
Kenny E. Marchant, Sr.
Lazard Asset Management

**Statement Period**
May 31, 2012 to June 29, 2012

**Page**
1 of 11

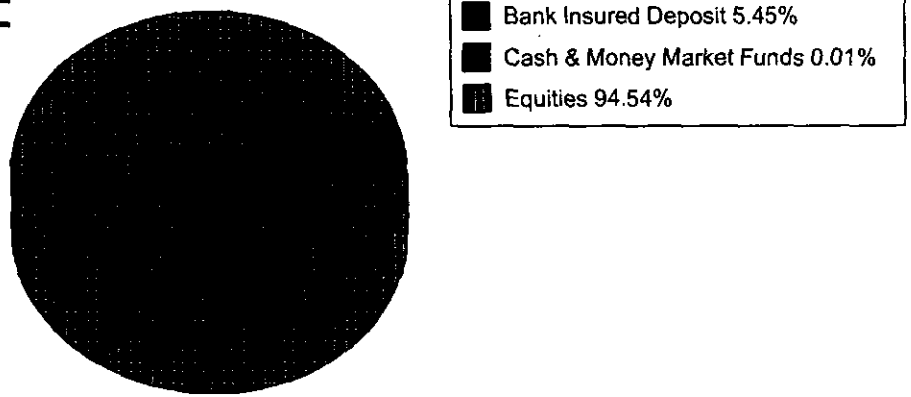
## Account Summary

| | 05/31/12 Value | 06 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 19.92 | 6.62 |
| Bank Insured Deposit * | 6,150.16 | 6,683.81 |
| Equities | 108,730.59 | 116,045.54 |
| **Total Account Value** | **114,900.67** | **122,735.97** |
| **Net Account Value** | **114,900.67** | **122,735.97** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,170.08 | 108,730.59 | 114,900.67 |
| Funds Deposited | | | |
| Income Activity | 746.24 | | 746.24 |
| Securities Sold/Matured | 2,864.24 | (2,864.24) | |
| Securities Received | | | |
| Funds Withdrawn | (78.57) | | (78.57) |
| Margin Interest | | | |
| Securities Purchased | (3,011.56) | 3,011.56 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 7,167.62 | 7,167.62 |
| **Ending Balance** | **6,690.43** | **116,045.54** | **122,735.97** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on June 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on June 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 6.62 | 0.01% | |
| **Total Cash & Money Market Funds** | | | | | **6.62** | **0.01%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 6,683.81 | 5.45% | |
| **Total Bank Insured Deposit *** | | | | | **6,683.81** | **5.45%** | |
| **Equities** | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 40.000 | 102.120 | 4,084.80 | 3.33% | 161.68 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 46.000 | 79.650 | 3,663.90 | 2.99% | 59.48 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 223.000 | 13.952 | 3,111.30 | 2.53% | 57.53 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 266.000 | 6.377 | 1,696.28 | 1.38% | 88.57 |
| AXA-SPONSORED ADR | Cash | AXAHY | 91.000 | 13.300 | 1,210.30 | 0.99% | 66.61 |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 29.000 | 72.057 | 2,089.65 | 1.70% | 45.24 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 125.000 | 20.390 | 2,548.75 | 2.08% | 29.75 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 42.000 | 65.300 | 2,742.60 | 2.23% | 92.40 |
| BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | 87.000 | 24.082 | 2,095.13 | 1.71% | 58.03 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 52.000 | 19.248 | 1,000.90 | 0.82% | 28.55 |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 52.000 | 43.697 | 2,272.24 | 1.85% | 78.05 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 61.000 | 39.940 | 2,436.34 | 1.99% | 81.92 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 118.000 | 23.656 | 2,791.41 | 2.27% | 90.39 |
| DANONE-SPONSORED ADR | Cash | DANOY | 148.000 | 12.441 | 1,841.27 | 1.50% | 34.63 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 68.000 | 27.050 | 1,839.40 | 1.50% | 25.29 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 80.000 | 45.570 | 3,645.60 | 2.97% | 182.16 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 34.660 | 1,351.74 | 1.10% | 20.39 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 195.000 | 11.923 | 2,324.99 | 1.89% | 93.22 |
| ING GROEP N V | Cash | ING | 244.000 | 6.680 | 1,629.92 | 1.33% | 485.32 |
| JS GROUP CORP-UNSPON ADR ISIN #US46633D1090 | Cash | JSGRY | 63.000 | 42.060 | 2,649.78 | 2.16% | 53.30 |
| KOMATSU LTD-ADR | Cash | KMTUY | 89.000 | 23.537 | 2,094.79 | 1.71% | 40.14 |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 37.000 | 30.419 | 1,125.50 | 0.92% | 29.90 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 68.000 | 33.300 | 2,264.40 | 1.84% | 29.51 |
| NOVARTIS AG ADR'S | Cash | NVS | 47.000 | 55.900 | 2,627.30 | 2.14% | 98.98 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 71.000 | 25.309 | 1,796.94 | 1.46% | 23.85 |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 190.000 | 10.885 | 2,068.15 | 1.69% | 46.36 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 82.000 | 12.146 | 995.97 | 0.81% | 11.16 |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 52.000 | 43.690 | 2,271.88 | 1.85% | 29.12 |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 139.000 | 23.200 | 3,224.80 | 2.63% | 109.13 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 92.000 | 33.016 | 3,037.47 | 2.47% | 102.03 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 44.000 | 36.210 | 1,593.24 | 1.30% | 70.22 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 40.000 | 67.430 | 2,697.20 | 2.20% | 116.96 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 55.000 | 30.400 | 1,672.00 | 1.36% | 99.66 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 149.000 | 12.957 | 1,930.59 | 1.57% | 93.13 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 104.000 | 12.800 | 1,331.20 | 1.08% | 39.83 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 104.000 | 37.780 | 3,929.12 | 3.20% | 148.83 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 90.000 | 59.360 | 5,342.40 | 4.35% | 60.76 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 487.000 | 6.640 | 3,233.68 | 2.63% | 112.50 |
| SWEDBANK AB-ADR | Cash | SWDBY | 102.000 | 15.734 | 1,604.87 | 1.31% | 67.83 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 56.000 | 26.000 | 1,456.00 | 1.19% | 24.25 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 266.000 | 18.912 | 5,030.59 | 4.10% | 362.03 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 49.000 | 44.950 | 2,202.55 | 1.79% | 125.69 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 143.000 | 11.528 | 1,648.50 | 1.34% | 11.59 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 136.000 | 33.730 | 4,587.28 | 3.74% | 170.14 |
| VALEO SPONSORED ADR | Cash | VLEEY | 94.000 | 20.616 | 1,937.90 | 1.58% | 71.53 |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 58.000 | 28.180 | 1,634.44 | 1.33% | 84.56 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 92.000 | 20.868 | 1,919.86 | 1.56% | 71.03 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WOLSELEY LTD - ADR | Cash | WOSYY | 513.000 | 3.728 | 1,912.46 | 1.56% | 31.80 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 172.000 | 10.745 | 1,848.14 | 1.51% | 20.30 |
| **Total Equities** | | | | | **116,045.54** | **94.54%** | **4,135.33** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/01 | Taxable Dividend | SAP AKTIENGESELLSCHAFT<br>SPONSORED ADR<br>SAP *on 90.000000 PD:2012-06-01* | Cash | SAP | 122.09 |
| 06/01 | Taxable Dividend | PRUDENTIAL PLC SPONS ADR<br>PUK on 139.000000 PD:2012-06-01 | Cash | PUK | 75.06 |
| 06/01 | Taxable Dividend | BMW UNSPONSORED ADR<br>ISIN US0727432066<br>BAMXY *on 105.000000 PD:2012-06-01* | Cash | BAMXY | 95.18 |
| 06/01 | Taxable Dividend | BG GROUP PLC - SPON ADR<br>BRGYY on 125.000000 PD:2012-06-01 | Cash | BRGYY | 16.20 |
| 06/04 | Taxable Dividend | PETROFAC LTD-UNSPONS ADR<br>POFCY on 161.000000 PD:2012-06-04 | Cash | POFCY | 26.82 |
| 06/05 | Taxable Dividend | INFORMA PLC-UNSP ADR<br>IFPJY on 195.000000 PD:2012-06-05 | Cash | IFPJY | 65.33 |
| 06/06 | Taxable Dividend | CREDIT SUISSE GROUP-SPONS ADR<br>225401108 opt div - cash /bw | Cash | CS | 39.19 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/07 | Taxable Dividend | XSTRATA PLC-UNSPONS ADR<br>XSRAY on 525.000000 PD:2012-06-07 | Cash | XSRAY | 23.10 |
| 06/08 | Taxable Dividend | TULLOW OIL PLC-UNSPON ADR<br>TUWOY on 177.000000 PD:2012-06-08 | Cash | TUWOY | 9.30 |
| 06/08 | Taxable Dividend | ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD<br>ATASY on 254.000000 PD:2012-06-08 | Cash | ATASY | 55.38 |
| 06/13 | Taxable Dividend | UNILEVER PLC SPONSORED ADR NEW<br>UL on 136.000000 PD:2012-06-13 | Cash | UL | 43.49 |
| 06/18 | Taxable Dividend | REXAM PLC-SPONSORED ADR NEW<br>REXMY on 92.000000 PD:2012-06-18 | Cash | REXMY | 68.78 |
| 06/21 | Taxable Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS<br>RDA A - OPT DIV .86/65.57 REI + W/H CF | Cash | RDS A | 34.40 |
| 06/22 | Taxable Dividend | YAHOO JAPAN CORP-UNSPONS ADR<br>YAHOY on 285.000000 PD:2012-06-22 | Cash | YAHOY | 36.46 |
| 06/22 | Taxable Dividend | JS GROUP CORP-UNSPON ADR<br>ISIN #US46633D1090<br>JSGRY on 63.000000 PD:2012-06-22 | Cash | JSGRY | 28.23 |
| 06/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.11 |
| 06/29 | Taxable Dividend | HONDA MOTOR COMPANY LIMITED<br>ADR<br>HMC on 39.000000 PD:2012-06-29 | Cash | HMC | 7.12 |
| **Total Income Activity** | | | | | **746.24** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/05 | Sell | BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | (18.000) | 23.750 | 427.49 |
| 06/11 | Sell | XSTRATA PLC-UNSPONS ADR | Cash | XSRAY | (525.000) | 2.890 | 1,517.22 |
| 06/14 | Cash in Lieu | ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD<br>ATASY on -0.700000 PD:2012-06-14 | Cash | ATASY | (0.700) | | 4.04 |
| 06/18 | Sell | CREDIT SUISSE GROUP-SPONS ADR | Cash | CS | (50.000) | 18.310 | 915.49 |
| **Total Securities Sold/Matured** | | | | | | | **2,864.24** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 06/14 | Stock Dividend | ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD<br>ATASY on 254.000000 PD:2012-06-14 | Cash | ATASY | 12.700 | |
| ***Total Securities Received*** | | | | | | |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 06/01 | Foreign Withholding-DIV | WH for SAP on 90.000000 P: 2012-06-01 | Cash | | (32.20) |
| 06/01 | Foreign Withholding-DIV | WH for BAMXY on 105.000000 P: 2012-06-01 | Cash | | (25.10) |
| 06/08 | Foreign Withholding-DIV | WH for ATASY on 254.000000 P: 2012-06-08 | Cash | | (11.08) |
| 06/21 | Foreign Withholding-DIV | WH for RDS A on 40.000000 P: 2012-06-21 | Cash | | (5.16) |
| 06/22 | Foreign Withholding-DIV | WH for YAHOY on 285.000000 P: 2012-06-22 | Cash | | (2.55) |
| 06/22 | Foreign Withholding-DIV | WH for JSGRY on 63.000000 P: 2012-06-22 | Cash | | (1.98) |

## Account Activity

**Funds Withdrawn (Continued)**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 06/29 | Foreign Withholding-DIV | WH for HMC on 39.000000 P: 2012-06-29 | Cash | | (0.50) |
| **Total Funds Withdrawn** | | | | | **(78.57)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/01 | Buy | MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 13.000 | 30.720 | (399.36) |
| 06/11 | Buy | BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 17.000 | 63.210 | (1,074.57) |
| 06/22 | Buy | WOLSELEY LTD - ADR | Cash | WOSYY | 187.000 | 3.550 | (663.85) |
| 06/22 | Buy | PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 41.000 | 11.580 | (474.78) |
| 06/22 | Buy | BAYER AG - SPONSORED ADR | Cash | BAYRY | 6.000 | 66.500 | (399.00) |
| **Total Securities Purchased** | | | | | | | **(3,011.56)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 746.13 | | 2,514.09 | |
| Money Market | 0.11 | | 0.59 | |
| **Total Income** | **746.24** | | **2,514.68** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(78.57)** | **(291.60)** |

## Other Important Information

### Other Tax Information (continued)

| | Current Period | Year to Date |
|---|---|---|
| Sales Proceeds | 2,860.20 | 18,300.19 |

### *Money Market Account Summary*

| Date | Description | Amount | Balance |
|---|---|---|---|
| 05/31/12 | Beginning Balance | | 6,150.16 |
| 06/01/12 | Sweep to 500 Bank Insured Deposit | 19.92 | 6,170.08 |
| 06/04/12 | Sweep to 500 Bank Insured Deposit | 251.23 | 6,421.31 |
| 06/05/12 | Sweep to 500 Bank Insured Deposit | 26.82 | 6,448.13 |
| 06/06/12 | Sweep from 500 Bank Insured Deposit | (334.03) | 6,114.10 |
| 06/07/12 | Sweep to 500 Bank Insured Deposit | 39.19 | 6,153.29 |
| 06/08/12 | Sweep to 500 Bank Insured Deposit | 427.49 | 6,580.78 |
| 06/11/12 | Sweep to 500 Bank Insured Deposit | 53.60 | 6,634.38 |
| 06/12/12 | Sweep to 500 Bank Insured Deposit | 23.10 | 6,657.48 |
| 06/14/12 | Sweep to 500 Bank Insured Deposit | 486.14 | 7,143.62 |
| 06/15/12 | Sweep to 500 Bank Insured Deposit | 4.04 | 7,147.66 |
| 06/19/12 | Sweep to 500 Bank Insured Deposit | 68.78 | 7,216.44 |
| 06/21/12 | Sweep to 500 Bank Insured Deposit | 915.49 | 8,131.93 |
| 06/22/12 | Sweep to 500 Bank Insured Deposit | 29.24 | 8,161.17 |
| 06/25/12 | Sweep to 500 Bank Insured Deposit | 60.16 | 8,221.33 |
| 06/27/12 | Sweep from 500 Bank Insured Deposit | (1,537.63) | 6,683.70 |
| 06/28/12 | Accumulated Earnings Posted | 0.11 | 6,683.81 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 07/02/12 | Dividend | KOMATSU LTD-ADR | KMTUY | 19.53 |
| 07/03/12 | Dividend | ROGERS COMMUNICATIONS INC CLASS B | RCI | 17.38 |
| 07/05/12 | Dividend | GLAXOSMITHKLINE PLC ADS | GSK | 43.93 |
| 07/05/12 | Dividend | WM MORRISON SUPERMARKETS PLC UNSPON ADR | MRWSY | 49.90 |
| 07/10/12 | Dividend | TOTAL FINA ELF S A ADR | TOT | 37.59 |
| **Total** | | | | **168.33** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
June 29, 2012 to July 31, 2012

Kenny E. Marchant, Sr.
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 6,847.91 | 118,416.15 | 125,264.06 |
| Total Assets Held in Account | | 6,847.91 | 118,416.15 | 125,264.06 |

Account Number: [redacted]
Kenny E. Marchant, Sr.
Lazard Asset Management

**Statement Period**
June 29, 2012 to July 31, 2012

**Page**

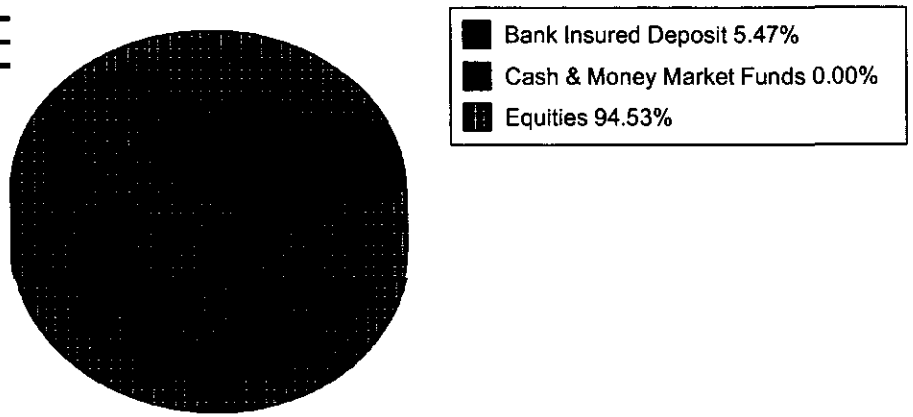

## Account Summary

| | 06/29/12 Value | 07 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 6.62 | |
| Bank Insured Deposit * | 6,683.81 | 6,847.91 |
| Equities | 116,045.54 | 118,416.15 |
| **Total Account Value** | **122,735.97** | **125,264.06** |
| **Net Account Value** | **122,735.97** | **125,264.06** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,690.43 | 116,045.54 | 122,735.97 |
| Funds Deposited | | | |
| Income Activity | 437.16 | | 437.16 |
| Securities Sold/Matured | 4,421.50 | (4,421.50) | |
| Securities Received | | | |
| Funds Withdrawn | (498.63) | | (498.63) |
| Margin Interest | | | |
| Securities Purchased | (4,202.55) | 4,202.55 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,589.57 | 2,589.57 |
| **Ending Balance** | **6,847.91** | **118,416.15** | **125,264.06** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on July 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on July 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| EAST WEST BANK | Cash Equivalent | | | | 6,847.91 | 5.47% | |
| **Total Bank Insured Deposit *** | | | | | **6,847.91** | **5.47%** | |
| **Equities** | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 40.000 | 106.010 | 4,240.40 | 3.39% | 166.95 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 46.000 | 79.220 | 3,644.12 | 2.91% | 59.48 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 223.000 | 15.201 | 3,389.82 | 2.71% | 57.53 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 266.000 | 6.589 | 1,752.67 | 1.40% | 88.57 |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 29.000 | 76.246 | 2,211.13 | 1.77% | 45.24 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 125.000 | 19.773 | 2,471.63 | 1.97% | 29.75 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 42.000 | 66.340 | 2,786.28 | 2.22% | 92.40 |
| BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | 87.000 | 24.947 | 2,170.39 | 1.73% | 58.03 |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 76.000 | 18.578 | 1,411.93 | 1.13% | 39.75 |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 52.000 | 44.654 | 2,322.01 | 1.85% | 78.05 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 61.000 | 33.450 | 2,040.45 | 1.63% | 81.92 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 118.000 | 24.168 | 2,851.82 | 2.28% | 93.69 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 68.000 | 26.056 | 1,771.81 | 1.41% | 25.29 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 44.000 | 46.000 | 2,024.00 | 1.62% | 100.19 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 31.500 | 1,228.50 | 0.98% | 20.39 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 195.000 | 11.594 | 2,260.83 | 1.80% | 93.22 |
| ING GROEP N V | Cash | ING | 244.000 | 6.580 | 1,605.52 | 1.28% | 485.32 |
| KOMATSU LTD-ADR | Cash | KMTUY | 89.000 | 22.510 | 2,003.39 | 1.60% | 40.14 |
| LIXIL GROUP CORP-UNSPONS ADR | Cash | JSGRY | 63.000 | 42.126 | 2,653.94 | 2.12% | 53.30 |
| LVMH MOET HENNESSY LOUIS | Cash | LVMUY | 37.000 | 30.186 | 1,116.88 | 0.89% | 29.90 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 68.000 | 33.613 | 2,285.68 | 1.82% | 29.51 |
| NOVARTIS AG ADR'S | Cash | NVS | 59.000 | 58.620 | 3,458.58 | 2.76% | 124.25 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 71.000 | 26.193 | 1,859.70 | 1.48% | 24.92 |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 190.000 | 11.681 | 2,219.39 | 1.77% | 46.36 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 82.000 | 14.780 | 1,211.96 | 0.97% | 11.16 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| POTASH CORP SASK INC<br>ISIN #CA73755L1076 | Cash | POT | 52.000 | 44.160 | 2,296.32 | 1.83% | 29.12 |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 139.000 | 23.780 | 3,305.42 | 2.64% | 109.13 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 92.000 | 34.039 | 3,131.59 | 2.50% | 102.03 |
| ROGERS COMMUNICATIONS INC<br>CLASS B | Cash | RCI | 66.000 | 39.210 | 2,587.86 | 2.07% | 102.96 |
| ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS | Cash | RDS A | 40.000 | 68.200 | 2,728.00 | 2.18% | 116.96 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 55.000 | 29.460 | 1,620.30 | 1.29% | 99.66 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 149.000 | 13.301 | 1,981.85 | 1.58% | 93.13 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 104.000 | 13.956 | 1,451.42 | 1.16% | 39.83 |
| SANOFI-AVENTIS S A ADR<br>FORMERLY SANOFI SYNTHELABO<br>S A ADR | Cash | SNY | 104.000 | 40.640 | 4,226.56 | 3.37% | 148.83 |
| SAP AKTIENGESELLSCHAFT<br>SPONSORED ADR | Cash | SAP | 90.000 | 63.360 | 5,702.40 | 4.55% | 60.76 |
| SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 117.000 | 19.238 | 2,250.85 | 1.80% | 24.45 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 487.000 | 6.320 | 3,077.84 | 2.46% | 112.50 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| ***Equities (Continued)*** | | | | | | | |
| SWEDBANK AB-ADR | Cash | SWDBY | 102.000 | 17.469 | 1,781.84 | 1.42% | 67.83 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 56.000 | 26.380 | 1,477.28 | 1.18% | 24.25 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 266.000 | 21.047 | 5,598.50 | 4.47% | 362.03 |
| TOTAL FINA ELF S A ADR | Cash | TOT | 49.000 | 45.950 | 2,251.55 | 1.80% | 120.15 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 143.000 | 10.106 | 1,445.16 | 1.15% | 11.59 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 136.000 | 35.810 | 4,870.16 | 3.89% | 165.51 |
| VALEO SPONSORED ADR | Cash | VLEEY | 94.000 | 21.525 | 2,023.35 | 1.62% | 67.87 |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 58.000 | 28.750 | 1,667.50 | 1.33% | 84.56 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 92.000 | 21.724 | 1,998.61 | 1.60% | 71.03 |
| WOLSELEY LTD - ADR | Cash | WOSYY | 513.000 | 3.608 | 1,850.90 | 1.48% | 31.80 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 172.000 | 12.198 | 2,098.06 | 1.67% | 20.30 |
| **Total Equities** | | | | | **118,416.15** | **94.53%** | **4,041.59** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/02 | Taxable Dividend | KOMATSU LTD-ADR<br>KMTUY on 89.000000 PD:2012-07-02 | Cash | KMTUY | 21.00 |
| 07/03 | Taxable Dividend | ROGERS COMMUNICATIONS INC<br>CLASS B<br>RCI on 44.000000 PD:2012-07-03 | Cash | RCI | 17.15 |
| 07/05 | Taxable Dividend | WM MORRISON SUPERMARKETS PLC<br>UNSPON ADR<br>MRWSY on 92.000000 PD:2012-07-05 | Cash | MRWSY | 49.90 |
| 07/05 | Taxable Dividend | GLAXOSMITHKLINE PLC ADS<br>GSK on 80.000000 PD:2012-07-05 | Cash | GSK | 43.93 |
| 07/06 | Taxable Dividend | SUMITOMO MITSUI FINCL GRP INC SPONS ADR<br>SMFG on 487.000000 PD:2012-07-06 | Cash | SMFG | 60.33 |
| 07/10 | Taxable Dividend | TOTAL FINA ELF S A ADR<br>TOT on 49.000000 PD:2012-07-10 | Cash | TOT | 34.80 |
| 07/16 | Taxable Dividend | DAITO TRUST CONS-UNSPONS ADR<br>DITFY on 118.000000 PD:2012-07-16 | Cash | DITFY | 49.52 |
| 07/17 | Taxable Dividend | ORICA LTD-UNSPONS ADR<br>OCLDY on 71.000000 PD:2012-07-17 | Cash | OCLDY | 24.92 |
| 07/17 | Taxable Dividend | FANUC CORPORATION<br>formerly FANUC LTD - UNSP ADR<br>FANUY on 93.000000 PD:2012-07-17 | Cash | FANUY | 17.07 |
| 07/18 | Taxable Dividend | BNP PARIBAS-SPONS ADR<br>BNPQY on 52.000000 PD:2012-07-18 | Cash | BNPQY | 38.54 |
| 07/25 | Taxable Dividend | VALEO SPONSORED ADR<br>VLEEY on 94.000000 PD:2012-07-25 | Cash | VLEEY | 79.88 |
| 07/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.12 |
| **Total Income Activity** | | | | | **437.16** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/06 | Sell | AXA-SPONSORED ADR | Cash | AXAHY | (91.000) | 12.240 | 1,113.82 |
| 07/16 | Sell | GLAXOSMITHKLINE PLC ADS | Cash | GSK | (36.000) | 45.180 | 1,626.44 |
| 07/25 | Sell | DANONE-SPONSORED ADR | Cash | DANOY | (148.000) | 11.360 | 1,681.24 |
| **Total Securities Sold/Matured** | | | | | | | **4,421.50** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 07/06 | Corporate Action | LIXIL GROUP CORP-UNSPONS ADR N/C FRM 46633D109 // KRK | Cash | JSGRY | 63.000 | |
| **Total Securities Received** | | | | | | |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 07/02 | Foreign Withholding-DIV | WH for KMTUY on 89.000000 P: 2012-07-02 | Cash | | (1.47) |
| 07/03 | Foreign Withholding-DIV | WH for RCI on 44.000000 P: 2012-07-03 | Cash | | (2.57) |
| 07/06 | Foreign Withholding-DIV | WH for SMFG on 487.000000 P: 2012-07-06 | Cash | | (4.22) |
| 07/10 | Foreign Withholding-DIV | WH for TOT on 49.000000 P: 2012-07-10 | Cash | | (5.22) |
| 07/16 | Foreign Withholding-DIV | WH for DITFY on 118.000000 P: 2012-07-16 | Cash | | (3.47) |
| 07/17 | Foreign Withholding-DIV | WH for FANUY on 93.000000 P: 2012-07-17 | Cash | | (1.19) |
| 07/18 | Journal | ADV FEE | Cash | | (462.73) |
| 07/18 | Foreign Withholding-DIV | WH for BNPQY on 52.000000 P: 2012-07-18 | Cash | | (5.78) |
| 07/25 | Foreign Withholding-DIV | WH for VLEEY on 94.000000 P: 2012-07-25 | Cash | | (11.98) |
| **Total Funds Withdrawn** | | | | | **(498.63)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/10 | Buy | ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 22.000 | 36.910 | (812.02) |
| 07/16 | Buy | SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 71.000 | 19.430 | (1,379.53) |
| 07/19 | Buy | NOVARTIS AG ADR'S | Cash | NVS | 12.000 | 57.190 | (686.28) |
| 07/19 | Buy | BNP PARIBAS-SPONS ADR | Cash | BNPQY | 24.000 | 18.550 | (445.20) |
| 07/26 | Buy | SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 46.000 | 19.120 | (879.52) |
| **Total Securities Purchased** | | | | | | | **(4,202.55)** |

**Securities Delivered**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 07/06 | Corporate Action | JS GROUP CORP-UNSPON ADR ISIN #US46633D1090 N/C TO 53931R103 //KRK | Cash | JSGRYOLD | (63.000) | |
| **Total Securities Delivered** | | | | | | |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 437.04 | | 2,951.13 | |
| Money Market | 0.12 | | 0.71 | |
| **Total Income** | **437.16** | | **2,951.84** | |

# Other Important Information

## Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| Foreign Taxes Paid | (35.90) | (327.50) |
| Sales Proceeds | 4,421.50 | 22,721.69 |

## Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 06/29/12 | Beginning Balance | | 6,683.81 |
| 07/02/12 | Sweep to 500 Bank Insured Deposit | 6.62 | 6,690.43 |
| 07/03/12 | Sweep to 500 Bank Insured Deposit | 19.53 | 6,709.96 |
| 07/05/12 | Sweep to 500 Bank Insured Deposit | 14.58 | 6,724.54 |
| 07/06/12 | Sweep to 500 Bank Insured Deposit | 93.83 | 6,818.37 |
| 07/09/12 | Sweep to 500 Bank Insured Deposit | 56.11 | 6,874.48 |
| 07/11/12 | Sweep to 500 Bank Insured Deposit | 1,143.40 | 8,017.88 |
| 07/13/12 | Sweep from 500 Bank Insured Deposit | (812.02) | 7,205.86 |
| 07/17/12 | Sweep to 500 Bank Insured Deposit | 46.05 | 7,251.91 |
| 07/18/12 | Sweep to 500 Bank Insured Deposit | 40.80 | 7,292.71 |
| 07/19/12 | Sweep from 500 Bank Insured Deposit | (183.06) | 7,109.65 |
| 07/24/12 | Sweep from 500 Bank Insured Deposit | (1,131.48) | 5,978.17 |
| 07/26/12 | Sweep to 500 Bank Insured Deposit | 67.90 | 6,046.07 |
| 07/30/12 | Accumulated Earnings Posted | 0.12 | 6,046.19 |
| 07/30/12 | Sweep to 500 Bank Insured Deposit | 1,681.24 | 7,727.43 |
| 07/31/12 | Sweep from 500 Bank Insured Deposit | (879.52) | 6,847.91 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 08/01/12 | Dividend | VODAFONE GROUP PLC NEW-SPON ADR NEW | VOD | 57.47 |
| 08/03/12 | Dividend | POTASH CORP SASK INC ISIN #CA73755L1076 | POT | 7.28 |
| **Total** | | | | **64.75** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

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**End of Statement**

**Statement Period**
July 31, 2012 to August 31, 2012

Kenny E. Marchant, Sr.
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 6,554.05 | 121,160.90 | 127,714.95 |
| Total Assets Held in Account | | 6,554.05 | 121,160.90 | 127,714.95 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Lazard Asset Management**

**Statement Period**
July 31, 2012 to August 31, 2012

**Page**
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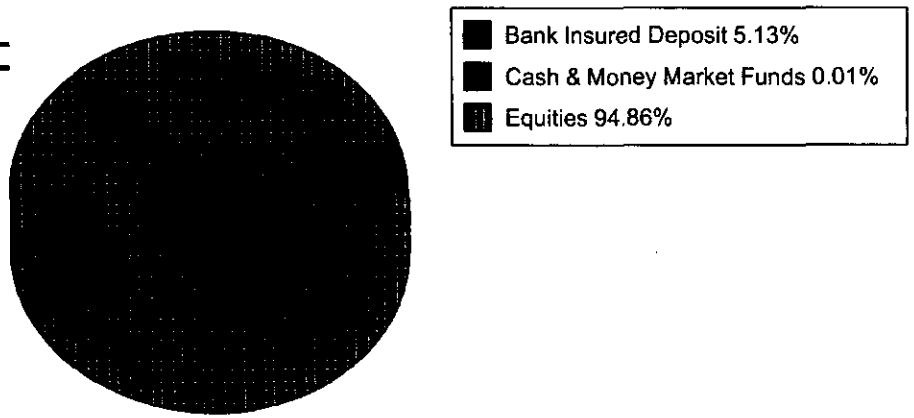
## Account Summary

| | 07/31/12 Value | 08 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | | 8.62 |
| Bank Insured Deposit * | 6,847.91 | 6,545.43 |
| Equities | 118,416.15 | 121,160.90 |
| **Total Account Value** | **125,264.06** | **127,714.95** |
| **Net Account Value** | **125,264.06** | **127,714.95** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,847.91 | 118,416.15 | 125,264.06 |
| Funds Deposited | | | |
| Income Activity | 74.14 | | 74.14 |
| Securities Sold/Matured | 4,271.63 | (4,271.63) | |
| Securities Received | | | |
| Funds Withdrawn | (1.74) | | (1.74) |
| Margin Interest | | | |
| Securities Purchased | (4,637.89) | 4,637.89 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,378.49 | 2,378.49 |
| **Ending Balance** | **6,554.05** | **121,160.90** | **127,714.95** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on August 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on August 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 8.62 | 0.01% | |
| **Total Cash & Money Market Funds** | | | | | **8.62** | **0.01%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 6,545.43 | 5.13% | |
| **Total Bank Insured Deposit *** | | | | | **6,545.43** | **5.13%** | |
| **Equities** | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 40.000 | 104.740 | 4,189.60 | 3.28% | 166.95 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 46.000 | 84.180 | 3,872.28 | 3.03% | 59.48 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 223.000 | 15.291 | 3,409.89 | 2.67% | 57.53 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 266.000 | 7.040 | 1,872.64 | 1.47% | 88.57 |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 29.000 | 77.735 | 2,254.32 | 1.77% | 45.24 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 125.000 | 20.458 | 2,557.25 | 2.00% | 31.00 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 52.000 | 65.800 | 3,421.60 | 2.68% | 116.48 |
| BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | 71.000 | 24.227 | 1,720.12 | 1.35% | 47.36 |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 76.000 | 21.778 | 1,655.13 | 1.30% | 39.75 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 52.000 | 48.350 | 2,514.20 | 1.97% | 78.05 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 61.000 | 33.290 | 2,030.69 | 1.59% | 84.01 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 118.000 | 24.393 | 2,878.37 | 2.25% | 93.69 |
| EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 74.000 | 15.947 | 1,180.08 | 0.92% | 21.31 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 68.000 | 27.224 | 1,851.23 | 1.45% | 25.29 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 44.000 | 45.490 | 2,001.56 | 1.57% | 100.19 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 39.000 | 31.890 | 1,243.71 | 0.97% | 28.71 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 195.000 | 12.923 | 2,519.99 | 1.97% | 98.49 |
| ING GROEP N V | Cash | ING | 244.000 | 7.580 | 1,849.52 | 1.45% | 485.32 |
| KOMATSU LTD-ADR | Cash | KMTUY | 89.000 | 19.668 | 1,750.45 | 1.37% | 40.14 |
| LIXIL GROUP CORP-UNSPONS ADR | Cash | JSGRY | 63.000 | 42.937 | 2,705.03 | 2.12% | 53.30 |
| LVMH MOET HENNESSY LOUIS VUITTON-ADR | Cash | LVMUY | 37.000 | 32.722 | 1,210.71 | 0.95% | 29.90 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 68.000 | 38.210 | 2,598.28 | 2.03% | 29.51 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| NOVARTIS AG ADR'S | Cash | NVS | 59.000 | 59.010 | 3,481.59 | 2.73% | 124.25 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 71.000 | 25.010 | 1,775.71 | 1.39% | 24.92 |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 190.000 | 11.929 | 2,266.51 | 1.77% | 46.36 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 82.000 | 15.209 | 1,247.14 | 0.98% | 11.16 |
| POTASH CORP SASK INC<br>ISIN #CA73755L1076 | Cash | POT | 52.000 | 41.070 | 2,135.64 | 1.67% | 29.12 |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 139.000 | 25.000 | 3,475.00 | 2.72% | 111.62 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 92.000 | 33.657 | 3,096.44 | 2.42% | 137.72 |
| ROGERS COMMUNICATIONS INC<br>CLASS B | Cash | RCI | 66.000 | 40.390 | 2,665.74 | 2.09% | 105.40 |
| ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS | Cash | RDS A | 40.000 | 69.970 | 2,798.80 | 2.19% | 116.96 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 55.000 | 31.040 | 1,707.20 | 1.34% | 99.66 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 149.000 | 14.376 | 2,142.02 | 1.68% | 93.13 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 104.000 | 13.380 | 1,391.52 | 1.09% | 39.83 |
| SANOFI-AVENTIS S A ADR<br>FORMERLY SANOFI SYNTHELABO<br>S A ADR | Cash | SNY | 104.000 | 40.950 | 4,258.80 | 3.33% | 148.83 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 90.000 | 65.660 | 5,909.40 | 4.63% | 60.76 |
| SEVEN & I HOLDINGS-UNSPN ADR | Cash | SVNDY | 35.000 | 60.664 | 2,123.24 | 1.66% | 49.84 |
| SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 117.000 | 20.370 | 2,383.29 | 1.87% | 24.45 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 487.000 | 6.220 | 3,029.14 | 2.37% | 112.50 |
| SWEDBANK AB-ADR | Cash | SWDBY | 102.000 | 17.503 | 1,785.31 | 1.40% | 67.83 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 56.000 | 26.388 | 1,477.73 | 1.16% | 24.25 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 72.000 | 19.894 | 1,432.37 | 1.12% | 102.02 |
| TOTAL S A-SPONSORED ADR formerly TOTAL FINA ELF SA | Cash | TOT | 49.000 | 49.860 | 2,443.14 | 1.91% | 120.15 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 143.000 | 10.825 | 1,547.97 | 1.21% | 15.16 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 136.000 | 35.880 | 4,879.68 | 3.82% | 165.51 |
| VALEO SPONSORED ADR | Cash | VLEEY | 112.000 | 23.700 | 2,654.40 | 2.08% | 80.87 |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 58.000 | 28.920 | 1,677.36 | 1.31% | 84.56 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 92.000 | 22.237 | 2,045.80 | 1.60% | 71.03 |
| WOLSELEY LTD - ADR | Cash | WOSYY | 513.000 | 4.038 | 2,071.49 | 1.62% | 31.80 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 172.000 | 11.464 | 1,971.81 | 1.54% | 20.30 |
| **Total Equities** | | | | | **121,160.90** | **94.86%** | **3,940.26** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/01 | Taxable Dividend | VODAFONE GROUP PLC NEW-SPON ADR NEW<br>VOD on 58.000000 PD:2012-08-01 | Cash | VOD | 57.47 |
| 08/03 | Taxable Dividend | POTASH CORP SASK INC<br>ISIN #CA73755L1076<br>POT on 52.000000 PD:2012-08-03 | Cash | POT | 7.28 |
| 08/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.12 |
| 08/31 | Taxable Dividend | HONDA MOTOR COMPANY LIMITED ADR<br>HMC on 39.000000 PD:2012-08-31 | Cash | HMC | 9.27 |
| **Total Income Activity** | | | | | **74.14** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/06 | Sell | TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | (48.000) | 21.480 | 1,031.02 |
| 08/07 | Sell | BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | (16.000) | 24.970 | 399.51 |
| 08/13 | Sell | TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | (146.000) | 19.460 | 2,841.10 |
| **Total Securities Sold/Matured** | | | | | | | **4,271.63** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 08/03 | Foreign Withholding-DIV | WH for POT on 52.000000 P: 2012-08-03 | Cash | | (1.09) |
| 08/31 | Foreign Withholding-DIV | WH for HMC on 39.000000 P: 2012-08-31 | Cash | | (0.65) |
| **Total Funds Withdrawn** | | | | | **(1.74)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/09 | Buy | BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 10.000 | 69.550 | (695.50) |
| 08/13 | Buy | SEVEN & I HOLDINGS-UNSPN ADR | Cash | SVNDY | 35.000 | 67.150 | (2,350.25) |
| 08/13 | Buy | EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 74.000 | 15.500 | (1,147.00) |
| 08/21 | Buy | VALEO SPONSORED ADR | Cash | VLEEY | 18.000 | 24.730 | (445.14) |
| **Total Securities Purchased** | | | | | | | **(4,637.89)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 74.02 | | 3,025.15 | |
| Money Market | 0.12 | | 0.83 | |
| **Total Income** | **74.14** | | **3,025.98** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(1.74)** | **(329.24)** |
| **Sales Proceeds** | **4,271.63** | **26,993.32** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 07/31/12 | Beginning Balance | | 6,847.91 |
| 08/02/12 | Sweep to 500 Bank Insured Deposit | 57.47 | 6,905.38 |
| 08/06/12 | Sweep to 500 Bank Insured Deposit | 6.19 | 6,911.57 |
| 08/09/12 | Sweep to 500 Bank Insured Deposit | 1,031.02 | 7,942.59 |
| 08/10/12 | Sweep to 500 Bank Insured Deposit | 399.51 | 8,342.10 |
| 08/14/12 | Sweep from 500 Bank Insured Deposit | (695.50) | 7,646.60 |
| 08/16/12 | Sweep from 500 Bank Insured Deposit | (656.15) | 6,990.45 |
| 08/24/12 | Sweep from 500 Bank Insured Deposit | (445.14) | 6,545.31 |
| 08/30/12 | Accumulated Earnings Posted | 0.12 | 6,545.43 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/04/12 | Dividend | CANON INCORPORATED-SPONS ADR | CAJ | 43.01 |
| 09/12/12 | Dividend | UNILEVER PLC SPONSORED ADR NEW | UL | 39.96 |
| 09/20/12 | Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | RDS A | 34.40 |
| 10/04/12 | Dividend | GLAXOSMITHKLINE PLC ADS | GSK | 23.23 |
| **Total** | | | | **140.60** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

[redacted]

**Statement Period**
August 31, 2012 to September 28, 2012

Kenny E. Marchant, Sr.
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 4,933.25 | 127,024.85 | 131,958.10 |
| Total Assets Held in Account | | 4,933.25 | 127,024.85 | 131,958.10 |

***Please see the last page of this statement to review Southwest Securities' Privacy Policy***

Account Number: [redacted]
Kenny E. Marchant, Sr.
Lazard Asset Management

**Statement Period**
August 31, 2012 to September 28, 2012

**Page**

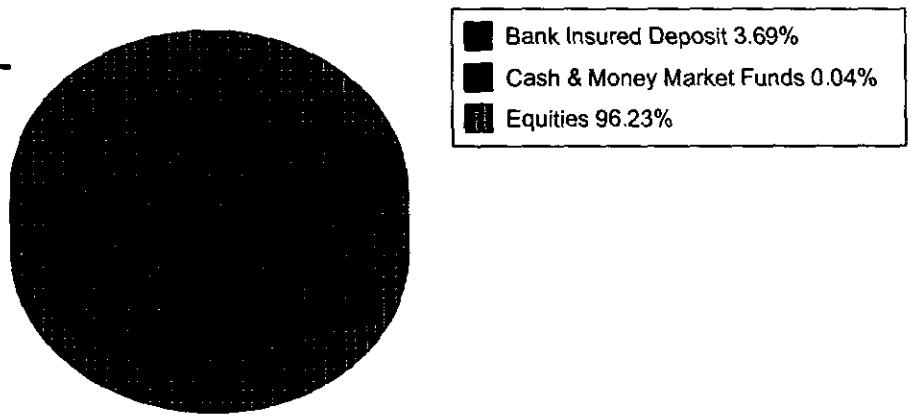

## Account Summary

| | 08/31/12 Value | 09 /28/12 Value |
|---|---|---|
| Cash & Money Market Funds | 8.62 | 59.28 |
| Bank Insured Deposit * | 6,545.43 | 4,873.97 |
| Equities | 121,160.90 | 127,024.85 |
| **Total Account Value** | **127,714.95** | **131,958.10** |
| **Net Account Value** | **127,714.95** | **131,958.10** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,554.05 | 121,160.90 | 127,714.95 |
| Funds Deposited | | | |
| Income Activity | 265.38 | | 265.38 |
| Securities Sold/Matured | 1,169.01 | (1,169.01) | |
| Securities Received | | | |
| Funds Withdrawn | (8.40) | | (8.40) |
| Margin Interest | | | |
| Securities Purchased | (3,046.79) | 3,046.79 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,986.17 | 3,986.17 |
| **Ending Balance** | **4,933.25** | **127,024.85** | **131,958.10** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on September 28, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on September 28, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

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## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 59.28 | 0.04% | |
| **Total Cash & Money Market Funds** | | | | | **59.28** | **0.04%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 4,873.97 | 3.69% | |
| **Total Bank Insured Deposit *** | | | | | **4,873.97** | **3.69%** | |
| **Equities** | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 40.000 | 102.640 | 4,105.60 | 3.11% | 168.48 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 46.000 | 85.910 | 3,951.86 | 2.99% | 59.48 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 223.000 | 16.258 | 3,625.53 | 2.75% | 57.53 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 351.000 | 7.771 | 2,727.62 | 2.07% | 116.88 |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 29.000 | 85.977 | 2,493.33 | 1.89% | 45.24 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 125.000 | 20.185 | 2,523.13 | 1.91% | 31.00 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 52.000 | 68.610 | 3,567.72 | 2.70% | 116.48 |
| BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | 71.000 | 24.405 | 1,732.76 | 1.31% | 47.36 |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 76.000 | 23.788 | 1,807.89 | 1.37% | 39.75 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 28.000 | 48.024 | 1,344.67 | 1.02% | 42.03 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 61.000 | 32.010 | 1,952.61 | 1.48% | 84.01 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 118.000 | 25.225 | 2,976.55 | 2.26% | 93.69 |
| EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 105.000 | 16.616 | 1,744.68 | 1.32% | 30.24 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 68.000 | 26.949 | 1,832.53 | 1.39% | 25.29 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 44.000 | 46.240 | 2,034.56 | 1.54% | 100.19 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 61.000 | 30.900 | 1,884.90 | 1.43% | 44.90 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 195.000 | 13.006 | 2,536.17 | 1.92% | 98.49 |
| ING GROEP N V | Cash | ING | 244.000 | 7.890 | 1,925.16 | 1.46% | 485.32 |
| KOMATSU LTD-ADR | Cash | KMTUY | 89.000 | 19.756 | 1,758.28 | 1.33% | 40.14 |
| LIXIL GROUP CORP-UNSPONS ADR | Cash | JSGRY | 63.000 | 47.866 | 3,015.56 | 2.29% | 53.30 |
| LVMH MOET HENNESSY LOUIS VUITTON-ADR | Cash | LVMUY | 37.000 | 30.104 | 1,113.85 | 0.84% | 29.90 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 68.000 | 41.168 | 2,799.42 | 2.12% | 29.51 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| NOVARTIS AG ADR'S | Cash | NVS | 59.000 | 61.260 | 3,614.34 | 2.74% | 124.25 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 71.000 | 25.862 | 1,836.20 | 1.39% | 24.92 |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 190.000 | 12.878 | 2,446.82 | 1.85% | 49.78 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 82.000 | 16.542 | 1,356.44 | 1.03% | 11.16 |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 52.000 | 43.420 | 2,257.84 | 1.71% | 43.68 |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 139.000 | 26.000 | 3,614.00 | 2.74% | 111.62 |
| RED ELECTRICA CORPORACION S.A. UNSPONS ADR | Cash | RDEIY | 119.000 | 9.493 | 1,129.67 | 0.86% | 46.77 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 92.000 | 35.114 | 3,230.49 | 2.45% | 105.25 |
| ROGERS COMMUNICATIONS INC CLASS B | Cash | RCI | 66.000 | 40.400 | 2,666.40 | 2.02% | 105.40 |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 40.000 | 69.410 | 2,776.40 | 2.10% | 116.96 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 55.000 | 32.250 | 1,773.75 | 1.34% | 99.66 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 149.000 | 15.573 | 2,320.38 | 1.76% | 93.13 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 104.000 | 13.597 | 1,414.09 | 1.07% | 39.83 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 104.000 | 43.060 | 4,478.24 | 3.39% | 148.83 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 90.000 | 71.330 | 6,419.70 | 4.86% | 60.76 |
| SEVEN & I HOLDINGS-UNSPN ADR | Cash | SVNDY | 35.000 | 61.620 | 2,156.70 | 1.63% | 49.84 |
| SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 117.000 | 20.309 | 2,376.15 | 1.80% | 24.45 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 487.000 | 6.180 | 3,009.66 | 2.28% | 112.50 |
| SWEDBANK AB-ADR | Cash | SWDBY | 102.000 | 18.821 | 1,919.74 | 1.45% | 67.83 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 56.000 | 27.824 | 1,558.14 | 1.18% | 24.25 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 72.000 | 20.382 | 1,467.50 | 1.11% | 102.02 |
| TOTAL S A-SPONSORED ADR formerly TOTAL FINA ELF SA | Cash | TOT | 49.000 | 50.100 | 2,454.90 | 1.86% | 120.15 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 143.000 | 11.061 | 1,581.72 | 1.20% | 15.16 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 136.000 | 36.520 | 4,966.72 | 3.76% | 165.51 |
| VALEO SPONSORED ADR | Cash | VLEEY | 112.000 | 23.157 | 2,593.58 | 1.97% | 80.87 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 58.000 | 28.500 | 1,653.00 | 1.25% | 84.56 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 92.000 | 23.027 | 2,118.48 | 1.61% | 71.03 |
| WOLSELEY LTD - ADR | Cash | WOSYY | 513.000 | 4.266 | 2,188.46 | 1.66% | 31.80 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 172.000 | 12.738 | 2,190.94 | 1.66% | 20.30 |
| **Total Equities** | | | | | **127,024.85** | **96.23%** | **3,991.48** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/04 | Taxable Dividend | CANON INCORPORATED-SPONS ADR<br>CAJ on 61.000000 PD:2012-09-04 | Cash | CAJ | 46.25 |
| 09/07 | Taxable Dividend | BG GROUP PLC - SPON ADR<br>BRGYY on 125.000000 PD:2012-09-07 | Cash | BRGYY | 14.85 |
| 09/12 | Taxable Dividend | UNILEVER PLC SPONSORED ADR NEW<br>UL on 136.000000 PD:2012-09-12 | Cash | UL | 39.96 |
| 09/14 | Taxable Dividend | REXAM PLC-SPONSORED ADR NEW<br>REXMY on 92.000000 PD:2012-09-14 | Cash | REXMY | 36.48 |
| 09/20 | Taxable Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS<br>Rev. of 780259206 OPT DIV PMT.86 15% W/ | Cash | RDS A | (34.40) |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/20 | Taxable Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS<br>RDS A opt div csh.esc | Cash | RDS A | 34.40 |
| 09/20 | Taxable Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS<br>Rev. of 780259206 OPT DIV PMT.86 15% W/ | Cash | RDS A | 34.40 |
| 09/27 | Taxable Dividend | INFORMA PLC-UNSP ADR<br>IFPJY on 195.000000 PD:2012-09-27 | Cash | IFPJY | 34.08 |
| 09/27 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.08 |
| 09/28 | Taxable Dividend | BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086<br>BHP on 52.000000 PD:2012-09-28 | Cash | BHP | 59.28 |
| **Total Income Activity** | | | | | **265.38** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/25 | Sell | BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | (24.000) | 48.710 | 1,169.01 |
| **Total Securities Sold/Matured** | | | | | | | **1,169.01** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 09/04 | Foreign Withholding-DIV | WH for CAJ on 61.000000 P: 2012-09-04 | Cash | | (3.24) |
| 09/20 | Foreign Withholding-DIV | Rev. of WH for RDS A on 40.000000 P: 20 | Cash | | (5.16) |
| 09/20 | Foreign Withholding-DIV | WH for RDS A on 40.000000 P: 2012-09-20 | Cash | | (5.16) |

## Account Activity

**Funds Withdrawn (Continued)**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 09/20 | Foreign Withholding-DIV | Rev. of WH for RDS A on 40.000000 P: 20 | Cash | | 5.16 |
| **Total Funds Withdrawn** | | | | | **(8.40)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/10 | Buy | RED ELECTRICA CORPORACION S.A. UNSPONS ADR | Cash | RDEIY | 119.000 | 9.400 | (1,118.60) |
| 09/10 | Buy | HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 22.000 | 33.170 | (729.74) |
| 09/10 | Buy | EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 31.000 | 16.450 | (509.95) |
| 09/11 | Buy | ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 85.000 | 8.100 | (688.50) |
| **Total Securities Purchased** | | | | | | | **(3,046.79)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 265.30 | | 3,290.45 | |
| Money Market | 0.08 | | 0.91 | |
| **Total Income** | **265.38** | | **3,291.36** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(8.40)** | **(337.64)** |

## Other Important Information

### Other Tax Information (continued)

| | Current Period | Year to Date |
|---|---|---|
| Sales Proceeds | 1,169.01 | 28,162.33 |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 08/31/12 | Beginning Balance | | 6,545.43 |
| 09/04/12 | Sweep to 500 Bank Insured Deposit | 8.62 | 6,554.05 |
| 09/05/12 | Sweep to 500 Bank Insured Deposit | 43.01 | 6,597.06 |
| 09/10/12 | Sweep to 500 Bank Insured Deposit | 14.85 | 6,611.91 |
| 09/13/12 | Sweep from 500 Bank Insured Deposit | (2,318.33) | 4,293.58 |
| 09/14/12 | Sweep from 500 Bank Insured Deposit | (688.50) | 3,605.08 |
| 09/17/12 | Sweep to 500 Bank Insured Deposit | 36.48 | 3,641.56 |
| 09/21/12 | Sweep to 500 Bank Insured Deposit | 29.24 | 3,670.80 |
| 09/27/12 | Accumulated Earnings Posted | 0.08 | 3,670.88 |
| 09/28/12 | Sweep to 500 Bank Insured Deposit | 1,203.09 | 4,873.97 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/01/12 | Dividend | TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | TLSYY | 50.92 |
| 10/01/12 | Dividend | ADR BRITTISH AMERICAN TOBACCO P.L.C. | BTI | 52.77 |
| 10/01/12 | Dividend | ADR BRITTISH AMERICAN TOBACCO P.L.C. | BTI | 54.27 |
| 10/03/12 | Dividend | ROGERS COMMUNICATIONS INC CLASS B | RCI | 26.07 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/04/12 | Dividend | GLAXOSMITHKLINE PLC ADS | GSK | 23.23 |
| 10/04/12 | Dividend | PRUDENTIAL PLC SPONS ADR | PUK | 36.59 |
| **Total** | | | | **243.85** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
September 28, 2012 to October 31, 2012

Kenny E. Marchant, Sr.
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 3,402.62 | 128,330.37 | 131,732.99 |
| Total Assets Held in Account | | 3,402.62 | 128,330.37 | 131,732.99 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest.á If you invest in Canadian Securities please go to http://cdntax.swst.comá on the SWS website for additional information.

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Lazard Asset Management**

| Statement Period | Page |
|---|---|
| September 28, 2012 to October 31, 2012 | 1 of 10 |

## Account Summary

| | 09/28/12 Value | 10 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 59.28 | (1,362.60) |
| Bank Insured Deposit * | 4,873.97 | 4,765.22 |
| Equities | 127,024.85 | 128,330.37 |
| **Total Account Value** | **131,958.10** | **131,732.99** |
| **Net Account Value** | **131,958.10** | **131,732.99** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,933.25 | 127,024.85 | 131,958.10 |
| Funds Deposited | | | |
| Income Activity | 232.28 | | 232.28 |
| Securities Sold/Matured | 2,490.38 | (2,490.38) | |
| Securities Received | | | |
| Funds Withdrawn | (507.41) | | (507.41) |
| Margin Interest | | | |
| Securities Purchased | (3,745.88) | 3,745.88 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 50.02 | 50.02 |
| **Ending Balance** | **3,402.62** | **128,330.37** | **131,732.99** |

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on October 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on October 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (1,362.60) | (1.03%) | |
| **Total Cash & Money Market Funds** | | | | | **-1,362.60** | **(1.03%)** | |
| **Bank Insured Deposit *** | | | | | | | |
| 500 Bank Insured Deposit | MMkt | | | | 4,765.22 | 3.62% | |
| **Total Bank Insured Deposit *** | | | | | **4,765.22** | **3.62%** | |
| **Equities** | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 40.000 | 99.360 | 3,974.40 | 3.02% | 168.48 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 46.000 | 83.800 | 3,854.80 | 2.93% | 59.48 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 223.000 | 16.661 | 3,715.40 | 2.82% | 57.53 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 351.000 | 8.248 | 2,895.05 | 2.20% | 116.88 |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 29.000 | 87.065 | 2,524.89 | 1.92% | 45.24 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 125.000 | 18.487 | 2,310.88 | 1.75% | 31.00 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 62.000 | 70.740 | 4,385.88 | 3.33% | 138.88 |
| BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | 71.000 | 26.542 | 1,884.48 | 1.43% | 47.36 |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 76.000 | 25.145 | 1,911.02 | 1.45% | 39.75 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 28.000 | 45.690 | 1,279.32 | 0.97% | 71.07 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 61.000 | 32.150 | 1,961.15 | 1.49% | 84.01 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 118.000 | 25.210 | 2,974.78 | 2.26% | 93.69 |
| EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 105.000 | 17.238 | 1,809.99 | 1.37% | 30.24 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 68.000 | 26.502 | 1,802.14 | 1.37% | 25.29 |
| GETINGE AB-UNSPONSORED ADR | Cash | GNGBY | 53.000 | 30.744 | 1,629.43 | 1.24% | 40.02 |
| GLAXOSMITHKLINE PLC ADS | Cash | GSK | 44.000 | 44.900 | 1,975.60 | 1.50% | 102.04 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 61.000 | 30.160 | 1,839.76 | 1.40% | 44.90 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 195.000 | 12.895 | 2,514.53 | 1.91% | 98.49 |
| ING GROEP N V | Cash | ING | 244.000 | 8.860 | 2,161.84 | 1.64% | 485.32 |
| KOMATSU LTD-ADR | Cash | KMTUY | 89.000 | 20.918 | 1,861.70 | 1.41% | 40.14 |
| LIXIL GROUP CORP-UNSPONS ADR | Cash | JSGRY | 63.000 | 44.164 | 2,782.33 | 2.11% | 53.30 |
| LVMH MOET HENNESSY LOUIS VUITTON-ADR | Cash | LVMUY | 37.000 | 32.499 | 1,202.46 | 0.91% | 29.90 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 68.000 | 42.589 | 2,896.05 | 2.20% | 29.51 |
| NOVARTIS AG ADR'S | Cash | NVS | 59.000 | 60.460 | 3,567.14 | 2.71% | 124.25 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 71.000 | 26.048 | 1,849.41 | 1.40% | 24.92 |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 190.000 | 12.921 | 2,454.99 | 1.86% | 49.78 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 82.000 | 17.217 | 1,411.79 | 1.07% | 11.16 |
| POTASH CORP SASK INC<br>ISIN #CA73755L1076 | Cash | POT | 52.000 | 40.370 | 2,099.24 | 1.59% | 43.68 |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 139.000 | 27.480 | 3,819.72 | 2.90% | 111.62 |
| RED ELECTRICA CORPORACION S.A.<br>UNSPONS ADR | Cash | RDEIY | 119.000 | 9.375 | 1,115.63 | 0.85% | 46.77 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 92.000 | 35.983 | 3,310.44 | 2.51% | 105.25 |
| ROGERS COMMUNICATIONS INC<br>CLASS B<br>ISIN CA7751092007 | Cash | RCI | 66.000 | 43.920 | 2,898.72 | 2.20% | 105.40 |
| ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS | Cash | RDS A | 40.000 | 68.480 | 2,739.20 | 2.08% | 116.96 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 55.000 | 32.250 | 1,773.75 | 1.35% | 99.66 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 149.000 | 15.666 | 2,334.23 | 1.77% | 93.13 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SANDS CHINA LTD-UNSPONS ADR | Cash | SCHYY | 36.000 | 37.613 | 1,354.07 | 1.03% | 50.22 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 104.000 | 13.865 | 1,441.96 | 1.09% | 39.83 |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 104.000 | 43.850 | 4,560.40 | 3.46% | 148.83 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 90.000 | 72.900 | 6,561.00 | 4.98% | 60.76 |
| SEVEN & I HOLDINGS-UNSPN ADR | Cash | SVNDY | 35.000 | 61.604 | 2,156.14 | 1.64% | 49.84 |
| SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 60.000 | 15.808 | 948.48 | 0.72% | 12.54 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 487.000 | 6.050 | 2,946.35 | 2.24% | 112.50 |
| SWEDBANK AB-ADR | Cash | SWDBY | 102.000 | 18.537 | 1,890.77 | 1.44% | 67.83 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 56.000 | 28.151 | 1,576.46 | 1.20% | 24.25 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 72.000 | 21.465 | 1,545.48 | 1.17% | 102.02 |
| TOTAL S A-SPONSORED ADR formerly TOTAL FINA ELF SA | Cash | TOT | 49.000 | 50.400 | 2,469.60 | 1.87% | 122.84 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 143.000 | 11.310 | 1,617.33 | 1.23% | 11.44 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 136.000 | 37.290 | 5,071.44 | 3.85% | 165.51 |
| VALEO SPONSORED ADR | Cash | VLEEY | 83.000 | 21.964 | 1,823.01 | 1.38% | 59.94 |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 58.000 | 27.227 | 1,579.17 | 1.20% | 84.56 |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 49.000 | 21.580 | 1,057.42 | 0.80% | 37.83 |
| WOLSELEY LTD - ADR | Cash | WOSYY | 513.000 | 4.364 | 2,238.73 | 1.70% | 42.06 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 172.000 | 11.456 | 1,970.43 | 1.50% | 20.30 |
| **Total Equities** | | | | | **128,330.37** | **97.42%** | **4,078.20** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/01 | Taxable Dividend | TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT TLSYY on 72.000000 PD:2012-10-01 | Cash | TLSYY | 50.92 |
| 10/01 | Taxable Dividend | ADR BRITTISH AMERICAN TOBACCO P.L.C. BTI on 40.000000 PD:2012-10-01 | Cash | BTI | 54.27 |
| 10/03 | Taxable Dividend | ROGERS COMMUNICATIONS INC CLASS B RCI on 66.000000 PD:2012-10-03 | Cash | RCI | 26.37 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/04 | Taxable Dividend | PRUDENTIAL PLC SPONS ADR<br>PUK on 139.000000 PD:2012-10-04 | Cash | PUK | 37.84 |
| 10/04 | Taxable Dividend | GLAXOSMITHKLINE PLC ADS<br>GSK on 44.000000 PD:2012-10-04 | Cash | GSK | 23.23 |
| 10/18 | Taxable Dividend | TOTAL S A-SPONSORED ADR<br>formerly TOTAL FINA ELF SA<br>TOT on 49.000000 PD:2012-10-18 | Cash | TOT | 35.68 |
| 10/19 | Taxable Dividend | TULLOW OIL PLC-UNSPON ADR<br>TUWOY on 143.000000 PD:2012-10-19 | Cash | TUWOY | 3.89 |
| 10/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.08 |
| **Total Income Activity** | | | | | **232.28** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/15 | Sell | WM MORRISON SUPERMARKETS PLC<br>UNSPON ADR | Cash | MRWSY | (43.000) | 21.350 | 918.03 |
| 10/16 | Sell | SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | (57.000) | 15.935 | 908.26 |
| 10/18 | Sell | VALEO SPONSORED ADR | Cash | VLEEY | (29.000) | 22.900 | 664.09 |
| **Total Securities Sold/Matured** | | | | | | | **2,490.38** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 10/02 | Journal | RYAAY adr fee a/o 9/7/12 per agent bcm | Cash | | (0.55) |
| 10/03 | Foreign Withholding-DIV | WH for RCI on 66.000000 P: 2012-10-03 | Cash | | (3.96) |
| 10/11 | Journal | ADV FEE | Cash | | (497.55) |

## Account Activity

**Funds Withdrawn (Continued)**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 10/18 | Foreign Withholding-DIV | WH for TOT on 49.000000 P: 2012-10-18 | Cash | | (5.35) |
| **Total Funds Withdrawn** | | | | | **(507.41)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/08 | Buy | GETINGE AB-UNSPONSORED ADR<br>Reported Price: 31.50 | Cash | GNGBY | 53.000 | 31.500 | (1,669.50) |
| 10/19 | Buy | BHP BILLITON LIMITED-SPON ADR<br>ISIN #US0886061086 | Cash | BHP | 10.000 | 71.377 | (713.78) |
| 10/31 | Buy | SANDS CHINA LTD-UNSPONS ADR<br>Reported Price: 37.85 | Cash | SCHYY | 36.000 | 37.850 | (1,362.60) |
| **Total Securities Purchased** | | | | | | | **(3,745.88)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 232.20 | | 3,522.65 | |
| Money Market | 0.08 | | 0.99 | |
| **Total Income** | **232.28** | | **3,523.64** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(9.31)** | **(346.95)** |

## Other Important Information

### Other Tax Information (continued)

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **2,490.38** | **30,652.71** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 09/28/12 | Beginning Balance | | 4,873.97 |
| 10/01/12 | Sweep to 500 Bank Insured Deposit | 59.28 | 4,933.25 |
| 10/02/12 | Sweep to 500 Bank Insured Deposit | 105.19 | 5,038.44 |
| 10/03/12 | Sweep from 500 Bank Insured Deposit | (0.55) | 5,037.89 |
| 10/04/12 | Sweep to 500 Bank Insured Deposit | 22.41 | 5,060.30 |
| 10/05/12 | Sweep to 500 Bank Insured Deposit | 61.07 | 5,121.37 |
| 10/11/12 | Sweep from 500 Bank Insured Deposit | (1,669.50) | 3,451.87 |
| 10/12/12 | Sweep from 500 Bank Insured Deposit | (497.55) | 2,954.32 |
| 10/18/12 | Sweep to 500 Bank Insured Deposit | 918.03 | 3,872.35 |
| 10/19/12 | Sweep to 500 Bank Insured Deposit | 938.59 | 4,810.94 |
| 10/22/12 | Sweep to 500 Bank Insured Deposit | 3.89 | 4,814.83 |
| 10/23/12 | Sweep to 500 Bank Insured Deposit | 664.09 | 5,478.92 |
| 10/24/12 | Sweep from 500 Bank Insured Deposit | (713.78) | 4,765.14 |
| 10/30/12 | Accumulated Earnings Posted | 0.08 | 4,765.22 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 11/05/12 | Dividend | POTASH CORP SASK INC<br>ISIN #CA73755L1076 | POT | 10.92 |

## Other Important Information

### Estimated Pending Income (continued)

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 11/05/12 | Dividend | PETROFAC LTD-UNSPONS ADR | POFCY | 18.20 |
| **Total** | | | | **29.12** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
October 31, 2012 to November 30, 2012

Kenny E. Marchant, Sr.
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 3,844.10 | 131,666.24 | 135,510.34 |
| Total Assets Held in Account | | 3,844.10 | 131,666.24 | 135,510.34 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Lazard Asset Management**

**Statement Period**
October 31, 2012 to November 30, 2012

**Page**
1 of 9

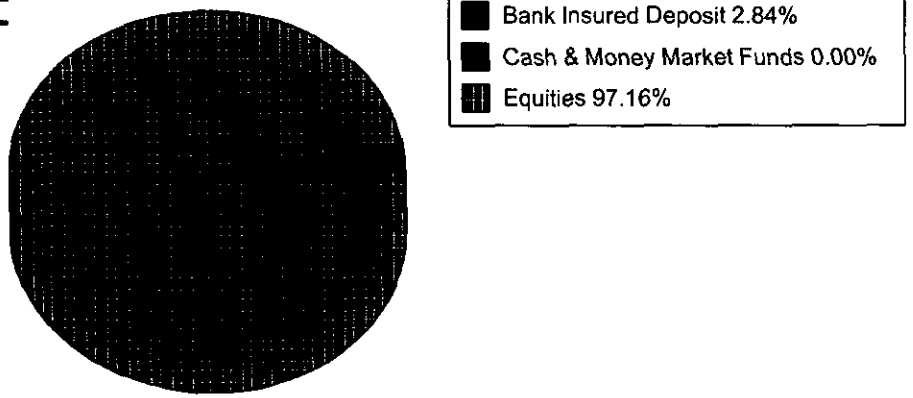
## Account Summary

| | 10/31/12 Value | 11/30/12 Value |
|---|---|---|
| Cash & Money Market Funds | (1,362.60) | |
| Bank Insured Deposit * | 4,765.22 | 3,844.10 |
| Equities | 128,330.37 | 131,666.24 |
| **Total Account Value** | **131,732.99** | **135,510.34** |
| **Net Account Value** | **131,732.99** | **135,510.34** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 3,402.62 | 128,330.37 | 131,732.99 |
| Funds Deposited | | | |
| Income Activity | 106.94 | | 106.94 |
| Securities Sold/Matured | 2,420.61 | (2,420.61) | |
| Securities Received | | | |
| Funds Withdrawn | (3.44) | | (3.44) |
| Margin Interest | | | |
| Securities Purchased | (2,082.63) | 2,082.63 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,673.85 | 3,673.85 |
| **Ending Balance** | **3,844.10** | **131,666.24** | **135,510.34** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on November 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on November 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| NEW YORK COMMUNITY BA | Cash Equivalent | | | | 3,844.10 | 2.84% | |
| **Total Bank Insured Deposit *** | | | | | **3,844.10** | **2.84%** | |
| **Equities** | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 40.000 | 105.430 | 4,217.20 | 3.11% | 168.48 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 87.000 | 87.970 | 7,653.39 | 5.65% | 112.49 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 223.000 | 18.074 | 4,030.50 | 2.97% | 57.53 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 351.000 | 8.538 | 2,996.84 | 2.21% | 116.88 |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 29.000 | 90.456 | 2,623.22 | 1.94% | 45.24 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 125.000 | 17.148 | 2,143.50 | 1.58% | 31.00 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 62.000 | 72.040 | 4,466.48 | 3.30% | 138.88 |
| BMW UNSPONSORED ADR ISIN US0727432066 | Cash | BAMXY | 71.000 | 29.563 | 2,098.97 | 1.55% | 47.36 |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 76.000 | 27.927 | 2,122.45 | 1.57% | 39.75 |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 28.000 | 48.656 | 1,362.37 | 1.01% | 45.39 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 61.000 | 35.180 | 2,145.98 | 1.58% | 84.01 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 118.000 | 24.221 | 2,858.08 | 2.11% | 93.69 |
| EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 105.000 | 16.619 | 1,744.99 | 1.29% | 30.24 |
| FANUC CORPORATION formerly FANUC LTD - UNSP ADR | Cash | FANUY | 68.000 | 28.091 | 1,910.19 | 1.41% | 25.29 |
| GETINGE AB-UNSPONSORED ADR | Cash | GNGBY | 53.000 | 32.214 | 1,707.34 | 1.26% | 40.02 |
| HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | 61.000 | 33.300 | 2,031.30 | 1.50% | 47.03 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 195.000 | 13.475 | 2,627.63 | 1.94% | 98.49 |
| ING GROEP N V | Cash | ING | 244.000 | 8.990 | 2,193.56 | 1.62% | 485.32 |
| KOMATSU LTD-ADR | Cash | KMTUY | 89.000 | 22.396 | 1,993.24 | 1.47% | 42.54 |
| LIXIL GROUP CORP-UNSPONS ADR | Cash | JSGRY | 63.000 | 42.343 | 2,667.61 | 1.97% | 53.30 |
| LVMH MOET HENNESSY LOUIS VUITTON-ADR | Cash | LVMUY | 37.000 | 35.090 | 1,298.33 | 0.96% | 20.72 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 68.000 | 44.589 | 3,032.05 | 2.24% | 29.51 |
| NOVARTIS AG ADR'S | Cash | NVS | 59.000 | 62.050 | 3,660.95 | 2.70% | 124.25 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 49.000 | 25.122 | 1,230.98 | 0.91% | 40.38 |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 190.000 | 13.046 | 2,478.74 | 1.83% | 49.78 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 82.000 | 16.765 | 1,374.73 | 1.01% | 11.16 |
| POTASH CORP SASK INC<br>ISIN #CA73755L1076 | Cash | POT | 52.000 | 38.520 | 2,003.04 | 1.48% | 43.68 |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 139.000 | 29.180 | 4,056.02 | 2.99% | 111.62 |
| RED ELECTRICA CORPORACION S.A.<br>UNSPONS ADR | Cash | RDEIY | 119.000 | 9.268 | 1,102.89 | 0.81% | 46.77 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 92.000 | 35.074 | 3,226.81 | 2.38% | 105.25 |
| ROGERS COMMUNICATIONS INC<br>CLASS B<br>ISIN CA7751092007 | Cash | RCI | 66.000 | 44.170 | 2,915.22 | 2.15% | 105.40 |
| ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS | Cash | RDS A | 40.000 | 66.970 | 2,678.80 | 1.98% | 116.96 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 55.000 | 34.430 | 1,893.65 | 1.40% | 99.66 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 149.000 | 15.965 | 2,378.78 | 1.76% | 93.13 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 104.000 | 14.935 | 1,553.24 | 1.15% | 39.83 |
| SANOFI-AVENTIS S A ADR<br>FORMERLY SANOFI SYNTHELABO<br>S A ADR | Cash | SNY | 104.000 | 44.620 | 4,640.48 | 3.42% | 148.83 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 90.000 | 77.990 | 7,019.10 | 5.18% | 60.76 |
| SEVEN & I HOLDINGS-UNSPN ADR | Cash | SVNDY | 35.000 | 58.252 | 2,038.82 | 1.50% | 49.84 |
| SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 60.000 | 18.734 | 1,124.04 | 0.83% | 12.54 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 487.000 | 6.490 | 3,160.63 | 2.33% | 112.50 |
| SWEDBANK AB-ADR | Cash | SWDBY | 102.000 | 18.457 | 1,882.61 | 1.39% | 67.83 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 56.000 | 29.042 | 1,626.35 | 1.20% | 24.25 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 72.000 | 22.482 | 1,618.70 | 1.19% | 102.02 |
| TOTAL S A-SPONSORED ADR formerly TOTAL FINA ELF SA | Cash | TOT | 49.000 | 50.160 | 2,457.84 | 1.81% | 122.84 |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 143.000 | 11.034 | 1,577.86 | 1.16% | 11.44 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 136.000 | 38.350 | 5,215.60 | 3.85% | 165.51 |
| VALEO SPONSORED ADR | Cash | VLEEY | 83.000 | 23.703 | 1,967.35 | 1.45% | 59.94 |
| VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | 58.000 | 25.795 | 1,496.11 | 1.10% | 87.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | 49.000 | 21.540 | 1,055.46 | 0.78% | 38.96 |
| WOLSELEY LTD - ADR | Cash | WOSYY | 513.000 | 4.643 | 2,381.86 | 1.76% | 42.06 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 172.000 | 11.188 | 1,924.34 | 1.42% | 20.30 |
| **Total Equities** | | | | | **131,666.24** | **97.16%** | **3,967.65** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/05 | Taxable Dividend | POTASH CORP SASK INC<br>ISIN #CA73755L1076<br>POT on 52.000000 PD:2012-11-05 | Cash | POT | 10.92 |
| 11/05 | Taxable Dividend | PETROFAC LTD-UNSPONS ADR<br>POFCY on 190.000000 PD:2012-11-05 | Cash | POFCY | 18.20 |
| 11/20 | Taxable Dividend | WM MORRISON SUPERMARKETS PLC UNSPON ADR<br>MRWSY on 92.000000 PD:2012-11-20 | Cash | MRWSY | 23.24 |
| 11/26 | Taxable Dividend | BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR<br>BSYBY on 28.000000 PD:2012-11-26 | Cash | BSYBY | 28.78 |
| 11/29 | Taxable Dividend | SEVEN & I HOLDINGS-UNSPN ADR<br>SVNDY on 35.000000 PD:2012-11-29 | Cash | SVNDY | 25.76 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | | | Amount |
|---|---|---|---|---|---|---|---|
| 11/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | | | 0.04 |
| **Total Income Activity** | | | | | | | **106.94** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/13 | Sell | GLAXOSMITHKLINE PLC ADS | Cash | GSK | (44.000) | 42.960 | 1,890.20 |
| 11/26 | Sell | ORICA LTD-UNSPONS ADR | Cash | OCLDY | (22.000) | 24.110 | 530.41 |
| **Total Securities Sold/Matured** | | | | | | | **2,420.61** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | | | Amount |
|---|---|---|---|---|---|---|---|
| 11/05 | Foreign Withholding-DIV | WH for POT on 52.000000 P: 2012-11-05 | Cash | | | | (1.64) |
| 11/29 | Foreign Withholding-DIV | WH for SVNDY on 35.000000 P: 2012-11-29 | Cash | | | | (1.80) |
| **Total Funds Withdrawn** | | | | | | | **(3.44)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/05 | Buy - Cancel | SANDS CHINA LTD-UNSPONS ADR | Cash | SCHYY | (36.000) | 37.850 | 1,362.60 |
| 11/13 | Buy | ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 41.000 | 84.030 | (3,445.23) |
| **Total Securities Purchased** | | | | | | | **(2,082.63)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 106.90 | | 3,629.55 | |
| Money Market | 0.04 | | 1.03 | |
| **Total Income** | **106.94** | | **3,630.58** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(3.44)** | **(350.39)** |
| **Sales Proceeds** | **2,420.61** | **33,073.32** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/31/12 | Beginning Balance | | 4,765.22 |
| 11/05/12 | Sweep from 500 Bank Insured Deposit | (1,362.60) | 3,402.62 |
| 11/06/12 | Sweep to 500 Bank Insured Deposit | 1,390.08 | 4,792.70 |
| 11/16/12 | Sweep from 500 Bank Insured Deposit | (1,555.03) | 3,237.67 |
| 11/21/12 | Sweep to 500 Bank Insured Deposit | 23.24 | 3,260.91 |
| 11/27/12 | Sweep to 500 Bank Insured Deposit | 28.78 | 3,289.69 |
| 11/29/12 | Accumulated Earnings Posted | 0.04 | 3,289.73 |
| 11/29/12 | Sweep to 500 Bank Insured Deposit | 530.41 | 3,820.14 |
| 11/30/12 | Sweep to 500 Bank Insured Deposit | 23.96 | 3,844.10 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 12/04/12 | Dividend | HONDA MOTOR COMPANY LIMITED ADR | HMC | 12.89 |
| 12/04/12 | Dividend | DAITO TRUST CONS-UNSPONS ADR | DITFY | 56.53 |
| 12/07/12 | Dividend | WOLSELEY LTD - ADR | WOSYY | 27.96 |
| 12/10/12 | Dividend | RYANAIR HOLDINGS PLC-SPONS ADR | RYAAY | 119.76 |
| 12/12/12 | Dividend | UNILEVER PLC SPONSORED ADR NEW | UL | 42.98 |
| 12/20/12 | Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | RDS A | 34.40 |
| **Total** | | | | **294.52** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

## Statement Period

November 30, 2012 to December 31, 2012

Kenny E. Marchant, Sr.
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 3,764.41 | 135,806.53 | 139,570.94 |
| Total Assets Held in Account | | 3,764.41 | 135,806.53 | 139,570.94 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

Account Number: [redacted]
Kenny E. Marchant, Sr.
Lazard Asset Management

**Statement Period**
November 30, 2012 to December 31, 2012

**Page**

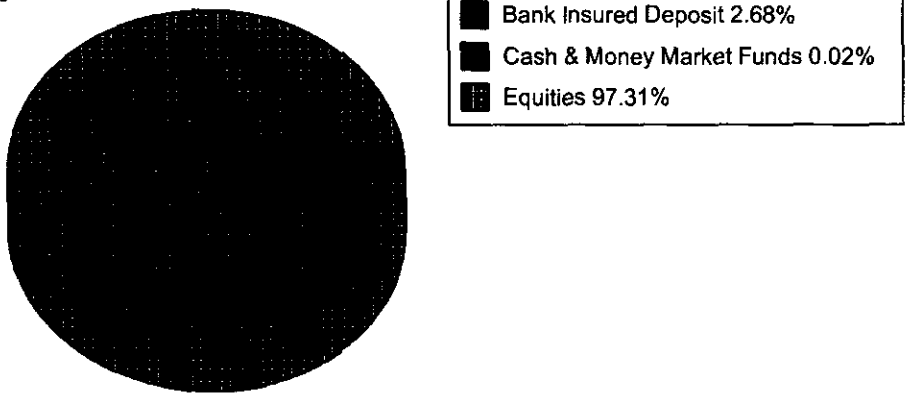

## Account Summary

| | 11/30/12 Value | 12 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | | 29.42 |
| Bank Insured Deposit * | 3,844.10 | 3,734.99 |
| Equities | 131,666.24 | 135,806.53 |
| **Total Account Value** | **135,510.34** | **139,570.94** |
| **Net Account Value** | **135,510.34** | **139,570.94** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 3,844.10 | 131,666.24 | 135,510.34 |
| Funds Deposited | | | |
| Income Activity | 525.26 | | 525.26 |
| Securities Sold/Matured | 8,341.90 | (8,341.90) | |
| Securities Received | | | |
| Funds Withdrawn | (35.14) | | (35.14) |
| Margin Interest | | | |
| Securities Purchased | (8,911.71) | 8,911.71 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,570.48 | 3,570.48 |
| **Ending Balance** | **3,764.41** | **135,806.53** | **139,570.94** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on December 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.01% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on December 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 29.42 | 0.02% | |
| **Total Cash & Money Market Funds** | | | | | **29.42** | **0.02%** | |
| **Bank Insured Deposit *** | | | | | | | |
| NEW YORK COMMUNITY BA | Cash Equivalent | | | | 3,734.99 | 2.68% | |
| **Total Bank Insured Deposit *** | | | | | **3,734.99** | **2.68%** | |
| **Equities** | | | | | | | |
| ADR BRITTISH AMERICAN TOBACCO P.L.C. | Cash | BTI | 40.000 | 101.250 | 4,050.00 | 2.90% | 168.48 |
| ANHEUSER-BUSCH INBEV SPONS ADR | Cash | BUD | 87.000 | 87.410 | 7,604.67 | 5.45% | 112.49 |
| ASSA ABLOY AB - UNSPONS ADR | Cash | ASAZY | 223.000 | 18.669 | 4,163.19 | 2.98% | 57.53 |
| ASSOCIATED BRITISH FOODS PLC UNSPON ADR | Cash | ASBFY | 58.000 | 25.423 | 1,474.53 | 1.06% | 22.68 |
| ATLANTIA SPA - UNSPONSORED ADR 2 ADRS = 1 ORD | Cash | ATASY | 351.000 | 9.011 | 3,162.86 | 2.27% | 116.88 |
| BAYER AG - SPONSORED ADR | Cash | BAYRY | 29.000 | 94.779 | 2,748.59 | 1.97% | 45.24 |
| BG GROUP PLC - SPON ADR | Cash | BRGYY | 125.000 | 16.458 | 2,057.25 | 1.47% | 31.00 |
| BHP BILLITON LIMITED-SPON ADR ISIN #US0886061086 | Cash | BHP | 62.000 | 78.420 | 4,862.04 | 3.48% | 138.88 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| BMW UNSPONSORED ADR<br>ISIN US0727432066 | Cash | BAMXY | 71.000 | 32.050 | 2,275.55 | 1.63% | 47.36 |
| BNP PARIBAS-SPONS ADR | Cash | BNPQY | 76.000 | 28.072 | 2,133.47 | 1.53% | 39.75 |
| BRITISH SKY BROADCASTING GROUP PLC-SPONS ADR | Cash | BSYBY | 28.000 | 49.870 | 1,396.36 | 1.00% | 45.39 |
| CANON INCORPORATED-SPONS ADR | Cash | CAJ | 61.000 | 39.210 | 2,391.81 | 1.71% | 86.01 |
| DAIHATSU MOTOR CO LTD-UNSPON ADR | Cash | DHTMY | 53.000 | 39.577 | 2,097.58 | 1.50% | 60.00 |
| DAITO TRUST CONS-UNSPONS ADR | Cash | DITFY | 118.000 | 23.564 | 2,780.55 | 1.99% | 93.69 |
| ENI SPA - SPONSORED ADR | Cash | E | 45.000 | 49.140 | 2,211.30 | 1.58% | 96.53 |
| EXPERIAN GROUP LTD-SPONS ADR | Cash | EXPGY | 105.000 | 15.930 | 1,672.65 | 1.20% | 30.24 |
| FANUC CORPORATION<br>formerly FANUC LTD - UNSP ADR | Cash | FANUY | 68.000 | 30.687 | 2,086.72 | 1.50% | 23.25 |
| GETINGE AB-UNSPONSORED ADR | Cash | GNGBY | 84.000 | 33.818 | 2,840.71 | 2.04% | 63.43 |
| INFORMA PLC-UNSP ADR | Cash | IFPJY | 195.000 | 14.597 | 2,846.42 | 2.04% | 98.49 |
| ING GROEP N V | Cash | ING | 244.000 | 9.490 | 2,315.56 | 1.66% | 485.32 |
| KOMATSU LTD-ADR | Cash | KMTUY | 89.000 | 25.259 | 2,248.05 | 1.61% | 41.39 |
| LIXIL GROUP CORP-UNSPONS ADR | Cash | JSGRY | 63.000 | 44.342 | 2,793.55 | 2.00% | 51.72 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LLOYDS BANKING GROUP PLC-ADR FORMERLY LLOYDS TSB GROUP PLC | Cash | LYG | 535.000 | 3.200 | 1,712.00 | 1.23% | |
| LVMH MOET HENNESSY LOUIS VUITTON-ADR | Cash | LVMUY | 37.000 | 36.599 | 1,354.16 | 0.97% | 20.72 |
| MERCK KGAA-UNSPONSORED ADR | Cash | MKGAY | 68.000 | 43.872 | 2,983.30 | 2.14% | 29.51 |
| NOVARTIS AG ADR'S | Cash | NVS | 59.000 | 63.300 | 3,734.70 | 2.68% | 124.25 |
| ORICA LTD-UNSPONS ADR | Cash | OCLDY | 49.000 | 26.028 | 1,275.37 | 0.91% | 42.58 |
| PETROFAC LTD-UNSPONS ADR | Cash | POFCY | 190.000 | 13.191 | 2,506.29 | 1.80% | 49.78 |
| PETROLEUM GEO-SERVICES-ADR | Cash | PGSVY | 82.000 | 17.133 | 1,404.91 | 1.01% | 11.16 |
| POTASH CORP SASK INC ISIN #CA73755L1076 | Cash | POT | 52.000 | 40.690 | 2,115.88 | 1.52% | 43.68 |
| PRUDENTIAL PLC SPONS ADR | Cash | PUK | 139.000 | 28.550 | 3,968.45 | 2.84% | 111.62 |
| RED ELECTRICA CORPORACION S.A. UNSPONS ADR | Cash | RDEIY | 119.000 | 9.835 | 1,170.37 | 0.84% | 48.08 |
| REXAM PLC-SPONSORED ADR NEW | Cash | REXMY | 92.000 | 35.436 | 3,260.11 | 2.34% | 105.25 |
| ROGERS COMMUNICATIONS INC CLASS B ISIN CA7751092007 | Cash | RCI | 66.000 | 45.520 | 3,004.32 | 2.15% | 105.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ROYAL DUTCH SHELL PLC-SPONS ADR REPSTG A SHS | Cash | RDS A | 40.000 | 68.950 | 2,758.00 | 1.98% | 116.96 |
| RYANAIR HOLDINGS PLC-SPONS ADR | Cash | RYAAY | 55.000 | 34.280 | 1,885.40 | 1.35% | 99.66 |
| SAMPO OYJ A SHS UNSP ADR | Cash | SAXPY | 149.000 | 16.045 | 2,390.70 | 1.71% | 93.13 |
| SANDVIK AB-SPONSORED ADR | Cash | SDVKY | 104.000 | 15.910 | 1,654.64 | 1.19% | 39.83 |
| SANOFI-AVENTIS S A ADR FORMERLY SANOFI SYNTHELABO S A ADR | Cash | SNY | 104.000 | 47.380 | 4,927.52 | 3.53% | 148.83 |
| SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | 74.000 | 80.380 | 5,948.12 | 4.26% | 49.96 |
| SEVEN & I HOLDINGS-UNSPN ADR | Cash | SVNDY | 35.000 | 56.370 | 1,972.95 | 1.41% | 49.84 |
| SOFTBANK CORP-UNSPONS ADR | Cash | SFTBY | 60.000 | 18.158 | 1,089.48 | 0.78% | 18.48 |
| SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 586.000 | 7.340 | 4,301.24 | 3.08% | 135.37 |
| SWEDBANK AB-ADR | Cash | SWDBY | 102.000 | 19.522 | 1,991.24 | 1.43% | 67.83 |
| TECHNIP NEW SPONSORED ADR formerly Technip | Cash | TKPPY | 56.000 | 28.622 | 1,602.83 | 1.15% | 24.25 |
| TELSTRA CORP LTD-SPONS ADR FINAL INSTALMENT | Cash | TLSYY | 72.000 | 22.685 | 1,633.32 | 1.17% | 102.02 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TULLOW OIL PLC-UNSPON ADR | Cash | TUWOY | 143.000 | 10.249 | 1,465.61 | 1.05% | 11.44 |
| UNILEVER PLC SPONSORED ADR NEW | Cash | UL | 136.000 | 38.720 | 5,265.92 | 3.77% | 165.51 |
| VALEO SPONSORED ADR | Cash | VLEEY | 83.000 | 24.809 | 2,059.15 | 1.48% | 59.94 |
| WOLSELEY PLC-SPONSORED ADR NEW | Cash | WOSYD | 490.000 | 4.714 | 2,309.86 | 1.65% | 41.65 |
| YAHOO JAPAN CORP-UNSPONS ADR | Cash | YAHOY | 172.000 | 10.740 | 1,847.28 | 1.32% | 20.30 |
| **Total Equities** | | | | | **135,806.53** | **97.31%** | **3,892.78** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/18 | Taxable Dividend | BNP PARIBAS-SPONS ADR<br>BNPQY on 52.000000 PD:2012-07-18 | Cash | BNPQY | 0.21 |
| 12/04 | Taxable Dividend | HONDA MOTOR COMPANY LIMITED ADR<br>HMC on 61.000000 PD:2012-12-04 | Cash | HMC | 13.86 |
| 12/04 | Taxable Dividend | DAITO TRUST CONS-UNSPONS ADR<br>DITFY on 118.000000 PD:2012-12-04 | Cash | DITFY | 51.67 |
| 12/07 | Taxable Dividend | WOLSELEY LTD - ADR<br>WOSYY on 513.000000 PD:2012-12-07 | Cash | WOSYYOLD | 27.70 |
| 12/10 | Taxable Dividend | RYANAIR HOLDINGS PLC-SPONS ADR<br>RYAAY on 55.000000 PD:2012-12-10 | Cash | RYAAY | 120.15 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/10 | Taxable Dividend | KOMATSU LTD-ADR<br>KMTUY on 89.000000 PD:2012-12-10 | Cash | KMTUY | 23.54 |
| 12/11 | Taxable Dividend | SUMITOMO MITSUI FINCL GRP INC SPONS ADR<br>SMFG on 487.000000 PD:2012-12-11 | Cash | SMFG | 58.49 |
| 12/12 | Taxable Dividend | UNILEVER PLC SPONSORED ADR NEW<br>UL on 136.000000 PD:2012-12-12 | Cash | UL | 42.98 |
| 12/12 | Taxable Dividend | ATLANTIA SPA - UNSPONSORED ADR<br>2 ADRS = 1 ORD<br>ATASY on 351.000000 PD:2012-12-12 | Cash | ATASY | 72.98 |
| 12/17 | Taxable Dividend | LIXIL GROUP CORP-UNSPONS ADR<br>JSGRY on 63.000000 PD:2012-12-17 | Cash | JSGRY | 27.35 |
| 12/18 | Taxable Dividend | FANUC CORPORATION<br>formerly FANUC LTD - UNSP ADR<br>FANUY on 68.000000 PD:2012-12-18 | Cash | FANUY | 12.52 |
| 12/20 | Taxable Dividend | ROYAL DUTCH SHELL PLC-SPONS ADR<br>REPSTG A SHS<br>780259206-OPT DIV/CASH OPT/CF | Cash | RDS A | 34.40 |
| 12/26 | Taxable Dividend | LVMH MOET HENNESSY LOUIS VUITTON-ADR<br>LVMUY on 37.000000 PD:2012-12-26 | Cash | LVMUY | 9.08 |
| 12/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.04 |
| 12/31 | Taxable Dividend | SOFTBANK CORP-UNSPONS ADR<br>SFTBY on 117.000000 PD:2012-12-31 | Cash | SFTBY | 12.37 |
| 12/31 | Taxable Dividend | ORICA LTD-UNSPONS ADR<br>OCLDY on 71.000000 PD:2012-12-31 | Cash | OCLDY | 17.92 |
| **Total Income Activity** | | | | | **525.26** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/03 | Sell | SAP AKTIENGESELLSCHAFT SPONSORED ADR | Cash | SAP | (16.000) | 79.294 | 1,268.67 |
| 12/05 | Sell | TOTAL S A-SPONSORED ADR formerly TOTAL FINA ELF SA | Cash | TOT | (49.000) | 50.452 | 2,472.09 |
| 12/07 | Sell | VODAFONE GROUP PLC NEW-SPON ADR NEW | Cash | VOD | (58.000) | 25.871 | 1,500.49 |
| 12/10 | Sell | WM MORRISON SUPERMARKETS PLC UNSPON ADR | Cash | MRWSY | (49.000) | 21.400 | 1,048.58 |
| 12/11 | Cash in Lieu | WOLSELEY PLC-SPONSORED ADR NEW WOSYYOLD on -0.695640 PD:2012-12-11 | Cash | WOSYD | (0.696) | 4.370 | 3.04 |
| 12/12 | Sell | HONDA MOTOR COMPANY LIMITED ADR | Cash | HMC | (61.000) | 33.592 | 2,049.03 |
| **Total Securities Sold/Matured** | | | | | | | **8,341.90** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 12/11 | Merger | WOLSELEY PLC-SPONSORED ADR NEW 0.95652173/1 S/M FRM 977868108...SA | Cash | WOSYD | 490.696 | |
| **Total Securities Received** | | | | | | |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 07/18 | Foreign Withholding-DIV | WH for BNPQY on 52.000000 P: 2012-07-18 | Cash | | (0.03) |
| 12/04 | Foreign Withholding-DIV | WH for DITFY on 118.000000 P: 2012-12-04 | Cash | | (3.62) |
| 12/04 | Foreign Withholding-DIV | WH for HMC on 61.000000 P: 2012-12-04 | Cash | | (0.97) |
| 12/10 | Foreign Withholding-DIV | WH for KMTUY on 89.000000 P: 2012-12-10 | Cash | | (1.65) |

## Account Activity

**Funds Withdrawn (Continued)**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 12/11 | Foreign Withholding-DIV | WH for SMFG on 487.000000 P: 2012-12-11 | Cash | | (4.09) |
| 12/12 | Foreign Withholding-DIV | WH for ATASY on 351.000000 P: 2012-12-12 | Cash | | (14.60) |
| 12/17 | Foreign Withholding-DIV | WH for JSGRY on 63.000000 P: 2012-12-17 | Cash | | (1.91) |
| 12/18 | Foreign Withholding-DIV | WH for FANUY on 68.000000 P: 2012-12-18 | Cash | | (0.88) |
| 12/20 | Foreign Withholding-DIV | WH for RDS A on 40.000000 P: 2012-12-20 | Cash | | (5.16) |
| 12/26 | Foreign Withholding-DIV | WH for LVMUY on 37.000000 P: 2012-12-26 | Cash | | (1.36) |
| 12/31 | Foreign Withholding-DIV | WH for SFTBY on 117.000000 P: 2012-12-31 | Cash | | (0.87) |
| **Total Funds Withdrawn** | | | | | **(35.14)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/05 | Buy | ENI SPA - SPONSORED ADR | Cash | E | 45.000 | 47.219 | (2,124.86) |
| 12/07 | Buy | LLOYDS BANKING GROUP PLC-ADR FORMERLY LLOYDS TSB GROUP PLC | Cash | LYG | 535.000 | 3.079 | (1,647.27) |
| 12/07 | Buy | ASSOCIATED BRITISH FOODS PLC UNSPON ADR | Cash | ASBFY | 58.000 | 23.940 | (1,388.52) |
| 12/12 | Buy | DAIHATSU MOTOR CO LTD-UNSPON ADR Reported Price: 38.19 | Cash | DHTMY | 53.000 | 38.190 | (2,024.07) |
| 12/13 | Buy | GETINGE AB-UNSPONSORED ADR | Cash | GNGBY | 31.000 | 32.850 | (1,018.35) |
| 12/19 | Buy | SUMITOMO MITSUI FINCL GRP INC SPONS ADR | Cash | SMFG | 99.000 | 7.158 | (708.64) |
| **Total Securities Purchased** | | | | | | | **(8,911.71)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 525.22 | | 4,154.77 | |
| Money Market | 0.04 | | 1.07 | |
| **Total Income** | **525.26** | | **4,155.84** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(35.14)** | **(385.53)** |
| **Sales Proceeds** | **8,338.86** | **41,412.18** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 11/30/12 | Beginning Balance | | 3,844.10 |
| 12/04/12 | Sweep to 500 Bank Insured Deposit | 0.18 | 3,844.28 |
| 12/05/12 | Sweep to 500 Bank Insured Deposit | 60.94 | 3,905.22 |
| 12/06/12 | Sweep to 500 Bank Insured Deposit | 1,268.67 | 5,173.89 |
| 12/10/12 | Sweep to 500 Bank Insured Deposit | 374.93 | 5,548.82 |
| 12/11/12 | Sweep to 500 Bank Insured Deposit | 142.04 | 5,690.86 |
| 12/12/12 | Sweep from 500 Bank Insured Deposit | (1,477.86) | 4,213.00 |
| 12/13/12 | Sweep to 500 Bank Insured Deposit | 1,149.94 | 5,362.94 |
| 12/17/12 | Sweep to 500 Bank Insured Deposit | 24.96 | 5,387.90 |
| 12/18/12 | Sweep from 500 Bank Insured Deposit | (1,018.35) | 4,369.55 |
| 12/19/12 | Sweep to 500 Bank Insured Deposit | 37.08 | 4,406.63 |
| 12/21/12 | Sweep to 500 Bank Insured Deposit | 29.24 | 4,435.87 |
| 12/24/12 | Sweep from 500 Bank Insured Deposit | (708.64) | 3,727.23 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/27/12 | Sweep to 500 Bank Insured Deposit | 7.72 | 3,734.95 |
| 12/28/12 | Accumulated Earnings Posted | 0.04 | 3,734.99 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 01/02/13 | Dividend | ROGERS COMMUNICATIONS INC CLASS B | RCI | 26.07 |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
December 30, 2011 to January 31, 2012

Kenny E Marchant Sr
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 8,962.74 | 142,065.16 | 151,027.90 |
| Total Assets Held in Account | | 8,962.74 | 142,065.16 | 151,027.90 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Kenny E Marchant Sr**
**Lazard Asset Management**

| Statement Period | Page |
|---|---|
| December 30, 2011 to January 31, 2012 | 1 of 12 |

## Account Summary

| | 12/30/11 Value | 01 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | (580.44) | (1,407.75) |
| Bank Insured Deposit * | 8,963.22 | 10,370.49 |
| Equities | 137,164.68 | 142,065.16 |
| **Total Account Value** | **145,547.46** | **151,027.90** |
| **Net Account Value** | **145,547.46** | **151,027.90** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 8,382.78 | 137,164.68 | 145,547.46 |
| Funds Deposited | | | |
| Income Activity | 224.42 | | 224.42 |
| Securities Sold/Matured | 17,277.47 | (17,277.47) | |
| Securities Received | | | |
| Funds Withdrawn | (542.82) | | (542.82) |
| Margin Interest | | | |
| Securities Purchased | (16,379.11) | 16,379.11 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 5,798.84 | 5,798.84 |
| **Ending Balance** | **8,962.74** | **142,065.16** | **151,027.90** |

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on January 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on January 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (1,407.75) | (0.93%) | |
| **Total Cash & Money Market Funds** | | | | | **-1,407.75** | **(0.93%)** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 10,370.48 | 6.87% | |
| Pending** | Cash Equivalent | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **10,370.49** | **6.87%** | |
| **Equities** | | | | | | | |
| AETNA LIFE CASUALTY | Cash | AET | 30.000 | 43.700 | 1,311.00 | 0.87% | 21.00 |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 80.000 | 50.140 | 4,011.20 | 2.66% | 57.60 |
| AMGEN INC | Cash | AMGN | 46.000 | 67.930 | 3,124.78 | 2.07% | 66.24 |
| APPLE INC | Cash | AAPL | 19.000 | 456.480 | 8,673.12 | 5.74% | |
| AT&T INC | Cash | T | 100.000 | 29.410 | 2,941.00 | 1.95% | 176.00 |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 347.880 | 1,391.52 | 0.92% | |
| BALL CORPORATION | Cash | BLL | 23.000 | 39.260 | 902.98 | 0.60% | 9.20 |
| BAXTER INTERNATIONAL INC | Cash | BAX | 28.000 | 55.480 | 1,553.44 | 1.03% | 37.52 |
| BLACKROCK INCORPORATED | Cash | BLK | 9.000 | 182.000 | 1,638.00 | 1.08% | 49.50 |
| BOEING COMPANY | Cash | BA | 39.000 | 74.180 | 2,893.02 | 1.92% | 68.64 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CHEVRON CORPORATION | Cash | CVX | 46.000 | 103.120 | 4,743.52 | 3.14% | 149.04 |
| CISCO SYSTEMS INC | Cash | CSCO | 68.000 | 19.645 | 1,335.86 | 0.88% | 16.32 |
| CITIGROUP INC NEW | Cash | C | 101.000 | 30.720 | 3,102.72 | 2.05% | 4.04 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 175.000 | 25.510 | 4,464.25 | 2.96% | 78.75 |
| CONOCOPHILLIPS | Cash | COP | 66.000 | 68.210 | 4,501.86 | 2.98% | 174.24 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 81.000 | 41.750 | 3,381.75 | 2.24% | 52.65 |
| DEVON ENERGY CORPORATION NEW | Cash | DVN | 51.000 | 63.810 | 3,254.31 | 2.15% | 34.68 |
| DOVER CORP | Cash | DOV | 25.000 | 63.410 | 1,585.25 | 1.05% | 31.50 |
| EMC CORPORATION | Cash | EMC | 104.000 | 25.760 | 2,679.04 | 1.77% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 21.000 | 77.120 | 1,619.52 | 1.07% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 31.000 | 46.210 | 1,432.51 | 0.95% | 31.00 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 161.000 | 18.710 | 3,012.31 | 1.99% | 109.48 |
| GILEAD SCIENCES INC | Cash | GILD | 17.000 | 48.860 | 830.62 | 0.55% | |
| GOOGLE INC-CL A | Cash | GOOG | 6.000 | 580.110 | 3,480.66 | 2.30% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| HALLIBURTON COMPANY | Cash | HAL | 39.000 | 36.780 | 1,434.42 | 0.95% | 14.04 |
| HEWLETT-PACKARD CO | Cash | HPQ | 28.000 | 27.980 | 783.44 | 0.52% | 13.44 |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 65.000 | 58.040 | 3,772.60 | 2.50% | 96.85 |
| INTEL CORPORATION | Cash | INTC | 110.000 | 26.420 | 2,906.20 | 1.92% | 92.40 |
| INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | 94.000 | 15.930 | 1,497.42 | 0.99% | 22.56 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 192.600 | 2,696.40 | 1.79% | 42.00 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 51.000 | 37.300 | 1,902.30 | 1.26% | 51.00 |
| LEAR CORP NEW | Cash | LEA | 20.000 | 41.900 | 838.00 | 0.55% | 10.00 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 19.000 | 26.830 | 509.77 | 0.34% | 10.64 |
| MACYS INC | Cash | M | 58.000 | 33.690 | 1,954.02 | 1.29% | 46.40 |
| MERCK & CO INC NEW | Cash | MRK | 89.000 | 38.270 | 3,406.03 | 2.26% | 149.52 |
| MICROSOFT CORPORATION | Cash | MSFT | 59.000 | 29.530 | 1,742.27 | 1.15% | 47.20 |
| MOLSON COORS BREWING CO-CL B | Cash | TAP | 36.000 | 42.890 | 1,544.04 | 1.02% | 46.08 |
| MONSANTO CO NEW | Cash | MON | 24.000 | 82.050 | 1,969.20 | 1.30% | 28.80 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MOSAIC CO/THE NEW | Cash | MOS | 14.000 | 55.970 | 783.58 | 0.52% | 2.80 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 17.000 | 99.770 | 1,696.09 | 1.12% | 31.28 |
| ORACLE CORP | Cash | ORCL | 108.000 | 28.210 | 3,046.68 | 2.02% | 25.92 |
| PFIZER INCORPORATED | Cash | PFE | 194.000 | 21.400 | 4,151.60 | 2.75% | 170.72 |
| QUALCOMM INC | Cash | QCOM | 51.000 | 58.820 | 2,999.82 | 1.99% | 43.86 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 87.450 | 1,574.10 | 1.04% | |
| ROSS STORES INCORPORATED | Cash | ROST | 48.000 | 50.820 | 2,439.36 | 1.62% | 21.12 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 48.000 | 75.170 | 3,608.16 | 2.39% | 52.80 |
| SYSCO CORPORATION | Cash | SYY | 56.000 | 30.110 | 1,686.16 | 1.12% | 60.48 |
| T ROWE PRICE GROUP INC | Cash | TROW | 34.000 | 57.840 | 1,966.56 | 1.30% | 42.16 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 42.000 | 32.380 | 1,359.96 | 0.90% | 28.56 |
| UNION PACIFIC CORPORATION | Cash | UNP | 31.000 | 114.310 | 3,543.61 | 2.35% | 74.40 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 22.000 | 78.350 | 1,723.70 | 1.14% | 42.24 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 28.000 | 51.790 | 1,450.12 | 0.96% | 18.20 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 49.000 | 47.040 | 2,304.96 | 1.53% | 49.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WAL-MART STORES INC | Cash | WMT | 129.000 | 61.360 | 7,915.44 | 5.24% | 188.34 |
| WELLS FARGO & CO | Cash | WFC | 171.000 | 29.210 | 4,994.91 | 3.31% | 82.08 |
| **Total Equities** | | | | | **142,065.16** | **94.06%** | **2,772.29** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/03 | Taxable Dividend | WAL-MART STORES INC<br>WMT on 129.000000 PD:2012-01-03 | Cash | WMT | 47.09 |
| 01/03 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 49.000000 PD:2012-01-02 | Cash | VIAB | 12.25 |
| 01/03 | Taxable Dividend | UNION PACIFIC CORPORATION<br>UNP on 26.000000 PD:2012-01-02 | Cash | UNP | 15.60 |
| 01/03 | Taxable Dividend | MACYS INC<br>M on 24.000000 PD:2012-01-03 | Cash | M | 2.40 |
| 01/04 | Taxable Dividend | HEWLETT-PACKARD CO<br>HPQ on 28.000000 PD:2012-01-04 | Cash | HPQ | 3.36 |
| 01/06 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 36.000000 PD:2012-01-06 | Cash | SLB | 9.00 |
| 01/06 | Taxable Dividend | INTERNATIONAL GAME TECHNOLOGY<br>IGT on 94.000000 PD:2012-01-06 | Cash | IGT | 5.64 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/09 | Taxable Dividend | MERCK & CO INC NEW<br>MRK on 89.000000 PD:2012-01-09 | Cash | MRK | 37.38 |
| 01/25 | Taxable Dividend | GENERAL ELECTRIC COMPANY<br>GE on 161.000000 PD:2012-01-25 | Cash | GE | 27.37 |
| 01/25 | Taxable Dividend | COMCAST CORP-SPECIAL CL A NEW<br>CMCSK on 175.000000 PD:2012-01-25 | Cash | CMCSK | 19.69 |
| 01/25 | Taxable Dividend | CISCO SYSTEMS INC<br>CSCO on 68.000000 PD:2012-01-25 | Cash | CSCO | 4.08 |
| 01/27 | Taxable Dividend | SYSCO CORPORATION<br>SYY on 56.000000 PD:2012-01-27 | Cash | SYY | 15.12 |
| 01/27 | Taxable Dividend | MONSANTO CO NEW<br>MON on 24.000000 PD:2012-01-27 | Cash | MON | 7.20 |
| 01/27 | Taxable Dividend | AETNA LIFE CASUALTY<br>AET on 30.000000 PD:2012-01-27 | Cash | AET | 5.25 |
| 01/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.24 |
| 01/31 | Taxable Dividend | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO<br>JPM on 51.000000 PD:2012-01-31 | Cash | JPM | 12.75 |
| **Total Income Activity** | | | | | **224.42** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/04 | Sell | WELLS FARGO & CO | Cash | WFC | (28.000) | 28.520 | 798.54 |
| 01/04 | Sell | TJX COMPANIES INC (NEW) | Cash | TJX | (15.000) | 64.340 | 965.08 |
| 01/05 | Sell | BEMIS COMPANY INCORPORATED | Cash | BMS | (15.000) | 30.380 | 455.69 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/06 | Sell | TJX COMPANIES INC (NEW) | Cash | TJX | (15.000) | 66.560 | 998.38 |
| 01/06 | Sell | INTEL CORPORATION | Cash | INTC | (34.000) | 25.280 | 859.50 |
| 01/11 | Sell | T ROWE PRICE GROUP INC | Cash | TROW | (7.000) | 59.080 | 413.55 |
| 01/13 | Sell | INTEL CORPORATION | Cash | INTC | (28.000) | 25.220 | 706.15 |
| 01/13 | Sell | THE COCA-COLA COMPANY | Cash | KO | (34.000) | 66.680 | 2,267.08 |
| 01/13 | Sell | CHEVRON CORPORATION | Cash | CVX | (14.000) | 104.940 | 1,469.13 |
| 01/17 | Sell | TJX COMPANIES INC (NEW) | Cash | TJX | (13.000) | 66.100 | 859.28 |
| 01/17 | Sell | BOEING COMPANY | Cash | BA | (8.000) | 75.590 | 604.71 |
| 01/18 | Sell | BLACKROCK INCORPORATED | Cash | BLK | (3.000) | 187.990 | 563.96 |
| 01/23 | Sell | CONSOL ENERGY INC | Cash | CNX | (22.000) | 34.530 | 759.65 |
| 01/23 | Sell | BLACKROCK INCORPORATED | Cash | BLK | (6.000) | 184.190 | 1,105.12 |
| 01/24 | Sell | BRISTOL MYERS SQUIBB COMPANY | Cash | BMY | (23.000) | 32.260 | 741.97 |
| 01/26 | Sell | JOHNSON & JOHNSON | Cash | JNJ | (44.000) | 65.610 | 2,886.78 |
| 01/27 | Sell | WELLS FARGO & CO | Cash | WFC | (28.000) | 29.390 | 822.90 |
| **Total Securities Sold/Matured** | | | | | | | **17,277.47** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 01/20 | Journal | ADV FEE | Cash | | (542.82) |
| **Total Funds Withdrawn** | | | | | **(542.82)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/05 | Buy | LOWES COMPANIES INCORPORATED | Cash | LOW | 19.000 | 26.400 | (501.60) |
| 01/06 | Buy | MICROSOFT CORPORATION | Cash | MSFT | 59.000 | 27.940 | (1,648.46) |
| 01/06 | Buy | MACYS INC | Cash | M | 34.000 | 34.630 | (1,177.42) |
| 01/09 | Buy | MOLSON COORS BREWING CO-CL B | Cash | TAP | 24.000 | 43.720 | (1,049.28) |
| 01/12 | Buy | MOLSON COORS BREWING CO-CL B | Cash | TAP | 12.000 | 44.830 | (537.96) |
| 01/12 | Buy | LEAR CORP NEW | Cash | LEA | 20.000 | 41.890 | (837.80) |
| 01/13 | Buy | OCCIDENTAL PETROLEUM CORP | Cash | OXY | 17.000 | 96.850 | (1,646.45) |
| 01/17 | Buy | BAXTER INTERNATIONAL INC | Cash | BAX | 13.000 | 51.900 | (674.70) |
| 01/18 | Buy | MOSAIC CO/THE NEW | Cash | MOS | 14.000 | 54.330 | (760.62) |
| 01/19 | Buy | DEVON ENERGY CORPORATION NEW | Cash | DVN | 15.000 | 64.200 | (963.00) |
| 01/23 | Buy | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 6.000 | 74.220 | (445.32) |
| 01/23 | Buy | CITIGROUP INC NEW | Cash | C | 57.000 | 29.740 | (1,695.18) |
| 01/24 | Buy | DEVON ENERGY CORPORATION NEW | Cash | DVN | 7.000 | 64.300 | (450.10) |
| 01/25 | Buy | CITIGROUP INC NEW | Cash | C | 14.000 | 29.950 | (419.30) |
| 01/26 | Buy | TEXAS INSTRUMENTS INC | Cash | TXN | 27.000 | 32.670 | (882.09) |
| 01/26 | Buy | EMC CORPORATION | Cash | EMC | 18.000 | 25.510 | (459.18) |
| 01/27 | Buy | CITIGROUP INC NEW | Cash | C | 30.000 | 30.470 | (914.10) |
| 01/27 | Buy | BAXTER INTERNATIONAL INC | Cash | BAX | 15.000 | 55.670 | (835.05) |
| 01/30 | Buy | TEXAS INSTRUMENTS INC | Cash | TXN | 15.000 | 32.100 | (481.50) |
| **Total Securities Purchased** | | | | | | | **(16,379.11)** |

**End of Account Activity**

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 224.18 | | 224.18 | |
| Money Market | 0.24 | | 0.24 | |
| **Total Income** | **224.42** | | **224.42** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **17,277.47** | **17,277.47** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/30/11 | Beginning Balance | | 8,963.22 |
| 01/03/12 | Sweep to 500 Bank Insured Deposit | 77.34 | 9,040.56 |
| 01/04/12 | Sweep to 500 Bank Insured Deposit | 3.36 | 9,043.92 |
| 01/05/12 | Sweep from 500 Bank Insured Deposit | (580.44) | 8,463.48 |
| 01/06/12 | Sweep to 500 Bank Insured Deposit | 14.64 | 8,478.12 |
| 01/09/12 | Sweep to 500 Bank Insured Deposit | 1,801.00 | 10,279.12 |
| 01/10/12 | Sweep from 500 Bank Insured Deposit | (45.91) | 10,233.21 |
| 01/11/12 | Sweep from 500 Bank Insured Deposit | (968.00) | 9,265.21 |
| 01/12/12 | Sweep from 500 Bank Insured Deposit | (1,049.28) | 8,215.93 |
| 01/17/12 | Sweep to 500 Bank Insured Deposit | 413.55 | 8,629.48 |
| 01/18/12 | Sweep from 500 Bank Insured Deposit | (1,375.76) | 7,253.72 |
| 01/19/12 | Sweep to 500 Bank Insured Deposit | 2,795.91 | 10,049.63 |
| 01/20/12 | Sweep to 500 Bank Insured Deposit | 789.29 | 10,838.92 |
| 01/23/12 | Sweep from 500 Bank Insured Deposit | (739.48) | 10,099.44 |
| 01/24/12 | Sweep from 500 Bank Insured Deposit | (963.00) | 9,136.44 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/25/12 | Sweep to 500 Bank Insured Deposit | 51.14 | 9,187.58 |
| 01/26/12 | Sweep from 500 Bank Insured Deposit | (275.73) | 8,911.85 |
| 01/27/12 | Sweep to 500 Bank Insured Deposit | 319.44 | 9,231.29 |
| 01/30/12 | Accumulated Earnings Posted | 0.24 | 9,231.53 |
| 01/30/12 | Sweep from 500 Bank Insured Deposit | (419.30) | 8,812.23 |
| 01/31/12 | Sweep to 500 Bank Insured Deposit | 1,558.26 | 10,370.49 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 02/01/12 | Dividend | ORACLE CORP | ORCL | 6.48 |
| 02/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 7.75 |
| 02/01/12 | Dividend | AT&T INC | T | 44.00 |
| 02/02/12 | Dividend | CVS/CAREMARK CORPORATION | CVS | 13.16 |
| 02/08/12 | Dividend | LOWES COMPANIES INCORPORATED | LOW | 2.66 |
| 02/10/12 | Dividend | AMERICAN EXPRESS COMPANY | AXP | 14.40 |
| **Total** | | | | **88.45** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
January 31, 2012 to February 29, 2012

Kenny E Marchant Sr
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 2,612.38 | 154,991.98 | 157,604.36 |
| Total Assets Held in Account | | 2,612.38 | 154,991.98 | 157,604.36 |

**Account Number:** [redacted]
**Kenny E Marchant Sr**
**Lazard Asset Management**

**Statement Period**
January 31, 2012 to February 29, 2012

**Page**
1 of 12

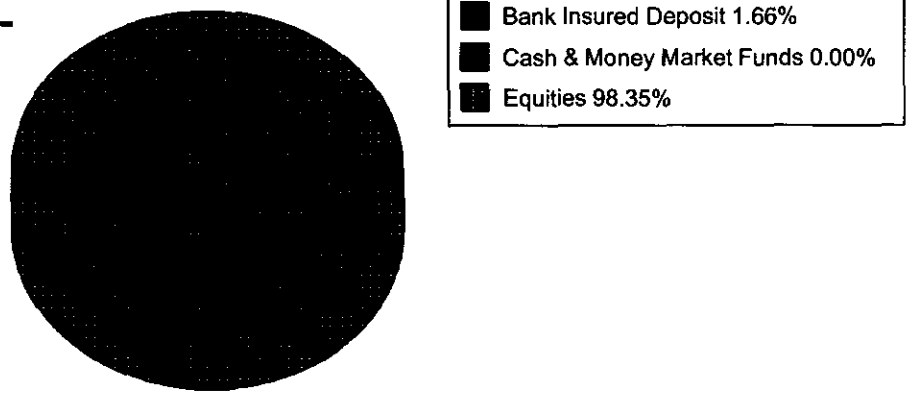
## Account Summary

| | 01/31/12 Value | 02 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | (1,407.75) | |
| Bank Insured Deposit * | 10,370.49 | 2,612.38 |
| Equities | 142,065.16 | 154,991.98 |
| **Total Account Value** | **151,027.90** | **157,604.36** |
| **Net Account Value** | **151,027.90** | **157,604.36** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 8,962.74 | 142,065.16 | 151,027.90 |
| Funds Deposited | | | |
| Income Activity | 102.68 | | 102.68 |
| Securities Sold/Matured | 14,363.03 | (14,363.03) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (20,816.07) | 20,816.07 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 6,473.77 | 6,473.77 |
| **Ending Balance** | **2,612.38** | **154,991.98** | **157,604.36** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on February 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on February 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 2,612.37 | 1.66% | |
| Pending** | Cash Equivalent | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **2,612.38** | **1.66%** | |
| **Equities** | | | | | | | |
| AETNA LIFE CASUALTY | Cash | AET | 30.000 | 46.760 | 1,402.80 | 0.89% | 21.00 |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 80.000 | 52.890 | 4,231.20 | 2.68% | 57.60 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 42.000 | 55.760 | 2,341.92 | 1.49% | 47.04 |
| AMGEN INC | Cash | AMGN | 46.000 | 68.010 | 3,128.46 | 1.99% | 66.24 |
| APPLE INC | Cash | AAPL | 20.000 | 542.440 | 10,848.80 | 6.88% | |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 374.480 | 1,497.92 | 0.95% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 41.000 | 58.130 | 2,383.33 | 1.51% | 54.94 |
| BLACKROCK INCORPORATED | Cash | BLK | 9.000 | 199.000 | 1,791.00 | 1.14% | 54.00 |
| BOEING COMPANY | Cash | BA | 32.000 | 74.950 | 2,398.40 | 1.52% | 56.32 |
| CHEVRON CORPORATION | Cash | CVX | 46.000 | 109.120 | 5,019.52 | 3.18% | 149.04 |
| CISCO SYSTEMS INC | Cash | CSCO | 224.000 | 19.880 | 4,453.12 | 2.83% | 71.68 |
| CITIGROUP INC NEW | Cash | C | 154.000 | 33.320 | 5,131.28 | 3.26% | 6.16 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 175.000 | 28.590 | 5,003.25 | 3.17% | 113.75 |
| CONOCOPHILLIPS | Cash | COP | 27.000 | 76.550 | 2,066.85 | 1.31% | 71.28 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 81.000 | 45.100 | 3,653.10 | 2.32% | 52.65 |
| DEVON ENERGY CORPORATION NEW | Cash | DVN | 51.000 | 73.310 | 3,738.81 | 2.37% | 40.80 |
| DOVER CORP | Cash | DOV | 25.000 | 64.020 | 1,600.50 | 1.02% | 31.50 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 30.000 | 50.850 | 1,525.50 | 0.97% | 49.20 |
| EMC CORPORATION | Cash | EMC | 104.000 | 27.690 | 2,879.76 | 1.83% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 21.000 | 76.450 | 1,605.45 | 1.02% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 31.000 | 42.560 | 1,319.36 | 0.84% | 31.00 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 161.000 | 19.050 | 3,067.05 | 1.95% | 109.48 |
| GILEAD SCIENCES INC | Cash | GILD | 29.000 | 45.535 | 1,320.52 | 0.84% | |
| GOOGLE INC-CL A | Cash | GOOG | 6.000 | 618.250 | 3,709.50 | 2.35% | |
| HALLIBURTON COMPANY | Cash | HAL | 39.000 | 36.590 | 1,427.01 | 0.91% | 14.04 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 65.000 | 59.570 | 3,872.05 | 2.46% | 96.85 |
| INTEL CORPORATION | Cash | INTC | 110.000 | 26.880 | 2,956.80 | 1.88% | 92.40 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 196.730 | 2,754.22 | 1.75% | 42.00 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 51.000 | 39.240 | 2,001.24 | 1.27% | 51.00 |
| LEAR CORP NEW | Cash | LEA | 20.000 | 45.210 | 904.20 | 0.57% | 11.20 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 45.000 | 28.380 | 1,277.10 | 0.81% | 25.20 |
| MACYS INC | Cash | M | 71.000 | 37.970 | 2,695.87 | 1.71% | 56.80 |
| MASTERCARD INC-CL A | Cash | MA | 2.000 | 420.000 | 840.00 | 0.53% | 2.40 |
| MERCK & CO INC NEW | Cash | MRK | 89.000 | 38.170 | 3,397.13 | 2.16% | 149.52 |
| MICROSOFT CORPORATION | Cash | MSFT | 78.000 | 31.740 | 2,475.72 | 1.57% | 62.40 |
| MOLSON COORS BREWING CO-CL B | Cash | TAP | 36.000 | 43.940 | 1,581.84 | 1.00% | 46.08 |
| MONSANTO CO NEW | Cash | MON | 19.000 | 77.380 | 1,470.22 | 0.93% | 22.80 |
| MOSAIC CO/THE NEW | Cash | MOS | 21.000 | 57.750 | 1,212.75 | 0.77% | 4.20 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 104.370 | 3,131.10 | 1.99% | 64.80 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ORACLE CORP | Cash | ORCL | 108.000 | 29.255 | 3,159.54 | 2.00% | 25.92 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 89.810 | 2,245.25 | 1.42% | 39.00 |
| PFIZER INCORPORATED | Cash | PFE | 194.000 | 21.125 | 4,098.25 | 2.60% | 170.72 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 25.000 | 59.520 | 1,488.00 | 0.94% | 35.00 |
| QUALCOMM INC | Cash | QCOM | 44.000 | 62.180 | 2,735.92 | 1.74% | 37.84 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 74.600 | 1,342.80 | 0.85% | |
| ROSS STORES INCORPORATED | Cash | ROST | 48.000 | 53.330 | 2,559.84 | 1.62% | 26.88 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 61.000 | 77.610 | 4,734.21 | 3.00% | 67.10 |
| SYSCO CORPORATION | Cash | SYY | 56.000 | 29.420 | 1,647.52 | 1.05% | 60.48 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 60.000 | 33.350 | 2,001.00 | 1.27% | 40.80 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 110.250 | 2,094.75 | 1.33% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 22.000 | 83.870 | 1,845.14 | 1.17% | 42.24 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 38.000 | 55.750 | 2,118.50 | 1.34% | 24.70 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 49.000 | 47.660 | 2,335.34 | 1.48% | 49.00 |
| WAL-MART STORES INC | Cash | WMT | 129.000 | 59.080 | 7,621.32 | 4.84% | 188.34 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WELLS FARGO & CO | Cash | WFC | 155.000 | 31.290 | 4,849.95 | 3.08% | 74.40 |
| **Total Equities** | | | | | **154,991.98** | **98.35%** | **2,753.39** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/01 | Taxable Dividend | ORACLE CORP<br>ORCL on 108.000000 PD:2012-02-01 | Cash | ORCL | 6.48 |
| 02/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD<br>CL B<br>FCX on 31.000000 PD:2012-02-01 | Cash | FCX | 7.75 |
| 02/01 | Taxable Dividend | BRISTOL MYERS SQUIBB COMPANY<br>BMY on 23.000000 PD:2012-02-01 | Cash | BMY | 7.82 |
| 02/01 | Taxable Dividend | AT&T INC<br>T on 100.000000 PD:2012-02-01 | Cash | T | 44.00 |
| 02/02 | Taxable Dividend | CVS/CAREMARK CORPORATION<br>CVS on 81.000000 PD:2012-02-02 | Cash | CVS | 13.16 |
| 02/08 | Taxable Dividend | LOWES COMPANIES INCORPORATED<br>LOW on 19.000000 PD:2012-02-08 | Cash | LOW | 2.66 |
| 02/10 | Taxable Dividend | AMERICAN EXPRESS COMPANY<br>AXP on 80.000000 PD:2012-02-10 | Cash | AXP | 14.40 |
| 02/13 | Taxable Dividend | TEXAS INSTRUMENTS INC<br>TXN on 27.000000 PD:2012-02-13 | Cash | TXN | 4.59 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/16 | Taxable Dividend | MOSAIC CO/THE NEW<br>MOS on 14.000000 PD:2012-02-16 | Cash | MOS | 0.70 |
| 02/24 | Taxable Dividend | CITIGROUP INC NEW<br>C on 101.000000 PD:2012-02-24 | Cash | C | 1.01 |
| 02/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.11 |
| **Total Income Activity** | | | | | **102.68** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Sell | QUALCOMM INC | Cash | QCOM | (7.000) | 59.590 | 417.12 |
| 02/01 | Sell | MONSANTO CO NEW | Cash | MON | (5.000) | 83.530 | 417.64 |
| 02/03 | Sell | HEWLETT-PACKARD CO | Cash | HPQ | (28.000) | 29.120 | 815.34 |
| 02/03 | Sell | CONOCOPHILLIPS | Cash | COP | (39.000) | 70.470 | 2,748.28 |
| 02/07 | Sell | POST HOLDINGS INC<br>Reported Price: 26.28 | Cash | POST | (9.000) | 26.280 | 236.52 |
| 02/09 | Sell | T ROWE PRICE GROUP INC | Cash | TROW | (34.000) | 59.330 | 2,017.18 |
| 02/09 | Sell | BALL CORPORATION | Cash | BLL | (23.000) | 39.980 | 919.52 |
| 02/17 | Sell | WELLS FARGO & CO | Cash | WFC | (16.000) | 30.950 | 495.19 |
| 02/17 | Sell | UNION PACIFIC CORPORATION | Cash | UNP | (12.000) | 110.630 | 1,327.54 |
| 02/21 | Sell | BOEING COMPANY | Cash | BA | (7.000) | 75.630 | 529.40 |
| 02/21 | Sell | AT&T INC | Cash | T | (100.000) | 30.350 | 3,034.96 |
| 02/23 | Sell | INTERNATIONAL GAME TECHNOLOGY | Cash | IGT | (94.000) | 14.940 | 1,404.34 |
| **Total Securities Sold/Matured** | | | | | | | **14,363.03** |

## Account Activity

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 02/09 | Stock Spinoff | POST HOLDINGS INC<br>RAH on 18.000000 PD:2012-02-03 | Cash | POST | 9.000 | |

**Total Securities Received**

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Buy | UNITEDHEALTH GROUP INC | Cash | UNH | 10.000 | 53.360 | (533.60) |
| 02/01 | Buy | LOWES COMPANIES INCORPORATED | Cash | LOW | 26.000 | 26.930 | (700.18) |
| 02/03 | Buy | TEXAS INSTRUMENTS INC | Cash | TXN | 18.000 | 33.990 | (611.82) |
| 02/03 | Buy | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 13.000 | 77.880 | (1,012.44) |
| 02/03 | Buy | PARKER HANNIFIN CORPORATION | Cash | PH | 14.000 | 84.630 | (1,184.82) |
| 02/03 | Buy | PNC FINANCIAL SERVICES GROUP | Cash | PNC | 12.000 | 62.000 | (744.00) |
| 02/03 | Buy | OCCIDENTAL PETROLEUM CORP | Cash | OXY | 13.000 | 101.600 | (1,320.80) |
| 02/03 | Buy | MOSAIC CO/THE NEW | Cash | MOS | 7.000 | 57.600 | (403.20) |
| 02/03 | Buy | APPLE INC | Cash | AAPL | 1.000 | 459.520 | (459.52) |
| 02/06 | Buy | GILEAD SCIENCES INC | Cash | GILD | 12.000 | 56.100 | (673.20) |
| 02/07 | Buy | PNC FINANCIAL SERVICES GROUP | Cash | PNC | 13.000 | 61.070 | (793.91) |
| 02/07 | Buy | MASTERCARD INC-CL A | Cash | MA | 2.000 | 392.190 | (784.38) |
| 02/07 | Buy | CITIGROUP INC NEW | Cash | C | 27.000 | 33.180 | (895.86) |
| 02/09 | Buy | CITIGROUP INC NEW | Cash | C | 26.000 | 33.790 | (878.54) |
| 02/09 | Buy | CISCO SYSTEMS INC | Cash | CSCO | 81.000 | 20.040 | (1,623.23) |
| 02/09 | Buy | BAXTER INTERNATIONAL INC | Cash | BAX | 13.000 | 56.710 | (737.23) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/14 | Buy | CISCO SYSTEMS INC | Cash | CSCO | 37.000 | 19.890 | (735.93) |
| 02/15 | Buy | AMERIPRISE FINANCIAL INC | Cash | AMP | 14.000 | 54.990 | (769.86) |
| 02/16 | Buy | CISCO SYSTEMS INC | Cash | CSCO | 38.000 | 20.220 | (768.36) |
| 02/17 | Buy | MICROSOFT CORPORATION | Cash | MSFT | 19.000 | 31.130 | (591.47) |
| 02/17 | Buy | AMERIPRISE FINANCIAL INC | Cash | AMP | 28.000 | 56.300 | (1,576.40) |
| 02/21 | Buy | PARKER HANNIFIN CORPORATION | Cash | PH | 11.000 | 90.200 | (992.20) |
| 02/21 | Buy | MACYS INC | Cash | M | 13.000 | 36.540 | (475.02) |
| 02/21 | Buy | DUPONT E I DE NEMOURS & CO | Cash | DD | 30.000 | 51.670 | (1,550.10) |
| **Total Securities Purchased** | | | | | | | **(20,816.07)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 102.57 | | 326.75 | |
| Money Market | 0.11 | | 0.35 | |
| **Total Income** | **102.68** | | **327.10** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **14,363.03** | **31,640.50** |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/31/12 | Beginning Balance | | 10,370.49 |
| 02/01/12 | Sweep from 500 Bank Insured Deposit | (860.20) | 9,510.29 |
| 02/02/12 | Sweep from 500 Bank Insured Deposit | (468.34) | 9,041.95 |
| 02/06/12 | Sweep from 500 Bank Insured Deposit | (399.02) | 8,642.93 |
| 02/08/12 | Sweep from 500 Bank Insured Deposit | (2,170.32) | 6,472.61 |
| 02/09/12 | Sweep from 500 Bank Insured Deposit | (673.20) | 5,799.41 |
| 02/10/12 | Sweep from 500 Bank Insured Deposit | (2,223.23) | 3,576.18 |
| 02/13/12 | Sweep to 500 Bank Insured Deposit | 4.59 | 3,580.77 |
| 02/14/12 | Sweep from 500 Bank Insured Deposit | (302.30) | 3,278.47 |
| 02/16/12 | Sweep to 500 Bank Insured Deposit | 0.70 | 3,279.17 |
| 02/17/12 | Sweep from 500 Bank Insured Deposit | (735.93) | 2,543.24 |
| 02/21/12 | Sweep from 500 Bank Insured Deposit | (769.86) | 1,773.38 |
| 02/22/12 | Sweep from 500 Bank Insured Deposit | (768.36) | 1,005.02 |
| 02/23/12 | Sweep from 500 Bank Insured Deposit | (345.14) | 659.88 |
| 02/24/12 | Sweep to 500 Bank Insured Deposit | 548.05 | 1,207.93 |
| 02/28/12 | Accumulated Earnings Posted | 0.11 | 1,208.04 |
| 02/28/12 | Sweep to 500 Bank Insured Deposit | 1,404.34 | 2,612.38 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/01/12 | Dividend | CONOCOPHILLIPS | COP | 17.82 |
| 03/01/12 | Dividend | WELLS FARGO & CO | WFC | 20.52 |
| 03/01/12 | Dividend | INTEL CORPORATION | INTC | 23.10 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/02/12 | Dividend | PARKER HANNIFIN CORPORATION | PH | 5.46 |
| 03/02/12 | Dividend | BOEING COMPANY | BA | 17.16 |
| 03/06/12 | Dividend | PFIZER INCORPORATED | PFE | 42.68 |
| 03/07/12 | Dividend | AMGEN INC | AMGN | 16.56 |
| 03/08/12 | Dividend | MICROSOFT CORPORATION | MSFT | 11.80 |
| 03/09/12 | Dividend | HONEYWELL INTERNATIONAL INC. COM | HON | 24.21 |
| 03/10/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 10.50 |
| 03/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 10.56 |
| 03/12/12 | Dividend | CHEVRON CORPORATION | CVX | 37.26 |
| 03/30/12 | Dividend | ROSS STORES INCORPORATED | ROST | 6.72 |
| 04/13/12 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 16.77 |
| 04/25/12 | Dividend | GENERAL ELECTRIC COMPANY | GE | 27.37 |
| **Total** | | | | **288.49** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
February 29, 2012 to March 30, 2012

Kenny E Marchant Sr
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 5,734.72 | 156,812.68 | 162,547.40 |
| Total Assets Held in Account | | 5,734.72 | 156,812.68 | 162,547.40 |

URGENT INFORMATION ABOUT YOUR ACCOUNT. ON THE LAST PAGE OF YOUR MARCH STATEMENT IS A TIME SENSITIVE NOTICE, TITLED VERIFICATION OF CUSTOMER INFORMATION. PLEASE REVIEW THIS NOTICE AND CONTACT YOUR FINANCIAL ADVISOR AS SOON AS POSSIBLE, IF ANY INFORMATION HAS CHANGED.

Paperless Statements and Confirms: We are excited to announce that you can now stop the delivery of your paper statements and confirms. Please visit the ClientEXP website,https://clientexp.swst.com/SWS/LogIn, to enroll for eDelivery of all of your Southwest Securities account documents. You may register for access to ClientEXP as well as sign up for eDelivery at this site. If you need any assistance or have any questions please contact your Financial Advisor.

Account Number: [redacted]
Kenny E Marchant Sr
Lazard Asset Management

**Statement Period**
February 29, 2012 to March 30, 2012

**Page**
1 of 11

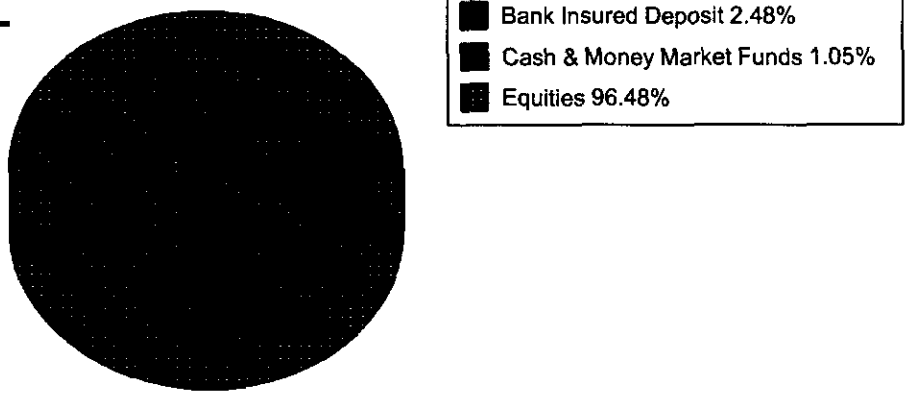
## Account Summary

| | 02/29/12 Value | 03 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | | 1,701.28 |
| Bank Insured Deposit * | 2,612.38 | 4,033.44 |
| Equities | 154,991.98 | 156,812.68 |
| **Total Account Value** | **157,604.36** | **162,547.40** |
| **Net Account Value** | **157,604.36** | **162,547.40** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,612.38 | 154,991.98 | 157,604.36 |
| Funds Deposited | | | |
| Income Activity | 322.17 | | 322.17 |
| Securities Sold/Matured | 13,299.95 | (13,299.95) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (10,499.78) | 10,499.78 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 4,620.88 | 4,620.88 |
| **Ending Balance** | **5,734.72** | **156,812.68** | **162,547.40** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on March 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on March 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 1,701.28 | 1.05% | |
| **Total Cash & Money Market Funds** | | | | | **1,701.28** | **1.05%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 4,033.43 | 2.48% | |
| Pending** | Cash Equivalent | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **4,033.44** | **2.48%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 80.000 | 57.860 | 4,628.80 | 2.85% | 64.00 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 42.000 | 57.130 | 2,399.46 | 1.48% | 47.04 |
| AMGEN INC | Cash | AMGN | 46.000 | 67.970 | 3,126.62 | 1.92% | 66.24 |
| APPLE INC | Cash | AAPL | 20.000 | 599.550 | 11,991.00 | 7.38% | |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 371.800 | 1,487.20 | 0.91% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 41.000 | 59.780 | 2,450.98 | 1.51% | 54.94 |
| BOEING COMPANY | Cash | BA | 32.000 | 74.370 | 2,379.84 | 1.46% | 56.32 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 28.000 | 55.740 | 1,560.72 | 0.96% | 5.60 |
| CATERPILLAR INC | Cash | CAT | 20.000 | 106.520 | 2,130.40 | 1.31% | 36.80 |
| CHEVRON CORPORATION | Cash | CVX | 46.000 | 107.210 | 4,931.66 | 3.03% | 149.04 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CISCO SYSTEMS INC | Cash | CSCO | 291.000 | 21.150 | 6,154.65 | 3.79% | 93.12 |
| CITIGROUP INC NEW | Cash | C | 173.000 | 36.550 | 6,323.15 | 3.89% | 6.92 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 175.000 | 29.510 | 5,164.25 | 3.18% | 113.75 |
| CONOCOPHILLIPS | Cash | COP | 27.000 | 76.010 | 2,052.27 | 1.26% | 71.28 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 81.000 | 44.800 | 3,628.80 | 2.23% | 52.65 |
| DEVON ENERGY CORPORATION NEW | Cash | DVN | 51.000 | 71.120 | 3,627.12 | 2.23% | 40.80 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 30.000 | 52.900 | 1,587.00 | 0.98% | 49.20 |
| EMC CORPORATION | Cash | EMC | 104.000 | 29.880 | 3,107.52 | 1.91% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 21.000 | 74.180 | 1,557.78 | 0.96% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 31.000 | 38.040 | 1,179.24 | 0.73% | 38.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 161.000 | 20.070 | 3,231.27 | 1.99% | 109.48 |
| GILEAD SCIENCES INC | Cash | GILD | 29.000 | 48.860 | 1,416.94 | 0.87% | |
| GOOGLE INC-CL A | Cash | GOOG | 6.000 | 641.240 | 3,847.44 | 2.37% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 65.000 | 61.050 | 3,968.25 | 2.44% | 96.85 |
| INTEL CORPORATION | Cash | INTC | 110.000 | 28.115 | 3,092.65 | 1.90% | 92.40 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 208.650 | 2,921.10 | 1.80% | 42.00 |
| JPMORGAN CHASE & CO formerly J P MORGAN CHASE & CO | Cash | JPM | 51.000 | 45.980 | 2,344.98 | 1.44% | 61.20 |
| LEAR CORP NEW | Cash | LEA | 20.000 | 46.490 | 929.80 | 0.57% | 11.20 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 45.000 | 31.380 | 1,412.10 | 0.87% | 25.20 |
| MACYS INC | Cash | M | 71.000 | 39.730 | 2,820.83 | 1.74% | 56.80 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 420.540 | 2,523.24 | 1.55% | 7.20 |
| MERCK & CO INC NEW | Cash | MRK | 89.000 | 38.400 | 3,417.60 | 2.10% | 149.52 |
| MONSANTO CO NEW | Cash | MON | 19.000 | 79.760 | 1,515.44 | 0.93% | 22.80 |
| MOSAIC CO/THE NEW | Cash | MOS | 21.000 | 55.290 | 1,161.09 | 0.71% | 4.20 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 95.230 | 2,856.90 | 1.76% | 64.80 |
| ORACLE CORP | Cash | ORCL | 108.000 | 29.160 | 3,149.28 | 1.94% | 25.92 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 84.550 | 2,113.75 | 1.30% | 39.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| PFIZER INCORPORATED | Cash | PFE | 222.000 | 22.645 | 5,027.19 | 3.09% | 195.36 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 40.000 | 64.490 | 2,579.60 | 1.59% | 56.00 |
| QUALCOMM INC | Cash | QCOM | 57.000 | 68.060 | 3,879.42 | 2.39% | 49.02 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 74.090 | 1,333.62 | 0.82% | |
| ROSS STORES INCORPORATED | Cash | ROST | 48.000 | 58.100 | 2,788.80 | 1.72% | 26.88 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 46.000 | 69.930 | 3,216.78 | 1.98% | 50.60 |
| SYSCO CORPORATION | Cash | SYY | 56.000 | 29.860 | 1,672.16 | 1.03% | 60.48 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 77.000 | 33.610 | 2,587.97 | 1.59% | 52.36 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 107.480 | 2,042.12 | 1.26% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 22.000 | 82.940 | 1,824.68 | 1.12% | 42.24 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 38.000 | 58.940 | 2,239.72 | 1.38% | 24.70 |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 49.000 | 47.460 | 2,325.54 | 1.43% | 49.00 |
| WAL-MART STORES INC | Cash | WMT | 129.000 | 61.200 | 7,894.80 | 4.86% | 205.11 |
| WELLS FARGO & CO | Cash | WFC | 94.000 | 34.140 | 3,209.16 | 1.97% | 45.12 |
| **Total Equities** | | | | | **156,812.68** | **96.48%** | **2,657.49** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/01 | Taxable Dividend | WELLS FARGO & CO<br>WFC on 171.000000 PD:2012-03-01 | Cash | WFC | 20.52 |
| 03/01 | Taxable Dividend | INTEL CORPORATION<br>INTC on 110.000000 PD:2012-03-01 | Cash | INTC | 23.10 |
| 03/01 | Taxable Dividend | CONOCOPHILLIPS<br>COP on 27.000000 PD:2012-03-01 | Cash | COP | 17.82 |
| 03/02 | Taxable Dividend | PARKER HANNIFIN CORPORATION<br>PH on 14.000000 PD:2012-03-02 | Cash | PH | 5.46 |
| 03/02 | Taxable Dividend | BOEING COMPANY<br>BA on 39.000000 PD:2012-03-02 | Cash | BA | 17.16 |
| 03/06 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 194.000000 PD:2012-03-06 | Cash | PFE | 42.68 |
| 03/07 | Taxable Dividend | AMGEN INC<br>AMGN on 46.000000 PD:2012-03-07 | Cash | AMGN | 16.56 |
| 03/08 | Taxable Dividend | MICROSOFT CORPORATION<br>MSFT on 59.000000 PD:2012-03-08 | Cash | MSFT | 11.80 |
| 03/09 | Taxable Dividend | HONEYWELL INTERNATIONAL INC. COM<br>HON on 65.000000 PD:2012-03-09 | Cash | HON | 24.21 |
| 03/12 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 22.000000 PD:2012-03-10 | Cash | UTX | 10.56 |
| 03/12 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 14.000000 PD:2012-03-10 | Cash | IBM | 10.50 |
| 03/12 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 46.000000 PD:2012-03-12 | Cash | CVX | 37.26 |
| 03/15 | Taxable Dividend | MOLSON COORS BREWING CO-CL B<br>TAP on 36.000000 PD:2012-03-15 | Cash | TAP | 11.52 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/15 | Taxable Dividend | DOVER CORP<br>DOV on 25.000000 PD:2012-03-15 | Cash | DOV | 7.88 |
| 03/19 | Taxable Dividend | UNITEDHEALTH GROUP INC<br>UNH on 38.000000 PD:2012-03-19 | Cash | UNH | 6.17 |
| 03/21 | Taxable Dividend | LEAR CORP NEW<br>LEA on 20.000000 PD:2012-03-21 | Cash | LEA | 2.80 |
| 03/23 | Taxable Dividend | QUALCOMM INC<br>QCOM on 44.000000 PD:2012-03-23 | Cash | QCOM | 9.46 |
| 03/23 | Taxable Dividend | BLACKROCK INCORPORATED<br>BLK on 9.000000 PD:2012-03-23 | Cash | BLK | 13.50 |
| 03/28 | Taxable Dividend | HALLIBURTON COMPANY<br>HAL on 39.000000 PD:2012-03-28 | Cash | HAL | 3.51 |
| 03/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.08 |
| 03/30 | Special Distribution | WELLS FARGO & CO<br>WFC on 127.000000 PD:2012-03-30 | Cash | WFC | 12.70 |
| 03/30 | Taxable Dividend | ROSS STORES INCORPORATED<br>ROST on 48.000000 PD:2012-03-30 | Cash | ROST | 6.72 |
| 03/30 | Taxable Dividend | DEVON ENERGY CORPORATION NEW<br>DVN on 51.000000 PD:2012-03-30 | Cash | DVN | 10.20 |
| **Total Income Activity** | | | | | **322.17** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/09 | Sell | MOLSON COORS BREWING CO-CL B | Cash | TAP | (36.000) | 42.740 | 1,538.61 |
| 03/13 | Sell | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | (7.000) | 74.400 | 520.79 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/15 | Sell | HALLIBURTON COMPANY | Cash | HAL | (19.000) | 34.190 | 649.60 |
| 03/15 | Sell | BLACKROCK INCORPORATED | Cash | BLK | (3.000) | 204.490 | 613.46 |
| 03/15 | Sell | AETNA LIFE CASUALTY | Cash | AET | (30.000) | 45.910 | 1,377.28 |
| 03/16 | Sell | HALLIBURTON COMPANY | Cash | HAL | (20.000) | 34.600 | 691.99 |
| 03/16 | Sell | BLACKROCK INCORPORATED | Cash | BLK | (6.000) | 204.680 | 1,228.06 |
| 03/20 | Sell | WELLS FARGO & CO | Cash | WFC | (28.000) | 34.370 | 962.34 |
| 03/22 | Sell | MICROSOFT CORPORATION | Cash | MSFT | (27.000) | 31.970 | 863.17 |
| 03/27 | Sell | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | (8.000) | 70.530 | 564.23 |
| 03/28 | Sell | WELLS FARGO & CO | Cash | WFC | (33.000) | 34.140 | 1,126.59 |
| 03/29 | Sell | MICROSOFT CORPORATION | Cash | MSFT | (51.000) | 31.890 | 1,626.36 |
| 03/29 | Sell | DOVER CORP | Cash | DOV | (25.000) | 61.500 | 1,537.47 |
| **Total Securities Sold/Matured** | | | | | | | **13,299.95** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/06 | Buy | MASTERCARD INC-CL A | Cash | MA | 1.000 | 410.330 | (410.33) |
| 03/09 | Buy | QUALCOMM INC | Cash | QCOM | 13.000 | 64.125 | (833.63) |
| 03/13 | Buy | CATERPILLAR INC | Cash | CAT | 10.000 | 111.780 | (1,117.80) |
| 03/16 | Buy | PNC FINANCIAL SERVICES GROUP | Cash | PNC | 15.000 | 63.130 | (946.95) |
| 03/16 | Buy | CAPITAL ONE FINANCIAL CORP | Cash | COF | 15.000 | 54.550 | (818.25) |
| 03/20 | Buy | CATERPILLAR INC | Cash | CAT | 10.000 | 110.960 | (1,109.60) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/20 | Buy | CAPITAL ONE FINANCIAL CORP | Cash | COF | 13.000 | 54.980 | (714.74) |
| 03/21 | Buy | CISCO SYSTEMS INC | Cash | CSCO | 67.000 | 20.600 | (1,380.20) |
| 03/22 | Buy | TEXAS INSTRUMENTS INC | Cash | TXN | 17.000 | 33.320 | (566.44) |
| 03/28 | Buy | PFIZER INCORPORATED | Cash | PFE | 28.000 | 22.340 | (625.52) |
| 03/28 | Buy | MASTERCARD INC-CL A | Cash | MA | 3.000 | 425.960 | (1,277.88) |
| 03/28 | Buy | CITIGROUP INC NEW | Cash | C | 19.000 | 36.760 | (698.44) |
| **Total Securities Purchased** | | | | | | | **(10,499.78)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 322.09 | | 648.84 | |
| Money Market | 0.08 | | 0.43 | |
| **Total Income** | **322.17** | | **649.27** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **13,299.95** | **44,940.45** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 02/29/12 | Beginning Balance | | 2,612.38 |
| 03/01/12 | Sweep to 500 Bank Insured Deposit | 61.44 | 2,673.82 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 03/02/12 | Sweep to 500 Bank Insured Deposit | 22.62 | 2,696.44 |
| 03/06/12 | Sweep From csh to 500 | 42.68 | 2,739.12 |
| 03/07/12 | Sweep to 500 Bank Insured Deposit | 16.56 | 2,755.68 |
| 03/08/12 | Sweep to 500 Bank Insured Deposit | 11.80 | 2,767.48 |
| 03/09/12 | Sweep from 500 Bank Insured Deposit | (386.12) | 2,381.36 |
| 03/12/12 | Sweep to 500 Bank Insured Deposit | 58.32 | 2,439.68 |
| 03/14/12 | Sweep to 500 Bank Insured Deposit | 704.98 | 3,144.66 |
| 03/15/12 | Sweep to 500 Bank Insured Deposit | 19.40 | 3,164.06 |
| 03/16/12 | Sweep from 500 Bank Insured Deposit | (597.01) | 2,567.05 |
| 03/19/12 | Sweep to 500 Bank Insured Deposit | 6.17 | 2,573.22 |
| 03/20/12 | Sweep to 500 Bank Insured Deposit | 2,640.34 | 5,213.56 |
| 03/21/12 | Sweep to 500 Bank Insured Deposit | 157.65 | 5,371.21 |
| 03/23/12 | Sweep from 500 Bank Insured Deposit | (839.04) | 4,532.17 |
| 03/26/12 | Sweep from 500 Bank Insured Deposit | (1,380.20) | 3,151.97 |
| 03/27/12 | Sweep to 500 Bank Insured Deposit | 296.73 | 3,448.70 |
| 03/28/12 | Sweep to 500 Bank Insured Deposit | 3.51 | 3,452.21 |
| 03/29/12 | Accumulated Earnings Posted | 0.08 | 3,452.29 |
| 03/30/12 | Sweep to 500 Bank Insured Deposit | 581.15 | 4,033.44 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/02/12 | Dividend | UNION PACIFIC CORPORATION | UNP | 11.40 |
| 04/02/12 | Dividend | VIACOM INC NEW-CLASS B | VIAB | 12.25 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/02/12 | Dividend | BAXTER INTERNATIONAL INC | BAX | 13.73 |
| 04/02/12 | Dividend | MACYS INC | M | 14.20 |
| 04/04/12 | Dividend | WAL-MART STORES INC | WMT | 51.28 |
| 04/06/12 | Dividend | MERCK & CO INC NEW | MRK | 37.38 |
| 04/13/12 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 16.77 |
| 04/15/12 | Dividend | OCCIDENTAL PETROLEUM CORP | OXY | 16.20 |
| 04/25/12 | Dividend | GENERAL ELECTRIC COMPANY | GE | 54.74 |
| **Total** | | | | **227.95** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
March 30, 2012 to April 30, 2012

Kenny E Marchant Sr
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 7,839.64 | 152,373.74 | 160,213.38 |
| Total Assets Held in Account | | 7,839.64 | 152,373.74 | 160,213.38 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

Account Number: [redacted]
Kenny E Marchant Sr
Lazard Asset Management

**Statement Period**
March 30, 2012 to April 30, 2012

**Page**
1 of 10

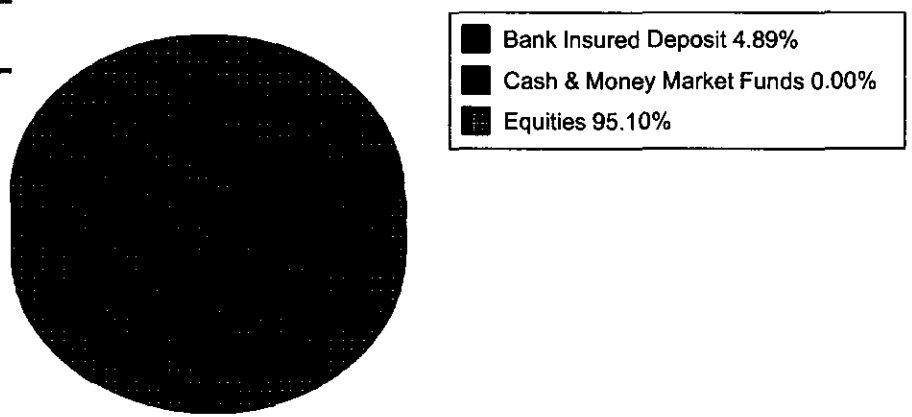
## Account Summary

| | 03/30/12 Value | 04 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 1,701.28 | |
| Bank Insured Deposit * | 4,033.44 | 7,839.64 |
| Equities | 156,812.68 | 152,373.74 |
| **Total Account Value** | **162,547.40** | **160,213.38** |
| **Net Account Value** | **162,547.40** | **160,213.38** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 5,734.72 | 156,812.68 | 162,547.40 |
| Funds Deposited | | | |
| Income Activity | 288.52 | | 288.52 |
| Securities Sold/Matured | 5,771.30 | (5,771.30) | |
| Securities Received | | | |
| Funds Withdrawn | (606.22) | | (606.22) |
| Margin Interest | | | |
| Securities Purchased | (3,348.68) | 3,348.68 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (2,016.32) | (2,016.32) |
| **Ending Balance** | **7,839.64** | **152,373.74** | **160,213.38** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on April 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on April 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 7,839.63 | 4.89% | |
| Pending** | Cash Equivalent | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **7,839.64** | **4.89%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 80.000 | 60.210 | 4,816.80 | 3.01% | 64.00 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 42.000 | 54.210 | 2,276.82 | 1.42% | 58.80 |
| AMGEN INC | Cash | AMGN | 46.000 | 71.110 | 3,271.06 | 2.04% | 66.24 |
| APPLE INC | Cash | AAPL | 17.000 | 583.980 | 9,927.66 | 6.20% | |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 396.160 | 1,584.64 | 0.99% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 41.000 | 55.410 | 2,271.81 | 1.42% | 54.94 |
| BOEING COMPANY | Cash | BA | 32.000 | 76.800 | 2,457.60 | 1.53% | 56.32 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 28.000 | 55.480 | 1,553.44 | 0.97% | 5.60 |
| CATERPILLAR INC | Cash | CAT | 20.000 | 102.770 | 2,055.40 | 1.28% | 36.80 |
| CHEVRON CORPORATION | Cash | CVX | 46.000 | 106.560 | 4,901.76 | 3.06% | 165.60 |
| CISCO SYSTEMS INC | Cash | CSCO | 291.000 | 20.155 | 5,865.10 | 3.66% | 93.12 |
| CITIGROUP INC NEW | Cash | C | 193.000 | 33.045 | 6,377.69 | 3.98% | 7.72 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 175.000 | 29.830 | 5,220.25 | 3.26% | 113.75 |
| CONOCOPHILLIPS | Cash | COP | 27.000 | 71.630 | 1,934.01 | 1.21% | 71.28 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 93.000 | 44.620 | 4,149.66 | 2.59% | 60.45 |
| DEVON ENERGY CORPORATION NEW | Cash | DVN | 51.000 | 69.850 | 3,562.35 | 2.22% | 40.80 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 30.000 | 53.460 | 1,603.80 | 1.00% | 51.60 |
| EMC CORPORATION | Cash | EMC | 104.000 | 28.210 | 2,933.84 | 1.83% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 21.000 | 71.330 | 1,497.93 | 0.93% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 31.000 | 38.300 | 1,187.30 | 0.74% | 38.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 161.000 | 19.580 | 3,152.38 | 1.97% | 109.48 |
| GILEAD SCIENCES INC | Cash | GILD | 29.000 | 52.020 | 1,508.58 | 0.94% | |
| GOOGLE INC-CL A | Cash | GOOG | 6.000 | 604.850 | 3,629.10 | 2.27% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 65.000 | 60.660 | 3,942.90 | 2.46% | 96.85 |
| INTEL CORPORATION | Cash | INTC | 110.000 | 28.395 | 3,123.45 | 1.95% | 92.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 207.080 | 2,899.12 | 1.81% | 47.60 |
| JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO | Cash | JPM | 51.000 | 42.980 | 2,191.98 | 1.37% | 61.20 |
| LEAR CORP NEW | Cash | LEA | 20.000 | 41.500 | 830.00 | 0.52% | 11.20 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 45.000 | 31.470 | 1,416.15 | 0.88% | 25.20 |
| MACYS INC | Cash | M | 71.000 | 41.020 | 2,912.42 | 1.82% | 56.80 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 452.270 | 2,713.62 | 1.69% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 16.000 | 91.410 | 1,462.56 | 0.91% | 12.80 |
| MERCK & CO INC NEW | Cash | MRK | 89.000 | 39.240 | 3,492.36 | 2.18% | 149.52 |
| MONSANTO CO NEW | Cash | MON | 19.000 | 76.180 | 1,447.42 | 0.90% | 22.80 |
| MOSAIC CO/THE NEW | Cash | MOS | 21.000 | 52.820 | 1,109.22 | 0.69% | 10.50 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 91.220 | 2,736.60 | 1.71% | 64.80 |
| ORACLE CORP | Cash | ORCL | 108.000 | 29.400 | 3,175.20 | 1.98% | 25.92 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 87.690 | 2,192.25 | 1.37% | 41.00 |
| PFIZER INCORPORATED | Cash | PFE | 222.000 | 22.900 | 5,083.80 | 3.17% | 195.36 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 40.000 | 66.320 | 2,652.80 | 1.66% | 64.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| QUALCOMM INC | Cash | QCOM | 57.000 | 63.830 | 3,638.31 | 2.27% | 57.00 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 72.810 | 1,310.58 | 0.82% | |
| ROSS STORES INCORPORATED | Cash | ROST | 48.000 | 61.500 | 2,952.00 | 1.84% | 26.88 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 46.000 | 74.140 | 3,410.44 | 2.13% | 50.60 |
| SYSCO CORPORATION | Cash | SYY | 56.000 | 28.900 | 1,618.40 | 1.01% | 60.48 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 77.000 | 31.940 | 2,459.38 | 1.54% | 52.36 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 112.440 | 2,136.36 | 1.33% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 22.000 | 81.640 | 1,796.08 | 1.12% | 42.24 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 38.000 | 56.150 | 2,133.70 | 1.33% | 24.70 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 19.000 | 38.480 | 731.12 | 0.46% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 49.000 | 46.390 | 2,273.11 | 1.42% | 49.00 |
| WAL-MART STORES INC | Cash | WMT | 62.000 | 58.910 | 3,652.42 | 2.28% | 98.58 |
| WELLS FARGO & CO | Cash | WFC | 94.000 | 33.415 | 3,141.01 | 1.96% | 82.72 |
| **Total Equities** | | | | | **152,373.74** | **95.10%** | **2,670.56** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/02 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 49.000000 PD:2012-04-02 | Cash | VIAB | 12.25 |
| 04/02 | Taxable Dividend | UNION PACIFIC CORPORATION<br>UNP on 19.000000 PD:2012-04-02 | Cash | UNP | 11.40 |
| 04/02 | Taxable Dividend | MACYS INC<br>M on 71.000000 PD:2012-04-02 | Cash | M | 14.20 |
| 04/02 | Taxable Dividend | BAXTER INTERNATIONAL INC<br>BAX on 41.000000 PD:2012-04-02 | Cash | BAX | 13.73 |
| 04/04 | Taxable Dividend | WAL-MART STORES INC<br>WMT on 129.000000 PD:2012-04-04 | Cash | WMT | 51.28 |
| 04/09 | Taxable Dividend | MERCK & CO INC NEW<br>MRK on 89.000000 PD:2012-04-06 | Cash | MRK | 37.38 |
| 04/13 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 61.000000 PD:2012-04-13 | Cash | SLB | 16.77 |
| 04/16 | Taxable Dividend | OCCIDENTAL PETROLEUM CORP<br>OXY on 30.000000 PD:2012-04-15 | Cash | OXY | 16.20 |
| 04/25 | Taxable Dividend | GENERAL ELECTRIC COMPANY<br>GE on 161.000000 PD:2012-04-25 | Cash | GE | 27.37 |
| 04/25 | Taxable Dividend | COMCAST CORP-SPECIAL CL A NEW<br>CMCSK on 175.000000 PD:2012-04-25 | Cash | CMCSK | 28.44 |
| 04/25 | Taxable Dividend | CISCO SYSTEMS INC<br>CSCO on 291.000000 PD:2012-04-25 | Cash | CSCO | 23.28 |
| 04/27 | Taxable Dividend | SYSCO CORPORATION<br>SYY on 56.000000 PD:2012-04-27 | Cash | SYY | 15.12 |
| 04/27 | Taxable Dividend | MONSANTO CO NEW<br>MON on 19.000000 PD:2012-04-27 | Cash | MON | 5.70 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/27 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.10 |
| 04/30 | Taxable Dividend | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO<br>JPM on 51.000000 PD:2012-04-30 | Cash | JPM | 15.30 |
| **Total Income Activity** | | | | | **288.52** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/10 | Sell | APPLE INC | Cash | AAPL | (2.000) | 632.550 | 1,265.07 |
| 04/17 | Sell | APPLE INC | Cash | AAPL | (1.000) | 604.910 | 604.90 |
| 04/24 | Sell | WAL-MART STORES INC | Cash | WMT | (67.000) | 58.230 | 3,901.33 |
| **Total Securities Sold/Matured** | | | | | | | **5,771.30** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 04/23 | Journal | ADV FEE | Cash | | (606.22) |
| **Total Funds Withdrawn** | | | | | **(606.22)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/10 | Buy | MCKESSON CORPORATION | Cash | MCK | 8.000 | 87.150 | (697.20) |
| 04/13 | Buy | VERTEX PHARMACEUTICALS INC | Cash | VRTX | 19.000 | 36.480 | (693.12) |
| 04/13 | Buy | MCKESSON CORPORATION | Cash | MCK | 8.000 | 90.320 | (722.56) |
| 04/17 | Buy | CITIGROUP INC NEW | Cash | C | 20.000 | 35.270 | (705.40) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/17 | Buy | CVS/CAREMARK CORPORATION | Cash | CVS | 12.000 | 44.200 | (530.40) |
| **Total Securities Purchased** | | | | | | | **(3,348.68)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 288.42 | | 937.26 | |
| Money Market | 0.10 | | 0.53 | |
| **Total Income** | **288.52** | | **937.79** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **5,771.30** | **50,711.75** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 03/30/12 | Beginning Balance | | 4,033.44 |
| 04/02/12 | Sweep from 500 Bank Insured Deposit | (1,410.97) | 2,622.47 |
| 04/03/12 | Sweep to 500 Bank Insured Deposit | 3,163.83 | 5,786.30 |
| 04/04/12 | Sweep to 500 Bank Insured Deposit | 51.28 | 5,837.58 |
| 04/09/12 | Sweep to 500 Bank Insured Deposit | 37.38 | 5,874.96 |
| 04/13/12 | Sweep to 500 Bank Insured Deposit | 567.87 | 6,442.83 |
| 04/16/12 | Sweep to 500 Bank Insured Deposit | 32.97 | 6,475.80 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/18/12 | Sweep from 500 Bank Insured Deposit | (1,415.68) | 5,060.12 |
| 04/20/12 | Sweep from 500 Bank Insured Deposit | (630.90) | 4,429.22 |
| 04/24/12 | Sweep from 500 Bank Insured Deposit | (606.22) | 3,823.00 |
| 04/25/12 | Sweep to 500 Bank Insured Deposit | 79.09 | 3,902.09 |
| 04/27/12 | Accumulated Earnings Posted | 0.10 | 3,902.19 |
| 04/27/12 | Sweep to 500 Bank Insured Deposit | 3,922.15 | 7,824.34 |
| 04/30/12 | Sweep to 500 Bank Insured Deposit | 15.30 | 7,839.64 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 05/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 9.69 |
| 05/02/12 | Dividend | ORACLE CORP | ORCL | 6.48 |
| 05/03/12 | Dividend | CVS/CAREMARK CORPORATION | CVS | 15.11 |
| 05/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 16.00 |
| 05/09/12 | Dividend | MASTERCARD INC-CL A | MA | 1.80 |
| 05/09/12 | Dividend | LOWES COMPANIES INCORPORATED | LOW | 6.30 |
| 05/10/12 | Dividend | AMERICAN EXPRESS COMPANY | AXP | 16.00 |
| 05/19/12 | Dividend | CATERPILLAR INC | CAT | 9.20 |
| **Total** | | | | **80.58** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
April 30, 2012 to May 31, 2012

Kenny E Marchant Sr
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 8,729.63 | 140,904.28 | 149,633.91 |
| Total Assets Held in Account | | 8,729.63 | 140,904.28 | 149,633.91 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Kenny E Marchant Sr**
**Lazard Asset Management**

| Statement Period | Page |
|---|---|
| April 30, 2012 to May 31, 2012 | 1 of 10 |

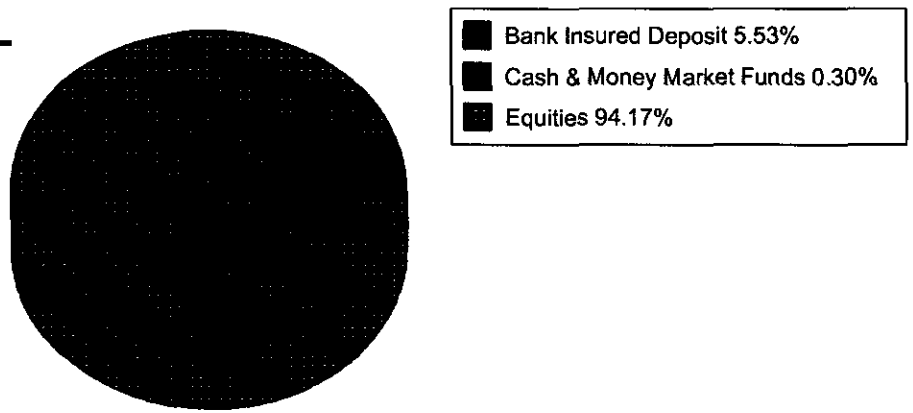
## Account Summary

| | 04/30/12 Value | 05 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | | 449.03 |
| Bank Insured Deposit * | 7,839.64 | 8,280.60 |
| Equities | 152,373.74 | 140,904.28 |
| **Total Account Value** | **160,213.38** | **149,633.91** |
| **Net Account Value** | **160,213.38** | **149,633.91** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 7,839.64 | 152,373.74 | 160,213.38 |
| Funds Deposited | | | |
| Income Activity | 114.47 | | 114.47 |
| Securities Sold/Matured | 5,503.85 | (5,503.85) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (4,728.33) | 4,728.33 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (10,693.94) | (10,693.94) |
| **Ending Balance** | **8,729.63** | **140,904.28** | **149,633.91** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on May 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on May 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 449.03 | 0.30% | |
| **Total Cash & Money Market Funds** | | | | | **449.03** | **0.30%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 8,280.59 | 5.53% | |
| Pending** | Cash Equivalent | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **8,280.60** | **5.53%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 65.000 | 55.830 | 3,628.95 | 2.43% | 52.00 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 42.000 | 47.920 | 2,012.64 | 1.35% | 58.80 |
| AMGEN INC | Cash | AMGN | 46.000 | 69.520 | 3,197.92 | 2.14% | 66.24 |
| APPLE INC | Cash | AAPL | 17.000 | 577.730 | 9,821.41 | 6.56% | |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 380.260 | 1,521.04 | 1.02% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 41.000 | 50.620 | 2,075.42 | 1.39% | 54.94 |
| BOEING COMPANY | Cash | BA | 32.000 | 69.610 | 2,227.52 | 1.49% | 56.32 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 28.000 | 51.370 | 1,438.36 | 0.96% | 5.60 |
| CATERPILLAR INC | Cash | CAT | 25.000 | 87.620 | 2,190.50 | 1.46% | 46.00 |
| CHEVRON CORPORATION | Cash | CVX | 46.000 | 98.310 | 4,522.26 | 3.02% | 165.60 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CISCO SYSTEMS INC | Cash | CSCO | 291.000 | 16.330 | 4,752.03 | 3.18% | 93.12 |
| CITIGROUP INC NEW | Cash | C | 243.000 | 26.510 | 6,441.93 | 4.31% | 9.72 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 175.000 | 28.720 | 5,026.00 | 3.36% | 113.75 |
| CONOCOPHILLIPS | Cash | COP | 27.000 | 52.160 | 1,408.32 | 0.94% | 71.28 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 93.000 | 44.940 | 4,179.42 | 2.79% | 60.45 |
| DEVON ENERGY CORPORATION NEW | Cash | DVN | 51.000 | 59.520 | 3,035.52 | 2.03% | 40.80 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 30.000 | 48.260 | 1,447.80 | 0.97% | 51.60 |
| EMC CORPORATION | Cash | EMC | 104.000 | 23.850 | 2,480.40 | 1.66% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 21.000 | 72.910 | 1,531.11 | 1.02% | |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 7.000 | 103.480 | 724.36 | 0.48% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 48.000 | 32.040 | 1,537.92 | 1.03% | 60.00 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 161.000 | 19.090 | 3,073.49 | 2.05% | 109.48 |
| GILEAD SCIENCES INC | Cash | GILD | 29.000 | 49.950 | 1,448.55 | 0.97% | |
| GOOGLE INC-CL A | Cash | GOOG | 6.000 | 580.860 | 3,485.16 | 2.33% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 65.000 | 55.660 | 3,617.90 | 2.42% | 96.85 |
| INTEL CORPORATION | Cash | INTC | 110.000 | 25.840 | 2,842.40 | 1.90% | 92.40 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 192.900 | 2,700.60 | 1.80% | 47.60 |
| LEAR CORP NEW | Cash | LEA | 20.000 | 39.850 | 797.00 | 0.53% | 11.20 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 64.000 | 26.720 | 1,710.08 | 1.14% | 35.84 |
| MACYS INC | Cash | M | 71.000 | 38.050 | 2,701.55 | 1.81% | 56.80 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 406.510 | 2,439.06 | 1.63% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 26.000 | 87.280 | 2,269.28 | 1.52% | 20.80 |
| MERCK & CO INC NEW | Cash | MRK | 89.000 | 37.580 | 3,344.62 | 2.24% | 149.52 |
| MONSANTO CO NEW | Cash | MON | 19.000 | 77.200 | 1,466.80 | 0.98% | 22.80 |
| MOSAIC CO/THE NEW | Cash | MOS | 21.000 | 47.680 | 1,001.28 | 0.67% | 10.50 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 79.270 | 2,378.10 | 1.59% | 64.80 |
| ORACLE CORP | Cash | ORCL | 108.000 | 26.470 | 2,858.76 | 1.91% | 25.92 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 81.740 | 2,043.50 | 1.37% | 41.00 |
| PFIZER INCORPORATED | Cash | PFE | 222.000 | 21.870 | 4,855.14 | 3.24% | 195.36 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 28.000 | 61.420 | 1,719.76 | 1.15% | 44.80 |
| QUALCOMM INC | Cash | QCOM | 57.000 | 57.310 | 3,266.67 | 2.18% | 57.00 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 63.550 | 1,143.90 | 0.76% | |
| ROSS STORES INCORPORATED | Cash | ROST | 48.000 | 63.230 | 3,035.04 | 2.03% | 26.88 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 46.000 | 63.250 | 2,909.50 | 1.94% | 50.60 |
| SYSCO CORPORATION | Cash | SYY | 56.000 | 27.910 | 1,562.96 | 1.04% | 60.48 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 77.000 | 28.480 | 2,192.96 | 1.47% | 52.36 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 111.400 | 2,116.60 | 1.41% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 22.000 | 74.110 | 1,630.42 | 1.09% | 42.24 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 30.000 | 55.770 | 1,673.10 | 1.12% | 19.50 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 19.000 | 60.040 | 1,140.76 | 0.76% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 49.000 | 47.730 | 2,338.77 | 1.56% | 53.90 |
| WAL-MART STORES INC | Cash | WMT | 62.000 | 65.820 | 4,080.84 | 2.73% | 98.58 |
| WELLS FARGO & CO | Cash | WFC | 58.000 | 32.050 | 1,858.90 | 1.24% | 51.04 |
| **Total Equities** | | | | | **140,904.28** | **94.17%** | **2,597.27** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 31.000000 PD:2012-05-01 | Cash | FCX | 9.69 |
| 05/02 | Taxable Dividend | ORACLE CORP<br>ORCL on 108.000000 PD:2012-05-02 | Cash | ORCL | 6.48 |
| 05/03 | Taxable Dividend | CVS/CAREMARK CORPORATION<br>CVS on 93.000000 PD:2012-05-03 | Cash | CVS | 15.11 |
| 05/07 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 40.000000 PD:2012-05-05 | Cash | PNC | 16.00 |
| 05/09 | Taxable Dividend | MASTERCARD INC-CL A<br>MA on 6.000000 PD:2012-05-09 | Cash | MA | 1.80 |
| 05/09 | Taxable Dividend | LOWES COMPANIES INCORPORATED<br>LOW on 45.000000 PD:2012-05-09 | Cash | LOW | 6.30 |
| 05/10 | Taxable Dividend | AMERICAN EXPRESS COMPANY<br>AXP on 80.000000 PD:2012-05-10 | Cash | AXP | 16.00 |
| 05/17 | Taxable Dividend | MOSAIC CO/THE NEW<br>MOS on 21.000000 PD:2012-05-17 | Cash | MOS | 2.63 |
| 05/18 | Taxable Dividend | AMERIPRISE FINANCIAL INC<br>AMP on 42.000000 PD:2012-05-18 | Cash | AMP | 14.70 |
| 05/21 | Taxable Dividend | TEXAS INSTRUMENTS INC<br>TXN on 77.000000 PD:2012-05-21 | Cash | TXN | 13.09 |
| 05/21 | Taxable Dividend | CATERPILLAR INC<br>CAT on 20.000000 PD:2012-05-19 | Cash | CAT | 9.20 |
| 05/25 | Taxable Dividend | CITIGROUP INC NEW<br>C on 193.000000 PD:2012-05-25 | Cash | C | 1.93 |
| 05/29 | Taxable Dividend | CAPITAL ONE FINANCIAL CORP<br>COF on 28.000000 PD:2012-05-29 | Cash | COF | 1.40 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.14 |
| **Total Income Activity** | | | | | **114.47** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/01 | Cash in Lieu | PHILLIPS 66<br>COP on -0.500000 PD:2012-04-30 | Cash | PSX | (0.500) | | 16.84 |
| 05/03 | Sell | PHILLIPS 66 | Cash | PSX | (13.000) | 31.240 | 406.11 |
| 05/15 | Sell | AMERICAN EXPRESS COMPANY | Cash | AXP | (15.000) | 58.280 | 874.18 |
| 05/16 | Sell | WELLS FARGO & CO | Cash | WFC | (36.000) | 32.260 | 1,161.33 |
| 05/16 | Sell | PNC FINANCIAL SERVICES GROUP | Cash | PNC | (12.000) | 63.070 | 756.82 |
| 05/16 | Sell | JPMORGAN CHASE & CO<br>formerly J P MORGAN CHASE & CO | Cash | JPM | (51.000) | 36.070 | 1,839.54 |
| 05/30 | Sell | UNITEDHEALTH GROUP INC | Cash | UNH | (8.000) | 56.130 | 449.03 |
| **Total Securities Sold/Matured** | | | | | | | **5,503.85** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 05/01 | Stock Spinoff | PHILLIPS 66<br>COP on 27.000000 PD:2012-04-30 | Cash | PSX | 13.500 | |
| **Total Securities Received** | | | | | | |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/03 | Buy | F5 NETWORKS INCORPORATED | Cash | FFIV | 7.000 | 135.810 | (950.67) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/08 | Buy | CITIGROUP INC NEW | Cash | C | 24.000 | 31.100 | (746.40) |
| 05/18 | Buy | CITIGROUP INC NEW | Cash | C | 26.000 | 26.060 | (677.56) |
| 05/23 | Buy | MCKESSON CORPORATION | Cash | MCK | 10.000 | 86.200 | (862.00) |
| 05/23 | Buy | LOWES COMPANIES INCORPORATED | Cash | LOW | 19.000 | 25.970 | (493.43) |
| 05/23 | Buy | FREEPORT MCMORAN COPPER & GOLD CL B | Cash | FCX | 17.000 | 32.110 | (545.87) |
| 05/23 | Buy | CATERPILLAR INC | Cash | CAT | 5.000 | 90.480 | (452.40) |
| **Total Securities Purchased** | | | | | | | **(4,728.33)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 114.33 | | 1,051.59 | |
| Money Market | 0.14 | | 0.67 | |
| **Total Income** | **114.47** | | **1,052.26** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **5,487.01** | **56,198.76** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/30/12 | Beginning Balance | | 7,839.64 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 05/01/12 | Sweep to 500 Bank Insured Deposit | 9.69 | 7,849.33 |
| 05/02/12 | Sweep to 500 Bank Insured Deposit | 23.32 | 7,872.65 |
| 05/03/12 | Sweep to 500 Bank Insured Deposit | 15.11 | 7,887.76 |
| 05/07/12 | Sweep to 500 Bank Insured Deposit | 16.00 | 7,903.76 |
| 05/08/12 | Sweep from 500 Bank Insured Deposit | (544.56) | 7,359.20 |
| 05/09/12 | Sweep to 500 Bank Insured Deposit | 8.10 | 7,367.30 |
| 05/10/12 | Sweep to 500 Bank Insured Deposit | 16.00 | 7,383.30 |
| 05/11/12 | Sweep from 500 Bank Insured Deposit | (746.40) | 6,636.90 |
| 05/17/12 | Sweep to 500 Bank Insured Deposit | 2.63 | 6,639.53 |
| 05/18/12 | Sweep to 500 Bank Insured Deposit | 888.88 | 7,528.41 |
| 05/21/12 | Sweep to 500 Bank Insured Deposit | 3,779.98 | 11,308.39 |
| 05/23/12 | Sweep from 500 Bank Insured Deposit | (677.56) | 10,630.83 |
| 05/25/12 | Sweep to 500 Bank Insured Deposit | 1.93 | 10,632.76 |
| 05/29/12 | Sweep from 500 Bank Insured Deposit | (2,352.30) | 8,280.46 |
| 05/30/12 | Accumulated Earnings Posted | 0.14 | 8,280.60 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/01/12 | Dividend | PARKER HANNIFIN CORPORATION | PH | 10.25 |
| 06/01/12 | Dividend | BOEING COMPANY | BA | 14.08 |
| 06/01/12 | Dividend | CONOCOPHILLIPS | COP | 17.82 |
| 06/01/12 | Dividend | WELLS FARGO & CO | WFC | 20.68 |
| 06/01/12 | Dividend | INTEL CORPORATION | INTC | 23.10 |
| 06/04/12 | Dividend | WAL-MART STORES INC | WMT | 24.65 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/05/12 | Dividend | PFIZER INCORPORATED | PFE | 48.84 |
| 06/07/12 | Dividend | AMGEN INC | AMGN | 16.56 |
| 06/08/12 | Dividend | HONEYWELL INTERNATIONAL INC. COM | HON | 24.21 |
| 06/09/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 11.90 |
| 06/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 10.56 |
| 06/11/12 | Dividend | CHEVRON CORPORATION | CVX | 41.40 |
| 06/12/12 | Dividend | DUPONT E I DE NEMOURS & CO | DD | 12.90 |
| **Total** | | | | **276.95** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
May 31, 2012 to June 29, 2012

Kenny E Marchant Sr
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 8,453.60 | 146,495.97 | 154,949.57 |
| Total Assets Held in Account | | 8,453.60 | 146,495.97 | 154,949.57 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Kenny E Marchant Sr**
**Lazard Asset Management**

**Statement Period**
May 31, 2012 to June 29, 2012

**Page**
1 of 10

## Account Summary

| | 05/31/12 Value | 06 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 449.03 | (739.36) |
| Bank Insured Deposit * | 8,280.60 | 9,192.96 |
| Equities | 140,904.28 | 146,495.97 |
| **Total Account Value** | **149,633.91** | **154,949.57** |
| **Net Account Value** | **149,633.91** | **154,949.57** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 8,729.63 | 140,904.28 | 149,633.91 |
| Funds Deposited | | | |
| Income Activity | 317.44 | | 317.44 |
| Securities Sold/Matured | 4,645.82 | (4,645.82) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (5,239.29) | 5,239.29 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 4,998.22 | 4,998.22 |
| **Ending Balance** | **8,453.60** | **146,495.97** | **154,949.57** |

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on June 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on June 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (739.36) | (0.48%) | |
| **Total Cash & Money Market Funds** | | | | | **-739.36** | **(0.48%)** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 9,192.96 | 5.93% | |
| **Total Bank Insured Deposit *** | | | | | **9,192.96** | **5.93%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 65.000 | 58.210 | 3,783.65 | 2.44% | 52.00 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 50.000 | 52.260 | 2,613.00 | 1.69% | 70.00 |
| AMGEN INC | Cash | AMGN | 46.000 | 72.910 | 3,353.86 | 2.16% | 66.24 |
| APPLE INC | Cash | AAPL | 17.000 | 584.000 | 9,928.00 | 6.41% | |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 367.170 | 1,468.68 | 0.95% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 41.000 | 53.150 | 2,179.15 | 1.41% | 54.94 |
| BOEING COMPANY | Cash | BA | 32.000 | 74.300 | 2,377.60 | 1.53% | 56.32 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 28.000 | 54.660 | 1,530.48 | 0.99% | 5.60 |
| CATERPILLAR INC | Cash | CAT | 25.000 | 84.910 | 2,122.75 | 1.37% | 52.00 |
| CHEVRON CORPORATION | Cash | CVX | 46.000 | 105.500 | 4,853.00 | 3.13% | 165.60 |
| CISCO SYSTEMS INC | Cash | CSCO | 291.000 | 17.170 | 4,996.47 | 3.22% | 93.12 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CITIGROUP INC NEW | Cash | C | 243.000 | 27.410 | 6,660.63 | 4.30% | 9.72 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 175.000 | 31.400 | 5,495.00 | 3.55% | 113.75 |
| CONOCOPHILLIPS | Cash | COP | 46.000 | 55.880 | 2,570.48 | 1.66% | 121.44 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 93.000 | 46.730 | 4,345.89 | 2.80% | 60.45 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 30.000 | 50.570 | 1,517.10 | 0.98% | 51.60 |
| EMC CORPORATION | Cash | EMC | 104.000 | 25.630 | 2,665.52 | 1.72% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 21.000 | 75.250 | 1,580.25 | 1.02% | |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 7.000 | 99.560 | 696.92 | 0.45% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 48.000 | 34.070 | 1,635.36 | 1.06% | 60.00 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 161.000 | 20.840 | 3,355.24 | 2.17% | 109.48 |
| GILEAD SCIENCES INC | Cash | GILD | 29.000 | 51.280 | 1,487.12 | 0.96% | |
| GOOGLE INC-CL A | Cash | GOOG | 6.000 | 580.070 | 3,480.42 | 2.25% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 65.000 | 55.840 | 3,629.60 | 2.34% | 96.85 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| INTEL CORPORATION | Cash | INTC | 110.000 | 26.650 | 2,931.50 | 1.89% | 92.40 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 195.580 | 2,738.12 | 1.77% | 47.60 |
| LEAR CORP NEW | Cash | LEA | 20.000 | 37.730 | 754.60 | 0.49% | 11.20 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 64.000 | 28.440 | 1,820.16 | 1.17% | 40.96 |
| MACYS INC | Cash | M | 71.000 | 34.350 | 2,438.85 | 1.57% | 56.80 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 430.110 | 2,580.66 | 1.67% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 93.750 | 3,281.25 | 2.12% | 28.00 |
| MERCK & CO INC NEW | Cash | MRK | 89.000 | 41.750 | 3,715.75 | 2.40% | 149.52 |
| MONSANTO CO NEW | Cash | MON | 29.000 | 82.780 | 2,400.62 | 1.55% | 34.80 |
| MOSAIC CO/THE NEW | Cash | MOS | 21.000 | 54.760 | 1,149.96 | 0.74% | 10.50 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 85.770 | 2,573.10 | 1.66% | 64.80 |
| ORACLE CORP | Cash | ORCL | 108.000 | 29.700 | 3,207.60 | 2.07% | 25.92 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 76.880 | 1,922.00 | 1.24% | 41.00 |
| PFIZER INCORPORATED | Cash | PFE | 222.000 | 23.000 | 5,106.00 | 3.30% | 195.36 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 38.000 | 61.110 | 2,322.18 | 1.50% | 60.80 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| QUALCOMM INC | Cash | QCOM | 57.000 | 55.680 | 3,173.76 | 2.05% | 57.00 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 66.740 | 1,201.32 | 0.78% | |
| ROSS STORES INCORPORATED | Cash | ROST | 48.000 | 62.470 | 2,998.56 | 1.94% | 26.88 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 46.000 | 64.910 | 2,985.86 | 1.93% | 50.60 |
| SYSCO CORPORATION | Cash | SYY | 85.000 | 29.810 | 2,533.85 | 1.64% | 91.80 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 77.000 | 28.690 | 2,209.13 | 1.43% | 52.36 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 119.310 | 2,266.89 | 1.46% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 22.000 | 75.530 | 1,661.66 | 1.07% | 47.08 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 30.000 | 58.500 | 1,755.00 | 1.13% | 25.50 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 19.000 | 55.920 | 1,062.48 | 0.69% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 65.000 | 47.020 | 3,056.30 | 1.97% | 71.50 |
| WAL-MART STORES INC | Cash | WMT | 62.000 | 69.720 | 4,322.64 | 2.79% | 98.58 |
| **Total Equities** | | | | | **146,495.97** | **94.58%** | **2,672.87** |

**End of Account Positions**

## Account Activity

### Income Activity

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/01 | Taxable Dividend | WELLS FARGO & CO<br>WFC on 94.000000 PD:2012-06-01 | Cash | WFC | 20.68 |
| 06/01 | Taxable Dividend | PARKER HANNIFIN CORPORATION<br>PH on 25.000000 PD:2012-06-01 | Cash | PH | 10.25 |
| 06/01 | Taxable Dividend | INTEL CORPORATION<br>INTC on 110.000000 PD:2012-06-01 | Cash | INTC | 23.10 |
| 06/01 | Taxable Dividend | CONOCOPHILLIPS<br>COP on 27.000000 PD:2012-06-01 | Cash | COP | 17.82 |
| 06/01 | Taxable Dividend | BOEING COMPANY<br>BA on 32.000000 PD:2012-06-01 | Cash | BA | 14.08 |
| 06/04 | Taxable Dividend | WAL-MART STORES INC<br>WMT on 62.000000 PD:2012-06-04 | Cash | WMT | 24.65 |
| 06/05 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 222.000000 PD:2012-06-05 | Cash | PFE | 48.84 |
| 06/07 | Taxable Dividend | AMGEN INC<br>AMGN on 46.000000 PD:2012-06-07 | Cash | AMGN | 16.56 |
| 06/08 | Taxable Dividend | HONEYWELL INTERNATIONAL INC.<br>COM<br>HON on 65.000000 PD:2012-06-08 | Cash | HON | 24.21 |
| 06/11 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 22.000000 PD:2012-06-10 | Cash | UTX | 10.56 |
| 06/11 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 14.000000 PD:2012-06-09 | Cash | IBM | 11.90 |
| 06/11 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 46.000000 PD:2012-06-11 | Cash | CVX | 41.40 |
| 06/12 | Taxable Dividend | DUPONT E I DE NEMOURS & CO<br>DD on 30.000000 PD:2012-06-12 | Cash | DD | 12.90 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/20 | Taxable Dividend | QUALCOMM INC<br>QCOM on 57.000000 PD:2012-06-20 | Cash | QCOM | 14.25 |
| 06/22 | Taxable Dividend | UNITEDHEALTH GROUP INC<br>UNH on 30.000000 PD:2012-06-22 | Cash | UNH | 6.38 |
| 06/26 | Taxable Dividend | LEAR CORP NEW<br>LEA on 20.000000 PD:2012-06-26 | Cash | LEA | 2.80 |
| 06/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.14 |
| 06/29 | Taxable Dividend | ROSS STORES INCORPORATED<br>ROST on 48.000000 PD:2012-06-29 | Cash | ROST | 6.72 |
| 06/29 | Taxable Dividend | DEVON ENERGY CORPORATION NEW<br>DVN on 51.000000 PD:2012-06-29 | Cash | DVN | 10.20 |
| **Total Income Activity** | | | | | **317.44** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/01 | Sell | WELLS FARGO & CO | Cash | WFC | (35.000) | 30.390 | 1,063.63 |
| 06/14 | Sell | DEVON ENERGY CORPORATION NEW | Cash | DVN | (21.000) | 56.840 | 1,193.61 |
| 06/20 | Sell | WELLS FARGO & CO | Cash | WFC | (23.000) | 32.780 | 753.92 |
| 06/26 | Sell | DEVON ENERGY CORPORATION NEW | Cash | DVN | (30.000) | 54.490 | 1,634.66 |
| **Total Securities Sold/Matured** | | | | | | | **4,645.82** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/08 | Buy | MONSANTO CO NEW | Cash | MON | 10.000 | 79.160 | (791.60) |
| 06/11 | Buy | SYSCO CORPORATION | Cash | SYY | 29.000 | 28.750 | (833.75) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/14 | Buy | CONOCOPHILLIPS | Cash | COP | 19.000 | 54.480 | (1,035.12) |
| 06/20 | Buy | PNC FINANCIAL SERVICES GROUP | Cash | PNC | 10.000 | 59.780 | (597.80) |
| 06/20 | Buy | AMERIPRISE FINANCIAL INC | Cash | AMP | 8.000 | 51.550 | (412.40) |
| 06/26 | Buy | MCKESSON CORPORATION | Cash | MCK | 9.000 | 92.140 | (829.26) |
| 06/28 | Buy | VIACOM INC NEW-CLASS B | Cash | VIAB | 16.000 | 46.210 | (739.36) |
| **Total Securities Purchased** | | | | | | | **(5,239.29)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 317.30 | | 1,368.89 | |
| Money Market | 0.14 | | 0.81 | |
| **Total Income** | **317.44** | | **1,369.70** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **4,645.82** | **60,844.58** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 05/31/12 | Beginning Balance | | 8,280.60 |
| 06/01/12 | Sweep to 500 Bank Insured Deposit | 85.93 | 8,366.53 |
| 06/04/12 | Sweep to 500 Bank Insured Deposit | 473.68 | 8,840.21 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 06/05/12 | Sweep to 500 Bank Insured Deposit | 48.84 | 8,889.05 |
| 06/06/12 | Sweep to 500 Bank Insured Deposit | 1,063.63 | 9,952.68 |
| 06/07/12 | Sweep to 500 Bank Insured Deposit | 16.56 | 9,969.24 |
| 06/08/12 | Sweep to 500 Bank Insured Deposit | 24.21 | 9,993.45 |
| 06/11/12 | Sweep to 500 Bank Insured Deposit | 63.86 | 10,057.31 |
| 06/12/12 | Sweep to 500 Bank Insured Deposit | 12.90 | 10,070.21 |
| 06/13/12 | Sweep from 500 Bank Insured Deposit | (791.60) | 9,278.61 |
| 06/14/12 | Sweep from 500 Bank Insured Deposit | (833.75) | 8,444.86 |
| 06/19/12 | Sweep to 500 Bank Insured Deposit | 158.49 | 8,603.35 |
| 06/20/12 | Sweep to 500 Bank Insured Deposit | 14.25 | 8,617.60 |
| 06/22/12 | Sweep to 500 Bank Insured Deposit | 6.38 | 8,623.98 |
| 06/25/12 | Sweep from 500 Bank Insured Deposit | (256.28) | 8,367.70 |
| 06/26/12 | Sweep to 500 Bank Insured Deposit | 2.80 | 8,370.50 |
| 06/28/12 | Accumulated Earnings Posted | 0.14 | 8,370.64 |
| 06/29/12 | Sweep to 500 Bank Insured Deposit | 822.32 | 9,192.96 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 07/02/12 | Dividend | MCKESSON CORPORATION | MCK | 5.20 |
| 07/02/12 | Dividend | UNION PACIFIC CORPORATION | UNP | 11.40 |
| 07/02/12 | Dividend | VIACOM INC NEW-CLASS B | VIAB | 13.48 |
| 07/02/12 | Dividend | BAXTER INTERNATIONAL INC | BAX | 13.73 |
| 07/02/12 | Dividend | MACYS INC | M | 14.20 |
| 07/09/12 | Dividend | MERCK & CO INC NEW | MRK | 37.38 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 07/13/12 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 12.65 |
| 07/15/12 | Dividend | OCCIDENTAL PETROLEUM CORP | OXY | 16.20 |
| 07/25/12 | Dividend | GENERAL ELECTRIC COMPANY | GE | 27.37 |
| **Total** | | | | **151.61** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
June 29, 2012 to July 31, 2012

Kenny E Marchant Sr
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 8,370.67 | 148,325.66 | 156,696.33 |
| Total Assets Held in Account | | 8,370.67 | 148,325.66 | 156,696.33 |

**Account Number:** [redacted]
**Kenny E Marchant Sr**
**Lazard Asset Management**

**Statement Period**
June 29, 2012 to July 31, 2012

**Page**
1 of 10

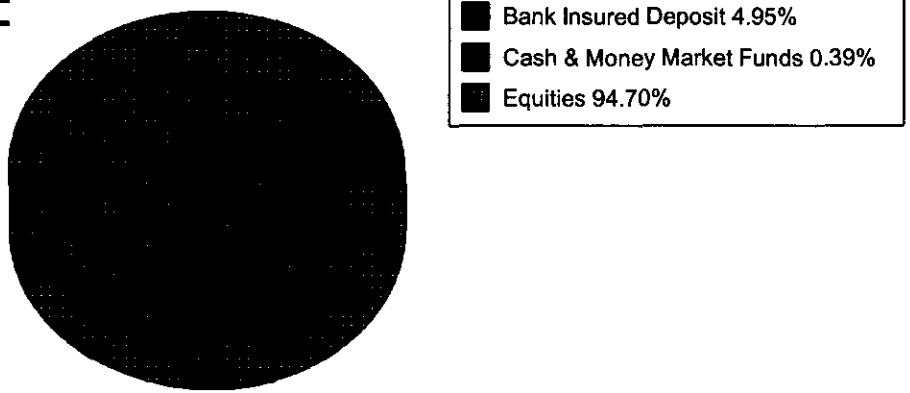
## Account Summary

| | 06/29/12 Value | 07 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | (739.36) | 610.79 |
| Bank Insured Deposit * | 9,192.96 | 7,759.88 |
| Equities | 146,495.97 | 148,325.66 |
| **Total Account Value** | **154,949.57** | **156,696.33** |
| **Net Account Value** | **154,949.57** | **156,696.33** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 8,453.60 | 146,495.97 | 154,949.57 |
| Funds Deposited | | | |
| Income Activity | 235.13 | | 235.13 |
| Securities Sold/Matured | 7,516.03 | (7,516.03) | |
| Securities Received | | | |
| Funds Withdrawn | (584.24) | | (584.24) |
| Margin Interest | | | |
| Securities Purchased | (7,249.85) | 7,249.85 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,095.87 | 2,095.87 |
| **Ending Balance** | **8,370.67** | **148,325.66** | **156,696.33** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on July 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on July 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 610.79 | 0.39% | |
| **Total Cash & Money Market Funds** | | | | | **610.79** | **0.39%** | |
| **Bank Insured Deposit *** | | | | | | | |
| EAST WEST BANK | Cash Equivalent | | | | 7,759.88 | 4.95% | |
| **Total Bank Insured Deposit *** | | | | | **7,759.88** | **4.95%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 56.000 | 57.710 | 3,231.76 | 2.06% | 44.80 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 50.000 | 51.720 | 2,586.00 | 1.65% | 70.00 |
| AMGEN INC | Cash | AMGN | 39.000 | 82.600 | 3,221.40 | 2.06% | 56.16 |
| APPLE INC | Cash | AAPL | 14.000 | 610.760 | 8,550.64 | 5.46% | 148.40 |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 375.230 | 1,500.92 | 0.96% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 41.000 | 58.510 | 2,398.91 | 1.53% | 73.80 |
| BOEING COMPANY | Cash | BA | 32.000 | 73.910 | 2,365.12 | 1.51% | 56.32 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 28.000 | 56.490 | 1,581.72 | 1.01% | 5.60 |
| CATERPILLAR INC | Cash | CAT | 25.000 | 84.210 | 2,105.25 | 1.34% | 52.00 |
| CHEVRON CORPORATION | Cash | CVX | 46.000 | 109.580 | 5,040.68 | 3.22% | 165.60 |
| CISCO SYSTEMS INC | Cash | CSCO | 291.000 | 15.950 | 4,641.45 | 2.96% | 93.12 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CITIGROUP INC NEW | Cash | C | 243.000 | 27.130 | 6,592.59 | 4.21% | 9.72 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 175.000 | 31.930 | 5,587.75 | 3.57% | 113.75 |
| CONOCOPHILLIPS | Cash | COP | 46.000 | 54.440 | 2,504.24 | 1.60% | 121.44 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 93.000 | 45.250 | 4,208.25 | 2.69% | 60.45 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 30.000 | 49.700 | 1,491.00 | 0.95% | 51.60 |
| EMC CORPORATION | Cash | EMC | 104.000 | 26.210 | 2,725.84 | 1.74% | |
| ENERGIZER HOLDINGS INC | Cash | ENR | 21.000 | 77.770 | 1,633.17 | 1.04% | 33.60 |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 7.000 | 93.380 | 653.66 | 0.42% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 71.000 | 33.670 | 2,390.57 | 1.53% | 88.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 111.000 | 20.750 | 2,303.25 | 1.47% | 75.48 |
| GILEAD SCIENCES INC | Cash | GILD | 41.000 | 54.330 | 2,227.53 | 1.42% | |
| GOOGLE INC-CL A | Cash | GOOG | 5.000 | 632.970 | 3,164.85 | 2.02% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 80.000 | 58.050 | 4,644.00 | 2.96% | 119.20 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| INTEL CORPORATION | Cash | INTC | 110.000 | 25.700 | 2,827.00 | 1.80% | 99.00 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 195.980 | 2,743.72 | 1.75% | 47.60 |
| JOHNSON & JOHNSON | Cash | JNJ | 35.000 | 69.220 | 2,422.70 | 1.55% | 85.40 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 64.000 | 25.370 | 1,623.68 | 1.04% | 40.96 |
| MACYS INC | Cash | M | 89.000 | 35.840 | 3,189.76 | 2.04% | 71.20 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 436.570 | 2,619.42 | 1.67% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 90.730 | 3,175.55 | 2.03% | 28.00 |
| MERCK & CO INC NEW | Cash | MRK | 89.000 | 44.170 | 3,931.13 | 2.51% | 149.52 |
| MONSANTO CO NEW | Cash | MON | 29.000 | 85.620 | 2,482.98 | 1.58% | 34.80 |
| MOSAIC CO/THE NEW | Cash | MOS | 21.000 | 58.110 | 1,220.31 | 0.78% | 21.00 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 87.030 | 2,610.90 | 1.67% | 64.80 |
| ORACLE CORP | Cash | ORCL | 150.000 | 30.200 | 4,530.00 | 2.89% | 36.00 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 80.320 | 2,008.00 | 1.28% | 41.00 |
| PFIZER INCORPORATED | Cash | PFE | 222.000 | 24.040 | 5,336.88 | 3.41% | 195.36 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 38.000 | 59.100 | 2,245.80 | 1.43% | 60.80 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| QUALCOMM INC | Cash | QCOM | 36.000 | 59.680 | 2,148.48 | 1.37% | 36.00 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 59.670 | 1,074.06 | 0.69% | |
| ROSS STORES INCORPORATED | Cash | ROST | 32.000 | 66.440 | 2,126.08 | 1.36% | 17.92 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 56.000 | 71.260 | 3,990.56 | 2.55% | 61.60 |
| SYSCO CORPORATION | Cash | SYY | 85.000 | 29.390 | 2,498.15 | 1.59% | 91.80 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 77.000 | 27.240 | 2,097.48 | 1.34% | 52.36 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 122.610 | 2,329.59 | 1.49% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 22.000 | 74.440 | 1,637.68 | 1.05% | 47.08 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 30.000 | 51.090 | 1,532.70 | 0.98% | 25.50 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 19.000 | 48.510 | 921.69 | 0.59% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 65.000 | 46.710 | 3,036.15 | 1.94% | 71.50 |
| WAL-MART STORES INC | Cash | WMT | 62.000 | 74.430 | 4,614.66 | 2.94% | 98.58 |
| **Total Equities** | | | | | **148,325.66** | **94.70%** | **2,970.37** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/02 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 49.000000 PD:2012-07-02 | Cash | VIAB | 13.48 |
| 07/02 | Taxable Dividend | UNION PACIFIC CORPORATION<br>UNP on 19.000000 PD:2012-07-02 | Cash | UNP | 11.40 |
| 07/02 | Taxable Dividend | MCKESSON CORPORATION<br>MCK on 26.000000 PD:2012-07-02 | Cash | MCK | 5.20 |
| 07/02 | Taxable Dividend | MACYS INC<br>M on 71.000000 PD:2012-07-02 | Cash | M | 14.20 |
| 07/02 | Taxable Dividend | BAXTER INTERNATIONAL INC<br>BAX on 41.000000 PD:2012-07-02 | Cash | BAX | 13.73 |
| 07/09 | Taxable Dividend | MERCK & CO INC NEW<br>MRK on 89.000000 PD:2012-07-09 | Cash | MRK | 37.38 |
| 07/13 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 46.000000 PD:2012-07-13 | Cash | SLB | 12.65 |
| 07/16 | Taxable Dividend | OCCIDENTAL PETROLEUM CORP<br>OXY on 30.000000 PD:2012-07-15 | Cash | OXY | 16.20 |
| 07/25 | Taxable Dividend | GENERAL ELECTRIC COMPANY<br>GE on 161.000000 PD:2012-07-25 | Cash | GE | 27.37 |
| 07/25 | Taxable Dividend | COMCAST CORP-SPECIAL CL A NEW<br>CMCSK on 175.000000 PD:2012-07-25 | Cash | CMCSK | 28.44 |
| 07/25 | Taxable Dividend | CISCO SYSTEMS INC<br>CSCO on 291.000000 PD:2012-07-25 | Cash | CSCO | 23.28 |
| 07/27 | Taxable Dividend | SYSCO CORPORATION<br>SYY on 85.000000 PD:2012-07-27 | Cash | SYY | 22.95 |
| 07/27 | Taxable Dividend | MONSANTO CO NEW<br>MON on 29.000000 PD:2012-07-27 | Cash | MON | 8.70 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.15 |
| **Total Income Activity** | | | | | **235.13** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/03 | Sell | LEAR CORP NEW | Cash | LEA | (20.000) | 38.410 | 768.18 |
| 07/03 | Sell | LEAR CORP NEW | Cash | LEA | (20.000) | 38.410 | 768.18 |
| 07/03 | Sell | AMERICAN EXPRESS COMPANY | Cash | AXP | (9.000) | 59.290 | 533.60 |
| 07/03 | Sell | AMERICAN EXPRESS COMPANY | Cash | AXP | (9.000) | 59.290 | 533.60 |
| 07/05 | Sell - Cancel | LEAR CORP NEW | Cash | LEA | 20.000 | 38.410 | (768.18) |
| 07/05 | Sell - Cancel | AMERICAN EXPRESS COMPANY | Cash | AXP | 9.000 | 59.290 | (533.60) |
| 07/18 | Sell | QUALCOMM INC | Cash | QCOM | (21.000) | 55.910 | 1,174.08 |
| 07/18 | Sell | GOOGLE INC-CL A | Cash | GOOG | (1.000) | 582.000 | 581.99 |
| 07/18 | Sell | APPLE INC | Cash | AAPL | (2.000) | 605.610 | 1,211.19 |
| 07/18 | Sell | AMGEN INC | Cash | AMGN | (7.000) | 79.580 | 557.05 |
| 07/20 | Sell | ROSS STORES INCORPORATED | Cash | ROST | (16.000) | 67.230 | 1,075.66 |
| 07/23 | Sell | GENERAL ELECTRIC COMPANY | Cash | GE | (50.000) | 20.070 | 1,003.49 |
| 07/31 | Sell | APPLE INC | Cash | AAPL | (1.000) | 610.800 | 610.79 |
| **Total Securities Sold/Matured** | | | | | | | **7,516.03** |

## Account Activity

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 07/18 | Journal | ADV FEE | Cash | | (584.24) |
| **Total Funds Withdrawn** | | | | | **(584.24)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/12 | Buy | GILEAD SCIENCES INC | Cash | GILD | 12.000 | 50.610 | (607.32) |
| 07/18 | Buy | ORACLE CORP | Cash | ORCL | 42.000 | 30.540 | (1,282.68) |
| 07/18 | Buy | MACYS INC | Cash | M | 18.000 | 34.820 | (626.76) |
| 07/18 | Buy | JOHNSON & JOHNSON | Cash | JNJ | 35.000 | 69.310 | (2,425.85) |
| 07/19 | Buy | HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 15.000 | 57.520 | (862.80) |
| 07/23 | Buy | SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 10.000 | 69.280 | (692.80) |
| 07/23 | Buy | FREEPORT MCMORAN COPPER & GOLD CL B | Cash | FCX | 23.000 | 32.680 | (751.64) |
| **Total Securities Purchased** | | | | | | | **(7,249.85)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 234.98 | | 1,603.87 | |
| Money Market | 0.15 | | 0.96 | |
| **Total Income** | **235.13** | | **1,604.83** | |

## Other Important Information

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **7,516.03** | **68,360.61** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 06/29/12 | Beginning Balance | | 9,192.96 |
| 07/02/12 | Sweep to 500 Bank Insured Deposit | 58.01 | 9,250.97 |
| 07/03/12 | Sweep from 500 Bank Insured Deposit | (739.36) | 8,511.61 |
| 07/09/12 | Sweep to 500 Bank Insured Deposit | 1,339.16 | 9,850.77 |
| 07/16/12 | Sweep to 500 Bank Insured Deposit | 28.85 | 9,879.62 |
| 07/17/12 | Sweep from 500 Bank Insured Deposit | (607.32) | 9,272.30 |
| 07/19/12 | Sweep from 500 Bank Insured Deposit | (584.24) | 8,688.06 |
| 07/23/12 | Sweep from 500 Bank Insured Deposit | (810.98) | 7,877.08 |
| 07/24/12 | Sweep from 500 Bank Insured Deposit | (862.80) | 7,014.28 |
| 07/25/12 | Sweep to 500 Bank Insured Deposit | 1,154.75 | 8,169.03 |
| 07/26/12 | Sweep from 500 Bank Insured Deposit | (440.95) | 7,728.08 |
| 07/27/12 | Sweep to 500 Bank Insured Deposit | 31.65 | 7,759.73 |
| 07/30/12 | Accumulated Earnings Posted | 0.15 | 7,759.88 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 08/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 15.00 |
| 08/03/12 | Dividend | ORACLE CORP | ORCL | 6.48 |
| 08/03/12 | Dividend | CVS/CAREMARK CORPORATION | CVS | 15.11 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 08/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 15.20 |
| 08/08/12 | Dividend | LOWES COMPANIES INCORPORATED | LOW | 10.24 |
| 08/09/12 | Dividend | MASTERCARD INC-CL A | MA | 1.80 |
| 08/10/12 | Dividend | AMERICAN EXPRESS COMPANY | AXP | 13.00 |
| 08/20/12 | Dividend | CATERPILLAR INC | CAT | 13.00 |
| 09/04/12 | Dividend | CONOCOPHILLIPS | COP | 30.36 |
| **Total** | | | | **120.19** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
July 31, 2012 to August 31, 2012

Kenny E Marchant Sr
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 7,568.64 | 153,923.88 | 161,492.52 |
| Total Assets Held in Account | | 7,568.64 | 153,923.88 | 161,492.52 |

**Account Number:** [redacted]
**Kenny E Marchant Sr**
**Lazard Asset Management**

| Statement Period | Page |
|---|---|
| July 31, 2012 to August 31, 2012 | 1 of 10 |

## Account Summary

| | 07/31/12 Value | 08 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 610.79 | (448.87) |
| Bank Insured Deposit * | 7,759.88 | 8,017.51 |
| Equities | 148,325.66 | 153,923.88 |
| **Total Account Value** | **156,696.33** | **161,492.52** |
| **Net Account Value** | **156,696.33** | **161,492.52** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 8,370.67 | 148,325.66 | 156,696.33 |
| Funds Deposited | | | |
| Income Activity | 166.74 | | 166.74 |
| Securities Sold/Matured | 2,885.21 | (2,885.21) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (3,853.98) | 3,853.98 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 4,629.45 | 4,629.45 |
| **Ending Balance** | **7,568.64** | **153,923.88** | **161,492.52** |

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on August 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on August 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (448.87) | (0.28%) | |
| **Total Cash & Money Market Funds** | | | | | **-448.87** | **(0.28%)** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 8,017.51 | 4.96% | |
| **Total Bank Insured Deposit *** | | | | | **8,017.51** | **4.96%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 47.000 | 58.300 | 2,740.10 | 1.70% | 37.60 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 50.000 | 54.910 | 2,745.50 | 1.70% | 70.00 |
| AMERISOURCEBERGEN CORP | Cash | ABC | 27.000 | 38.520 | 1,040.04 | 0.64% | 14.04 |
| AMGEN INC | Cash | AMGN | 39.000 | 83.920 | 3,272.88 | 2.03% | 56.16 |
| APPLE INC | Cash | AAPL | 14.000 | 665.240 | 9,313.36 | 5.77% | 148.40 |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 361.640 | 1,446.56 | 0.90% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 41.000 | 58.680 | 2,405.88 | 1.49% | 73.80 |
| BOEING COMPANY | Cash | BA | 32.000 | 71.400 | 2,284.80 | 1.41% | 56.32 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 45.000 | 56.530 | 2,543.85 | 1.58% | 9.00 |
| CATERPILLAR INC | Cash | CAT | 25.000 | 85.330 | 2,133.25 | 1.32% | 52.00 |
| CHEVRON CORPORATION | Cash | CVX | 46.000 | 112.160 | 5,159.36 | 3.19% | 165.60 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CISCO SYSTEMS INC | Cash | CSCO | 291.000 | 19.080 | 5,552.28 | 3.44% | 162.96 |
| CITIGROUP INC NEW | Cash | C | 243.000 | 29.710 | 7,219.53 | 4.47% | 9.72 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 175.000 | 32.870 | 5,752.25 | 3.56% | 113.75 |
| CONOCOPHILLIPS | Cash | COP | 46.000 | 56.790 | 2,612.34 | 1.62% | 121.44 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 93.000 | 45.550 | 4,236.15 | 2.62% | 60.45 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 30.000 | 49.750 | 1,492.50 | 0.92% | 51.60 |
| EMC CORPORATION | Cash | EMC | 104.000 | 26.290 | 2,734.16 | 1.69% | |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 7.000 | 97.490 | 682.43 | 0.42% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 71.000 | 36.110 | 2,563.81 | 1.59% | 88.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 111.000 | 20.710 | 2,298.81 | 1.42% | 75.48 |
| GILEAD SCIENCES INC | Cash | GILD | 33.000 | 57.690 | 1,903.77 | 1.18% | |
| GOOGLE INC-CL A | Cash | GOOG | 5.000 | 685.090 | 3,425.45 | 2.12% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 80.000 | 58.450 | 4,676.00 | 2.90% | 119.20 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| INTEL CORPORATION | Cash | INTC | 89.000 | 24.830 | 2,209.87 | 1.37% | 80.10 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 194.850 | 2,727.90 | 1.69% | 47.60 |
| JOHNSON & JOHNSON | Cash | JNJ | 48.000 | 67.430 | 3,236.64 | 2.00% | 117.12 |
| JOY GLOBAL INC | Cash | JOY | 18.000 | 53.380 | 960.84 | 0.59% | 12.60 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 64.000 | 28.480 | 1,822.72 | 1.13% | 40.96 |
| MACYS INC | Cash | M | 89.000 | 40.310 | 3,587.59 | 2.22% | 71.20 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 422.900 | 2,537.40 | 1.57% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 87.110 | 3,048.85 | 1.89% | 28.00 |
| MERCK & CO INC NEW | Cash | MRK | 89.000 | 43.050 | 3,831.45 | 2.37% | 149.52 |
| MONSANTO CO NEW | Cash | MON | 29.000 | 87.110 | 2,526.19 | 1.56% | 43.50 |
| MOSAIC CO/THE NEW | Cash | MOS | 21.000 | 57.910 | 1,216.11 | 0.75% | 21.00 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 30.000 | 85.010 | 2,550.30 | 1.58% | 64.80 |
| ORACLE CORP | Cash | ORCL | 150.000 | 31.650 | 4,747.50 | 2.94% | 36.00 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 79.980 | 1,999.50 | 1.24% | 41.00 |
| PFIZER INCORPORATED | Cash | PFE | 222.000 | 23.860 | 5,296.92 | 3.28% | 195.36 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 38.000 | 62.160 | 2,362.08 | 1.46% | 60.80 |
| QUALCOMM INC | Cash | QCOM | 36.000 | 61.460 | 2,212.56 | 1.37% | 36.00 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 70.960 | 1,277.28 | 0.79% | |
| ROSS STORES INCORPORATED | Cash | ROST | 32.000 | 69.190 | 2,214.08 | 1.37% | 17.92 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 56.000 | 72.380 | 4,053.28 | 2.51% | 61.60 |
| SYSCO CORPORATION | Cash | SYY | 85.000 | 30.300 | 2,575.50 | 1.59% | 91.80 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 77.000 | 29.040 | 2,236.08 | 1.38% | 52.36 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 121.440 | 2,307.36 | 1.43% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 22.000 | 79.850 | 1,756.70 | 1.09% | 47.08 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 30.000 | 54.300 | 1,629.00 | 1.01% | 25.50 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 19.000 | 53.330 | 1,013.27 | 0.63% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 65.000 | 50.010 | 3,250.65 | 2.01% | 71.50 |
| WAL-MART STORES INC | Cash | WMT | 62.000 | 72.600 | 4,501.20 | 2.79% | 98.58 |
| **Total Equities** | | | | | **153,923.88** | **95.29%** | **3,050.97** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 48.000000 PD:2012-08-01 | Cash | FCX | 15.00 |
| 08/03 | Taxable Dividend | ORACLE CORP<br>ORCL on 108.000000 PD:2012-08-03 | Cash | ORCL | 6.48 |
| 08/03 | Taxable Dividend | CVS/CAREMARK CORPORATION<br>CVS on 93.000000 PD:2012-08-03 | Cash | CVS | 15.11 |
| 08/06 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 38.000000 PD:2012-08-05 | Cash | PNC | 15.20 |
| 08/08 | Taxable Dividend | LOWES COMPANIES INCORPORATED<br>LOW on 64.000000 PD:2012-08-08 | Cash | LOW | 10.24 |
| 08/09 | Taxable Dividend | MASTERCARD INC-CL A<br>MA on 6.000000 PD:2012-08-09 | Cash | MA | 1.80 |
| 08/10 | Taxable Dividend | AMERICAN EXPRESS COMPANY<br>AXP on 65.000000 PD:2012-08-10 | Cash | AXP | 13.00 |
| 08/16 | Taxable Dividend | MOSAIC CO/THE NEW<br>MOS on 21.000000 PD:2012-08-16 | Cash | MOS | 5.25 |
| 08/16 | Taxable Dividend | APPLE INC<br>AAPL on 14.000000 PD:2012-08-16 | Cash | AAPL | 37.10 |
| 08/17 | Taxable Dividend | AMERIPRISE FINANCIAL INC<br>AMP on 50.000000 PD:2012-08-17 | Cash | AMP | 17.50 |
| 08/20 | Taxable Dividend | TEXAS INSTRUMENTS INC<br>TXN on 77.000000 PD:2012-08-20 | Cash | TXN | 13.09 |
| 08/20 | Taxable Dividend | CATERPILLAR INC<br>CAT on 25.000000 PD:2012-08-20 | Cash | CAT | 13.00 |
| 08/20 | Taxable Dividend | CAPITAL ONE FINANCIAL CORP<br>COF on 28.000000 PD:2012-08-20 | Cash | COF | 1.40 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/24 | Taxable Dividend | CITIGROUP INC NEW<br>C on 243.000000 PD:2012-08-24 | Cash | C | 2.43 |
| 08/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.14 |
| **Total Income Activity** | | | | | **166.74** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/03 | Sell | GILEAD SCIENCES INC | Cash | GILD | (8.000) | 57.520 | 460.15 |
| 08/03 | Sell | ENERGIZER HOLDINGS INC | Cash | ENR | (21.000) | 66.960 | 1,406.13 |
| 08/09 | Sell | AMERICAN EXPRESS COMPANY | Cash | AXP | (9.000) | 56.610 | 509.48 |
| 08/30 | Sell | INTEL CORPORATION | Cash | INTC | (21.000) | 24.260 | 509.45 |
| **Total Securities Sold/Matured** | | | | | | | **2,885.21** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/01 | Buy | AMERISOURCEBERGEN CORP | Cash | ABC | 27.000 | 39.420 | (1,064.34) |
| 08/10 | Buy | CAPITAL ONE FINANCIAL CORP | Cash | COF | 17.000 | 55.740 | (947.58) |
| 08/21 | Buy | JOHNSON & JOHNSON | Cash | JNJ | 13.000 | 67.980 | (883.74) |
| 08/31 | Buy | JOY GLOBAL INC | Cash | JOY | 18.000 | 53.240 | (958.32) |
| **Total Securities Purchased** | | | | | | | **(3,853.98)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 166.60 | | 1,770.47 | |
| Money Market | 0.14 | | 1.10 | |
| **Total Income** | **166.74** | | **1,771.57** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **2,885.21** | **71,245.82** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 07/31/12 | Beginning Balance | | 7,759.88 |
| 08/01/12 | Sweep to 500 Bank Insured Deposit | 15.00 | 7,774.88 |
| 08/03/12 | Sweep to 500 Bank Insured Deposit | 632.38 | 8,407.26 |
| 08/06/12 | Sweep from 500 Bank Insured Deposit | (1,049.14) | 7,358.12 |
| 08/08/12 | Sweep to 500 Bank Insured Deposit | 1,876.52 | 9,234.64 |
| 08/09/12 | Sweep to 500 Bank Insured Deposit | 1.80 | 9,236.44 |
| 08/10/12 | Sweep to 500 Bank Insured Deposit | 13.00 | 9,249.44 |
| 08/14/12 | Sweep to 500 Bank Insured Deposit | 509.48 | 9,758.92 |
| 08/15/12 | Sweep from 500 Bank Insured Deposit | (947.58) | 8,811.34 |
| 08/16/12 | Sweep to 500 Bank Insured Deposit | 42.35 | 8,853.69 |
| 08/17/12 | Sweep to 500 Bank Insured Deposit | 17.50 | 8,871.19 |
| 08/20/12 | Sweep to 500 Bank Insured Deposit | 27.49 | 8,898.68 |
| 08/24/12 | Sweep from 500 Bank Insured Deposit | (881.31) | 8,017.37 |
| 08/30/12 | Accumulated Earnings Posted | 0.14 | 8,017.51 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/01/12 | Dividend | INTEL CORPORATION | INTC | 24.75 |
| 09/04/12 | Dividend | AMERISOURCEBERGEN CORP | ABC | 3.51 |
| 09/04/12 | Dividend | WAL-MART STORES INC | WMT | 24.65 |
| 09/04/12 | Dividend | CONOCOPHILLIPS | COP | 30.36 |
| 09/05/12 | Dividend | PFIZER INCORPORATED | PFE | 48.84 |
| 09/07/12 | Dividend | PARKER HANNIFIN CORPORATION | PH | 10.25 |
| 09/07/12 | Dividend | AMGEN INC | AMGN | 14.04 |
| 09/07/12 | Dividend | BOEING COMPANY | BA | 14.08 |
| 09/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 11.77 |
| 09/10/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 11.90 |
| 09/10/12 | Dividend | HONEYWELL INTERNATIONAL INC. COM | HON | 29.80 |
| 09/10/12 | Dividend | CHEVRON CORPORATION | CVX | 41.40 |
| 09/11/12 | Dividend | JOHNSON & JOHNSON | JNJ | 29.28 |
| 09/12/12 | Dividend | DUPONT E I DE NEMOURS & CO | DD | 12.90 |
| **Total** | | | | **307.53** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
August 31, 2012 to September 28, 2012

Kenny E Marchant Sr
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 5,654.93 | 160,136.54 | 165,791.47 |
| Total Assets Held in Account | | 5,654.93 | 160,136.54 | 165,791.47 |

***Please see the last page of this statement to review Southwest Securities' Privacy Policy***

**Account Number:** [redacted]
**Kenny E Marchant Sr**
**Lazard Asset Management**

| Statement Period | Page |
|---|---|
| August 31, 2012 to September 28, 2012 | 1 of 10 |

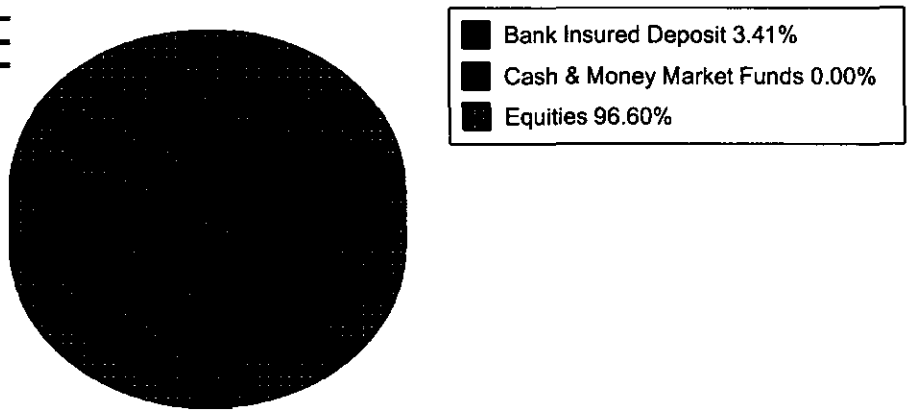
## Account Summary

| | 08/31/12 Value | 09 /28/12 Value |
|---|---|---|
| Cash & Money Market Funds | (448.87) | |
| Bank Insured Deposit * | 8,017.51 | 5,654.93 |
| Equities | 153,923.88 | 160,136.54 |
| **Total Account Value** | **161,492.52** | **165,791.47** |
| **Net Account Value** | **161,492.52** | **165,791.47** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 7,568.64 | 153,923.88 | 161,492.52 |
| Funds Deposited | | | |
| Income Activity | 327.50 | | 327.50 |
| Securities Sold/Matured | 4,032.95 | (4,032.95) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (6,274.16) | 6,274.16 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,971.45 | 3,971.45 |
| **Ending Balance** | **5,654.93** | **160,136.54** | **165,791.47** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on September 28, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on September 28, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 5,654.93 | 3.41% | |
| **Total Bank Insured Deposit *** | | | | | **5,654.93** | **3.41%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 47.000 | 56.860 | 2,672.42 | 1.61% | 37.60 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 50.000 | 56.690 | 2,834.50 | 1.71% | 70.00 |
| AMERISOURCEBERGEN CORP | Cash | ABC | 27.000 | 38.710 | 1,045.17 | 0.63% | 14.04 |
| AMGEN INC | Cash | AMGN | 39.000 | 84.290 | 3,287.31 | 1.98% | 56.16 |
| APPLE INC | Cash | AAPL | 13.000 | 667.105 | 8,672.36 | 5.23% | |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 369.670 | 1,478.68 | 0.89% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 41.000 | 60.270 | 2,471.07 | 1.49% | 73.80 |
| BOEING COMPANY | Cash | BA | 32.000 | 69.595 | 2,227.04 | 1.34% | 56.32 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 45.000 | 57.010 | 2,565.45 | 1.55% | 9.00 |
| CATERPILLAR INC | Cash | CAT | 25.000 | 86.040 | 2,151.00 | 1.30% | 52.00 |
| CHEVRON CORPORATION | Cash | CVX | 59.000 | 116.560 | 6,877.04 | 4.15% | 212.40 |
| CISCO SYSTEMS INC | Cash | CSCO | 291.000 | 19.095 | 5,556.65 | 3.35% | 162.96 |
| CITIGROUP INC NEW | Cash | C | 243.000 | 32.720 | 7,950.96 | 4.80% | 9.72 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 175.000 | 34.810 | 6,091.75 | 3.67% | 113.75 |
| CONOCOPHILLIPS | Cash | COP | 60.000 | 57.180 | 3,430.80 | 2.07% | 158.40 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 93.000 | 48.420 | 4,503.06 | 2.72% | 60.45 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 30.000 | 50.270 | 1,508.10 | 0.91% | 51.60 |
| EMC CORPORATION | Cash | EMC | 104.000 | 27.270 | 2,836.08 | 1.71% | |
| FACEBOOK INC-CLASS A | Cash | FB | 40.000 | 21.660 | 866.40 | 0.52% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 71.000 | 39.580 | 2,810.18 | 1.70% | 88.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 111.000 | 22.710 | 2,520.81 | 1.52% | 75.48 |
| GILEAD SCIENCES INC | Cash | GILD | 22.000 | 66.330 | 1,459.26 | 0.88% | |
| GOOGLE INC-CL A | Cash | GOOG | 4.000 | 754.500 | 3,018.00 | 1.82% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 80.000 | 59.750 | 4,780.00 | 2.88% | 119.20 |
| INTEL CORPORATION | Cash | INTC | 89.000 | 22.655 | 2,016.30 | 1.22% | 80.10 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 207.450 | 2,904.30 | 1.75% | 47.60 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| JOHNSON & JOHNSON | Cash | JNJ | 58.000 | 68.910 | 3,996.78 | 2.41% | 141.52 |
| JOY GLOBAL INC | Cash | JOY | 18.000 | 56.060 | 1,009.08 | 0.61% | 12.60 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 64.000 | 30.240 | 1,935.36 | 1.17% | 40.96 |
| MACYS INC | Cash | M | 89.000 | 37.620 | 3,348.18 | 2.02% | 71.20 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 451.480 | 2,708.88 | 1.63% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 86.030 | 3,011.05 | 1.82% | 28.00 |
| MERCK & CO INC NEW | Cash | MRK | 89.000 | 45.095 | 4,013.45 | 2.42% | 149.52 |
| MONSANTO CO NEW | Cash | MON | 29.000 | 91.020 | 2,639.58 | 1.59% | 43.50 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 38.000 | 86.060 | 3,270.28 | 1.97% | 82.08 |
| ORACLE CORP | Cash | ORCL | 150.000 | 31.460 | 4,719.00 | 2.85% | 36.00 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 83.580 | 2,089.50 | 1.26% | 41.00 |
| PFIZER INCORPORATED | Cash | PFE | 222.000 | 24.850 | 5,516.70 | 3.33% | 195.36 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 38.000 | 63.100 | 2,397.80 | 1.45% | 60.80 |
| QUALCOMM INC | Cash | QCOM | 36.000 | 62.470 | 2,248.92 | 1.36% | 36.00 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 73.000 | 1,314.00 | 0.79% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ROSS STORES INCORPORATED | Cash | ROST | 32.000 | 64.590 | 2,066.88 | 1.25% | 17.92 |
| SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 68.000 | 72.330 | 4,918.44 | 2.97% | 74.80 |
| SYSCO CORPORATION | Cash | SYY | 85.000 | 31.270 | 2,657.95 | 1.60% | 91.80 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 77.000 | 27.555 | 2,121.74 | 1.28% | 64.68 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 118.700 | 2,255.30 | 1.36% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 22.000 | 78.290 | 1,722.38 | 1.04% | 47.08 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 30.000 | 55.410 | 1,662.30 | 1.00% | 25.50 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 19.000 | 55.890 | 1,061.91 | 0.64% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 81.000 | 53.590 | 4,340.79 | 2.62% | 89.10 |
| WAL-MART STORES INC | Cash | WMT | 62.000 | 73.800 | 4,575.60 | 2.76% | 98.58 |
| **Total Equities** | | | | | **160,136.54** | **96.60%** | **3,050.13** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/04 Taxable Dividend | WAL-MART STORES INC<br>WMT on 62.000000 PD:2012-09-04 | Cash | WMT | 24.65 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/04 | Taxable Dividend | INTEL CORPORATION<br>INTC on 110.000000 PD:2012-09-01 | Cash | INTC | 24.75 |
| 09/04 | Taxable Dividend | CONOCOPHILLIPS<br>COP on 46.000000 PD:2012-09-04 | Cash | COP | 30.36 |
| 09/04 | Taxable Dividend | AMERISOURCEBERGEN CORP<br>ABC on 27.000000 PD:2012-09-04 | Cash | ABC | 3.51 |
| 09/05 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 222.000000 PD:2012-09-05 | Cash | PFE | 48.84 |
| 09/07 | Taxable Dividend | PARKER HANNIFIN CORPORATION<br>PH on 25.000000 PD:2012-09-07 | Cash | PH | 10.25 |
| 09/07 | Taxable Dividend | BOEING COMPANY<br>BA on 32.000000 PD:2012-09-07 | Cash | BA | 14.08 |
| 09/07 | Taxable Dividend | AMGEN INC<br>AMGN on 39.000000 PD:2012-09-07 | Cash | AMGN | 14.04 |
| 09/10 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 22.000000 PD:2012-09-10 | Cash | UTX | 11.77 |
| 09/10 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 14.000000 PD:2012-09-10 | Cash | IBM | 11.90 |
| 09/10 | Taxable Dividend | HONEYWELL INTERNATIONAL INC. COM<br>HON on 80.000000 PD:2012-09-10 | Cash | HON | 29.80 |
| 09/10 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 46.000000 PD:2012-09-10 | Cash | CVX | 41.40 |
| 09/11 | Taxable Dividend | JOHNSON & JOHNSON<br>JNJ on 48.000000 PD:2012-09-11 | Cash | JNJ | 29.28 |
| 09/12 | Taxable Dividend | DUPONT E I DE NEMOURS & CO<br>DD on 30.000000 PD:2012-09-12 | Cash | DD | 12.90 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/21 | Taxable Dividend | UNITEDHEALTH GROUP INC<br>UNH on 30.000000 PD:2012-09-21 | Cash | UNH | 6.38 |
| 09/26 | Taxable Dividend | QUALCOMM INC<br>QCOM on 36.000000 PD:2012-09-26 | Cash | QCOM | 9.00 |
| 09/27 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.11 |
| 09/28 | Taxable Dividend | ROSS STORES INCORPORATED<br>ROST on 32.000000 PD:2012-09-28 | Cash | ROST | 4.48 |
| **Total Income Activity** | | | | | **327.50** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/04 | Sell | F5 NETWORKS INCORPORATED | Cash | FFIV | (7.000) | 94.510 | 661.56 |
| 09/06 | Sell | GOOGLE INC-CL A | Cash | GOOG | (1.000) | 697.250 | 697.23 |
| 09/06 | Sell | APPLE INC | Cash | AAPL | (1.000) | 676.820 | 676.80 |
| 09/19 | Sell | MOSAIC CO/THE NEW | Cash | MOS | (9.000) | 59.610 | 536.48 |
| 09/19 | Sell | GILEAD SCIENCES INC | Cash | GILD | (11.000) | 66.920 | 736.10 |
| 09/20 | Sell | MOSAIC CO/THE NEW | Cash | MOS | (12.000) | 60.400 | 724.78 |
| **Total Securities Sold/Matured** | | | | | | | **4,032.95** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/06 | Buy | FACEBOOK INC-CLASS A | Cash | FB | 40.000 | 18.960 | (758.40) |
| 09/10 | Buy | JOHNSON & JOHNSON | Cash | JNJ | 10.000 | 68.370 | (683.70) |
| 09/11 | Buy | VIACOM INC NEW-CLASS B | Cash | VIAB | 16.000 | 51.045 | (816.72) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/17 | Buy | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086 | Cash | SLB | 12.000 | 77.840 | (934.08) |
| 09/17 | Buy | OCCIDENTAL PETROLEUM CORP | Cash | OXY | 8.000 | 91.170 | (729.36) |
| 09/17 | Buy | CONOCOPHILLIPS | Cash | COP | 14.000 | 58.440 | (818.16) |
| 09/17 | Buy | CHEVRON CORPORATION | Cash | CVX | 13.000 | 117.980 | (1,533.74) |
| **Total Securities Purchased** | | | | | | | **(6,274.16)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 327.39 | | 2,097.86 | |
| Money Market | 0.11 | | 1.21 | |
| **Total Income** | **327.50** | | **2,099.07** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **4,032.95** | **75,278.77** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 08/31/12 | Beginning Balance | | 8,017.51 |
| 09/04/12 | Sweep to 500 Bank Insured Deposit | 83.27 | 8,100.78 |
| 09/05/12 | Sweep to 500 Bank Insured Deposit | 558.29 | 8,659.07 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 09/06/12 | Sweep from 500 Bank Insured Deposit | (958.32) | 7,700.75 |
| 09/07/12 | Sweep to 500 Bank Insured Deposit | 689.68 | 8,390.43 |
| 09/10/12 | Sweep to 500 Bank Insured Deposit | 105.12 | 8,495.55 |
| 09/11/12 | Sweep to 500 Bank Insured Deposit | 644.91 | 9,140.46 |
| 09/12/12 | Sweep to 500 Bank Insured Deposit | 12.90 | 9,153.36 |
| 09/13/12 | Sweep from 500 Bank Insured Deposit | (683.70) | 8,469.66 |
| 09/14/12 | Sweep from 500 Bank Insured Deposit | (816.72) | 7,652.94 |
| 09/20/12 | Sweep from 500 Bank Insured Deposit | (4,015.34) | 3,637.60 |
| 09/21/12 | Sweep to 500 Bank Insured Deposit | 6.38 | 3,643.98 |
| 09/24/12 | Sweep to 500 Bank Insured Deposit | 1,272.58 | 4,916.56 |
| 09/25/12 | Sweep to 500 Bank Insured Deposit | 724.78 | 5,641.34 |
| 09/26/12 | Sweep to 500 Bank Insured Deposit | 9.00 | 5,650.34 |
| 09/27/12 | Accumulated Earnings Posted | 0.11 | 5,650.45 |
| 09/28/12 | Sweep to 500 Bank Insured Deposit | 4.48 | 5,654.93 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/01/12 | Dividend | MCKESSON CORPORATION | MCK | 7.00 |
| 10/01/12 | Dividend | UNION PACIFIC CORPORATION | UNP | 11.40 |
| 10/01/12 | Dividend | MACYS INC | M | 17.80 |
| 10/01/12 | Dividend | BAXTER INTERNATIONAL INC | BAX | 18.45 |
| 10/01/12 | Dividend | VIACOM INC NEW-CLASS B | VIAB | 22.27 |
| 10/05/12 | Dividend | MERCK & CO INC NEW | MRK | 37.38 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/12/12 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 15.40 |
| 10/15/12 | Dividend | OCCIDENTAL PETROLEUM CORP | OXY | 16.20 |
| 10/25/12 | Dividend | GENERAL ELECTRIC COMPANY | GE | 18.87 |
| **Total** | | | | **164.77** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the *date of this statement. Further, please note that DPP or REIT securities are generally illiquid,* and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
September 28, 2012 to October 31, 2012

Kenny E Marchant Sr
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 6,717.32 | 156,875.71 | 163,593.03 |
| Total Assets Held in Account | | 6,717.32 | 156,875.71 | 163,593.03 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest.á If you invest in Canadian Securities please go to http://cdntax.swst.comá on the SWS website for additional information.

Account Number: [redacted]
Kenny E Marchant Sr
Lazard Asset Management

**Statement Period**
September 28, 2012 to October 31, 2012

**Page**

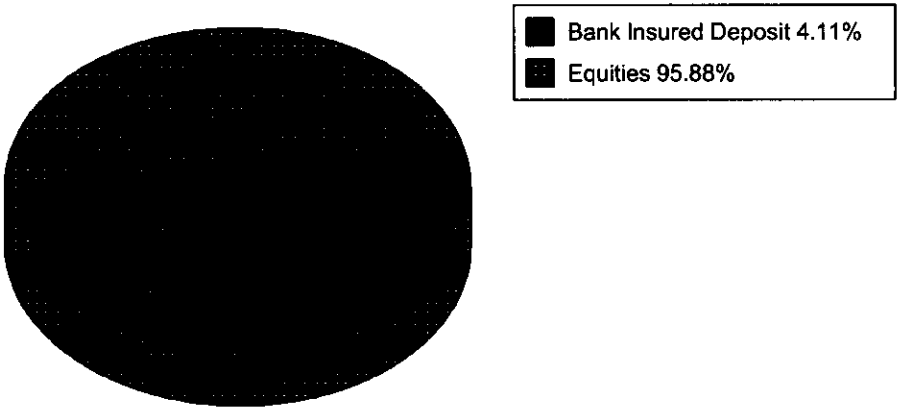

## Account Summary

| | 09/28/12 Value | 10 /31/12 Value |
|---|---|---|
| Bank Insured Deposit * | 5,654.93 | 6,717.32 |
| Equities | 160,136.54 | 156,875.71 |
| **Total Account Value** | **165,791.47** | **163,593.03** |
| **Net Account Value** | **165,791.47** | **163,593.03** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 5,654.93 | 160,136.54 | 165,791.47 |
| Funds Deposited | | | |
| Income Activity | 267.92 | | 267.92 |
| Securities Sold/Matured | 8,102.66 | (8,102.66) | |
| Securities Received | | | |
| Funds Withdrawn | (625.11) | | (625.11) |
| Margin Interest | | | |
| Securities Purchased | (6,683.08) | 6,683.08 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (1,841.25) | (1,841.25) |
| **Ending Balance** | **6,717.32** | **156,875.71** | **163,593.03** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on October 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on October 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| 500 Bank Insured Deposit | MMkt | | | | 6,717.32 | 4.11% | |
| **Total Bank Insured Deposit *** | | | | | **6,717.32** | **4.11%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 47.000 | 55.970 | 2,630.59 | 1.61% | 37.60 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 50.000 | 58.370 | 2,918.50 | 1.78% | 90.00 |
| AMGEN INC | Cash | AMGN | 31.000 | 86.490 | 2,681.19 | 1.64% | 44.64 |
| APPLE INC | Cash | AAPL | 10.000 | 595.320 | 5,953.20 | 3.64% | 106.00 |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 375.000 | 1,500.00 | 0.92% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 41.000 | 62.630 | 2,567.83 | 1.57% | 73.80 |
| BOEING COMPANY | Cash | BA | 32.000 | 70.440 | 2,254.08 | 1.38% | 56.32 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 45.000 | 60.170 | 2,707.65 | 1.66% | 9.00 |
| CATERPILLAR INC | Cash | CAT | 12.000 | 84.810 | 1,017.72 | 0.62% | 24.96 |
| CHEVRON CORPORATION | Cash | CVX | 59.000 | 110.241 | 6,504.22 | 3.98% | 212.40 |
| CISCO SYSTEMS INC | Cash | CSCO | 291.000 | 17.145 | 4,989.19 | 3.05% | 162.96 |
| CITIGROUP INC NEW | Cash | C | 243.000 | 37.390 | 9,085.77 | 5.55% | 9.72 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 152.000 | 36.440 | 5,538.88 | 3.39% | 98.80 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CONOCOPHILLIPS | Cash | COP | 60.000 | 57.850 | 3,471.00 | 2.12% | 158.40 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 93.000 | 46.400 | 4,315.20 | 2.64% | 60.45 |
| DUPONT E I DE NEMOURS & CO | Cash | DD | 30.000 | 44.520 | 1,335.60 | 0.82% | 51.60 |
| EMC CORPORATION | Cash | EMC | 104.000 | 24.420 | 2,539.68 | 1.55% | |
| FACEBOOK INC-CLASS A | Cash | FB | 40.000 | 21.110 | 844.40 | 0.52% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 71.000 | 38.880 | 2,760.48 | 1.69% | 88.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 111.000 | 21.060 | 2,337.66 | 1.43% | 75.48 |
| GILEAD SCIENCES INC | Cash | GILD | 22.000 | 67.175 | 1,477.85 | 0.90% | |
| GOOGLE INC-CL A | Cash | GOOG | 4.000 | 680.298 | 2,721.19 | 1.66% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 80.000 | 61.240 | 4,899.20 | 2.99% | 131.20 |
| INTEL CORPORATION | Cash | INTC | 89.000 | 21.630 | 1,925.07 | 1.18% | 80.10 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 194.530 | 2,723.42 | 1.66% | 47.60 |
| JOHNSON & JOHNSON | Cash | JNJ | 58.000 | 70.820 | 4,107.56 | 2.51% | 141.52 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| JOY GLOBAL INC | Cash | JOY | 18.000 | 62.450 | 1,124.10 | 0.69% | 12.60 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 64.000 | 32.380 | 2,072.32 | 1.27% | 40.96 |
| MACYS INC | Cash | M | 89.000 | 38.070 | 3,388.23 | 2.07% | 71.20 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 460.930 | 2,765.58 | 1.69% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 93.310 | 3,265.85 | 2.00% | 28.00 |
| MERCK & CO INC NEW | Cash | MRK | 89.000 | 45.630 | 4,061.07 | 2.48% | 149.52 |
| MICROSOFT CORPORATION | Cash | MSFT | 117.000 | 28.540 | 3,339.18 | 2.04% | 107.64 |
| MONSANTO CO NEW | Cash | MON | 29.000 | 86.070 | 2,496.03 | 1.53% | 43.50 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 38.000 | 78.960 | 3,000.48 | 1.83% | 82.08 |
| ORACLE CORP | Cash | ORCL | 150.000 | 31.080 | 4,662.00 | 2.85% | 36.00 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 78.660 | 1,966.50 | 1.20% | 41.00 |
| PEABODY ENERGY CORPORATION | Cash | BTU | 29.000 | 27.900 | 809.10 | 0.49% | 9.86 |
| PFIZER INCORPORATED | Cash | PFE | 222.000 | 24.870 | 5,521.14 | 3.37% | 195.36 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 38.000 | 58.200 | 2,211.60 | 1.35% | 60.80 |
| QUALCOMM INC | Cash | QCOM | 36.000 | 58.610 | 2,109.96 | 1.29% | 36.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 72.190 | 1,299.42 | 0.79% | |
| REPUBLIC SERVICES INC COMMON | Cash | RSG | 21.000 | 28.350 | 595.35 | 0.36% | 19.74 |
| ROSS STORES INCORPORATED | Cash | ROST | 32.000 | 60.950 | 1,950.40 | 1.19% | 17.92 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 68.000 | 69.530 | 4,728.04 | 2.89% | 74.80 |
| SYSCO CORPORATION | Cash | SYY | 85.000 | 31.070 | 2,640.95 | 1.61% | 91.80 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 57.000 | 28.090 | 1,601.13 | 0.98% | 47.88 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 123.030 | 2,337.57 | 1.43% | 45.60 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 22.000 | 78.160 | 1,719.52 | 1.05% | 47.08 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 30.000 | 56.000 | 1,680.00 | 1.03% | 25.50 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 19.000 | 48.280 | 917.32 | 0.56% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 81.000 | 51.290 | 4,154.49 | 2.54% | 89.10 |
| WAL-MART STORES INC | Cash | WMT | 62.000 | 75.020 | 4,651.24 | 2.84% | 98.58 |
| **Total Equities** | | | | | **156,875.71** | **95.88%** | **3,241.02** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/01 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 81.000000 PD:2012-10-01 | Cash | VIAB | 22.27 |
| 10/01 | Taxable Dividend | UNION PACIFIC CORPORATION<br>UNP on 19.000000 PD:2012-10-01 | Cash | UNP | 11.40 |
| 10/01 | Taxable Dividend | MCKESSON CORPORATION<br>MCK on 35.000000 PD:2012-10-01 | Cash | MCK | 7.00 |
| 10/01 | Taxable Dividend | MACYS INC<br>M on 89.000000 PD:2012-10-01 | Cash | M | 17.80 |
| 10/01 | Taxable Dividend | BAXTER INTERNATIONAL INC<br>BAX on 41.000000 PD:2012-10-01 | Cash | BAX | 18.45 |
| 10/05 | Taxable Dividend | MERCK & CO INC NEW<br>MRK on 89.000000 PD:2012-10-05 | Cash | MRK | 37.38 |
| 10/12 | Taxable Dividend | SCHLUMBERGER LIMITED<br>ISIN #AN8068571086<br>SLB on 56.000000 PD:2012-10-12 | Cash | SLB | 15.40 |
| 10/15 | Taxable Dividend | OCCIDENTAL PETROLEUM CORP<br>OXY on 30.000000 PD:2012-10-15 | Cash | OXY | 16.20 |
| 10/24 | Taxable Dividend | COMCAST CORP-SPECIAL CL A NEW<br>CMCSK on 175.000000 PD:2012-10-24 | Cash | CMCSK | 28.44 |
| 10/24 | Taxable Dividend | CISCO SYSTEMS INC<br>CSCO on 291.000000 PD:2012-10-24 | Cash | CSCO | 40.74 |
| 10/25 | Taxable Dividend | GENERAL ELECTRIC COMPANY<br>GE on 111.000000 PD:2012-10-25 | Cash | GE | 18.87 |
| 10/26 | Taxable Dividend | SYSCO CORPORATION<br>SYY on 85.000000 PD:2012-10-26 | Cash | SYY | 22.95 |
| 10/26 | Taxable Dividend | MONSANTO CO NEW<br>MON on 29.000000 PD:2012-10-26 | Cash | MON | 10.88 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.14 |
| **Total Income Activity** | | | | | **267.92** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/03 | Sell | CATERPILLAR INC | Cash | CAT | (13.000) | 84.690 | 1,100.95 |
| 10/03 | Sell | APPLE INC | Cash | AAPL | (2.000) | 666.440 | 1,332.85 |
| 10/04 | Sell | COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | (23.000) | 35.290 | 811.65 |
| 10/05 | Sell | APPLE INC | Cash | AAPL | (1.000) | 658.370 | 658.36 |
| 10/09 | Sell | AMGEN INC | Cash | AMGN | (8.000) | 85.580 | 684.62 |
| 10/18 | Sell | AMERISOURCEBERGEN CORP | Cash | ABC | (27.000) | 40.790 | 1,101.31 |
| 10/19 | Sell | ABBOTT LABORATORIES INC | Cash | ABT | (28.000) | 66.470 | 1,861.12 |
| 10/23 | Sell | TEXAS INSTRUMENTS INC | Cash | TXN | (20.000) | 27.590 | 551.80 |
| **Total Securities Sold/Matured** | | | | | | | **8,102.66** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 10/11 | Journal | ADV FEE | Cash | | (625.11) |
| **Total Funds Withdrawn** | | | | | **(625.11)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/09 | Buy | ABBOTT LABORATORIES INC | Cash | ABT | 28.000 | 70.840 | (1,983.52) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/18 | Buy | REPUBLIC SERVICES INC COMMON | Cash | RSG | 21.000 | 28.600 | (600.60) |
| 10/23 | Buy | MICROSOFT CORPORATION | Cash | MSFT | 55.000 | 28.040 | (1,542.17) |
| 10/26 | Buy | PEABODY ENERGY CORPORATION | Cash | BTU | 29.000 | 28.240 | (818.96) |
| 10/26 | Buy | MICROSOFT CORPORATION | Cash | MSFT | 62.000 | 28.030 | (1,737.83) |
| **Total Securities Purchased** | | | | | | | **(6,683.08)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 267.78 | | 2,365.64 | |
| Money Market | 0.14 | | 1.35 | |
| **Total Income** | **267.92** | | **2,366.99** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **8,102.66** | **83,381.43** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 09/28/12 | Beginning Balance | | 5,654.93 |
| 10/01/12 | Sweep to 500 Bank Insured Deposit | 76.92 | 5,731.85 |
| 10/05/12 | Sweep to 500 Bank Insured Deposit | 37.38 | 5,769.23 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/09/12 | Sweep to 500 Bank Insured Deposit | 2,433.80 | 8,203.03 |
| 10/10/12 | Sweep to 500 Bank Insured Deposit | 811.65 | 9,014.68 |
| 10/11/12 | Sweep to 500 Bank Insured Deposit | 658.36 | 9,673.04 |
| 10/12/12 | Sweep from 500 Bank Insured Deposit | (1,924.01) | 7,749.03 |
| 10/15/12 | Sweep to 500 Bank Insured Deposit | 31.60 | 7,780.63 |
| 10/23/12 | Sweep to 500 Bank Insured Deposit | 500.71 | 8,281.34 |
| 10/24/12 | Sweep to 500 Bank Insured Deposit | 1,930.30 | 10,211.64 |
| 10/26/12 | Sweep from 500 Bank Insured Deposit | (937.67) | 9,273.97 |
| 10/30/12 | Accumulated Earnings Posted | 0.14 | 9,274.11 |
| 10/31/12 | Sweep from 500 Bank Insured Deposit | (2,556.79) | 6,717.32 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 11/01/12 | Dividend | FREEPORT MCMORAN COPPER & GOLD CL B | FCX | 22.19 |
| 11/02/12 | Dividend | ORACLE CORP | ORCL | 9.00 |
| 11/02/12 | Dividend | CVS/CAREMARK CORPORATION | CVS | 15.11 |
| 11/05/12 | Dividend | PNC FINANCIAL SERVICES GROUP | PNC | 15.20 |
| 11/07/12 | Dividend | LOWES COMPANIES INCORPORATED | LOW | 10.24 |
| 11/09/12 | Dividend | MASTERCARD INC-CL A | MA | 1.80 |
| 11/09/12 | Dividend | AMERICAN EXPRESS COMPANY | AXP | 9.40 |
| 11/20/12 | Dividend | CATERPILLAR INC | CAT | 6.24 |

## Other Important Information

### Estimated Pending Income (continued)

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 12/03/12 | Dividend | CONOCOPHILLIPS | COP | 39.60 |
| **Total** | | | | **128.78** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
October 31, 2012 to November 30, 2012

Kenny E Marchant Sr
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 7,170.76 | 157,251.94 | 164,422.70 |
| Total Assets Held in Account | | 7,170.76 | 157,251.94 | 164,422.70 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Kenny E Marchant Sr**
**Lazard Asset Management**

| Statement Period | Page |
|---|---|
| October 31, 2012 to November 30, 2012 | 1 of 10 |

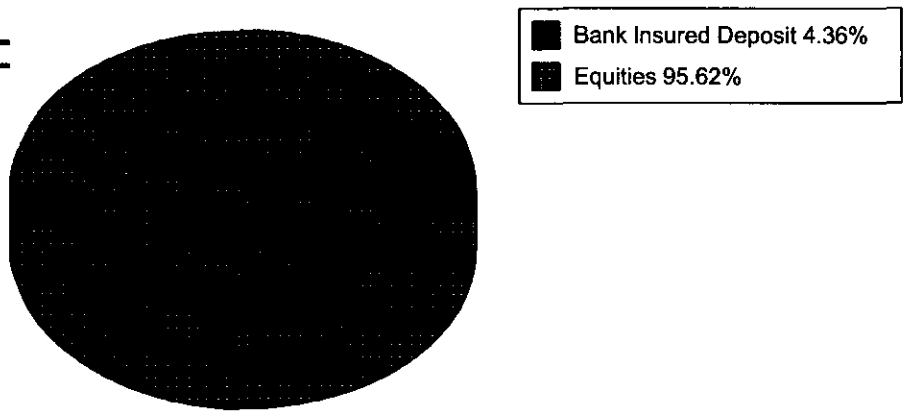
## Account Summary

| | 10/31/12 Value | 11 /30/12 Value |
|---|---|---|
| Bank Insured Deposit * | 6,717.32 | 7,170.76 |
| Equities | 156,875.71 | 157,251.94 |
| **Total Account Value** | **163,593.03** | **164,422.70** |
| **Net Account Value** | **163,593.03** | **164,422.70** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,717.32 | 156,875.71 | 163,593.03 |
| Funds Deposited | | | |
| Income Activity | 171.64 | | 171.64 |
| Securities Sold/Matured | 5,963.70 | (5,963.70) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (5,681.90) | 5,681.90 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 658.03 | 658.03 |
| **Ending Balance** | **7,170.76** | **157,251.94** | **164,422.70** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on November 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on November 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| NEW YORK COMMUNITY BA | Cash Equivalent | | | | 7,170.76 | 4.36% | |
| **Total Bank Insured Deposit *** | | | | | **7,170.76** | **4.36%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 69.000 | 55.900 | 3,857.10 | 2.35% | 55.20 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 50.000 | 60.670 | 3,033.50 | 1.84% | 90.00 |
| AMGEN INC | Cash | AMGN | 31.000 | 88.800 | 2,752.80 | 1.67% | 44.64 |
| APPLE INC | Cash | AAPL | 10.000 | 585.280 | 5,852.80 | 3.56% | 106.00 |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 383.770 | 1,535.08 | 0.93% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 41.000 | 66.270 | 2,717.07 | 1.65% | 73.80 |
| BOEING COMPANY | Cash | BA | 32.000 | 74.280 | 2,376.96 | 1.45% | 56.32 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 45.000 | 57.600 | 2,592.00 | 1.58% | 9.00 |
| CATERPILLAR INC | Cash | CAT | 12.000 | 85.240 | 1,022.88 | 0.62% | 24.96 |
| CHEVRON CORPORATION | Cash | CVX | 32.000 | 105.690 | 3,382.08 | 2.06% | 115.20 |
| CISCO SYSTEMS INC | Cash | CSCO | 291.000 | 18.910 | 5,502.81 | 3.35% | 162.96 |
| CITIGROUP INC NEW | Cash | C | 243.000 | 34.570 | 8,400.51 | 5.11% | 9.72 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 152.000 | 36.040 | 5,478.08 | 3.33% | 98.80 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CONOCOPHILLIPS | Cash | COP | 60.000 | 56.940 | 3,416.40 | 2.08% | 158.40 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 93.000 | 46.510 | 4,325.43 | 2.63% | 60.45 |
| EMC CORPORATION | Cash | EMC | 104.000 | 24.820 | 2,581.28 | 1.57% | |
| FACEBOOK INC-CLASS A | Cash | FB | 40.000 | 28.000 | 1,120.00 | 0.68% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 71.000 | 39.010 | 2,769.71 | 1.68% | 88.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 111.000 | 21.130 | 2,345.43 | 1.43% | 75.48 |
| GILEAD SCIENCES INC | Cash | GILD | 22.000 | 75.000 | 1,650.00 | 1.00% | |
| GOOGLE INC-CL A | Cash | GOOG | 4.000 | 698.370 | 2,793.48 | 1.70% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 80.000 | 61.330 | 4,906.40 | 2.98% | 131.20 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 190.070 | 2,660.98 | 1.62% | 47.60 |
| JOHNSON & JOHNSON | Cash | JNJ | 58.000 | 69.730 | 4,044.34 | 2.46% | 141.52 |
| JOY GLOBAL INC | Cash | JOY | 18.000 | 56.990 | 1,025.82 | 0.62% | 12.60 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 64.000 | 36.090 | 2,309.76 | 1.40% | 40.96 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MACYS INC | Cash | M | 89.000 | 38.700 | 3,444.30 | 2.09% | 71.20 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 488.680 | 2,932.08 | 1.78% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 94.470 | 3,306.45 | 2.01% | 28.00 |
| MERCK & CO INC NEW | Cash | MRK | 89.000 | 44.300 | 3,942.70 | 2.40% | 153.08 |
| MICROSOFT CORPORATION | Cash | MSFT | 117.000 | 26.615 | 3,113.95 | 1.89% | 107.64 |
| MONSANTO CO NEW | Cash | MON | 29.000 | 91.590 | 2,656.11 | 1.62% | 43.50 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 38.000 | 75.210 | 2,857.98 | 1.74% | 82.08 |
| ORACLE CORP | Cash | ORCL | 178.000 | 32.175 | 5,727.15 | 3.48% | 42.72 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 82.150 | 2,053.75 | 1.25% | 41.00 |
| PEABODY ENERGY CORPORATION | Cash | BTU | 52.000 | 25.110 | 1,305.72 | 0.79% | 17.68 |
| PEPSICO INCORPORATED | Cash | PEP | 23.000 | 70.210 | 1,614.83 | 0.98% | 49.45 |
| PFIZER INCORPORATED | Cash | PFE | 222.000 | 25.020 | 5,554.44 | 3.38% | 195.36 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 38.000 | 56.140 | 2,133.32 | 1.30% | 60.80 |
| QUALCOMM INC | Cash | QCOM | 47.000 | 63.620 | 2,990.14 | 1.82% | 47.00 |
| RALCORP HOLDINGS INC | Cash | RAH | 18.000 | 89.140 | 1,604.52 | 0.98% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| REPUBLIC SERVICES INC COMMON | Cash | RSG | 48.000 | 28.470 | 1,366.56 | 0.83% | 45.12 |
| ROSS STORES INCORPORATED | Cash | ROST | 32.000 | 57.076 | 1,826.43 | 1.11% | 17.92 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 68.000 | 71.620 | 4,870.16 | 2.96% | 74.80 |
| SYSCO CORPORATION | Cash | SYY | 85.000 | 31.650 | 2,690.25 | 1.64% | 95.20 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 57.000 | 29.470 | 1,679.79 | 1.02% | 47.88 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 122.780 | 2,332.82 | 1.42% | 52.44 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 22.000 | 80.110 | 1,762.42 | 1.07% | 47.08 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 30.000 | 54.390 | 1,631.70 | 0.99% | 25.50 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 19.000 | 39.790 | 756.01 | 0.46% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 81.000 | 51.610 | 4,180.41 | 2.54% | 89.10 |
| WAL-MART STORES INC | Cash | WMT | 62.000 | 72.020 | 4,465.24 | 2.72% | 98.58 |
| **Total Equities** | | | | | **157,251.94** | **95.62%** | **3,143.89** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/01 | Taxable Dividend | FREEPORT MCMORAN COPPER & GOLD CL B<br>FCX on 71.000000 PD:2012-11-01 | Cash | FCX | 22.19 |
| 11/02 | Taxable Dividend | ORACLE CORP<br>ORCL on 150.000000 PD:2012-11-02 | Cash | ORCL | 9.00 |
| 11/02 | Taxable Dividend | CVS/CAREMARK CORPORATION<br>CVS on 93.000000 PD:2012-11-02 | Cash | CVS | 15.11 |
| 11/05 | Taxable Dividend | PNC FINANCIAL SERVICES GROUP<br>PNC on 38.000000 PD:2012-11-05 | Cash | PNC | 15.20 |
| 11/07 | Taxable Dividend | LOWES COMPANIES INCORPORATED<br>LOW on 64.000000 PD:2012-11-07 | Cash | LOW | 10.24 |
| 11/09 | Taxable Dividend | MASTERCARD INC-CL A<br>MA on 6.000000 PD:2012-11-09 | Cash | MA | 1.80 |
| 11/09 | Taxable Dividend | AMERICAN EXPRESS COMPANY<br>AXP on 47.000000 PD:2012-11-09 | Cash | AXP | 9.40 |
| 11/15 | Taxable Dividend | APPLE INC<br>AAPL on 10.000000 PD:2012-11-15 | Cash | AAPL | 26.50 |
| 11/15 | Taxable Dividend | ABBOTT LABORATORIES INC<br>ABT on 28.000000 PD:2012-11-15 | Cash | ABT | 14.28 |
| 11/16 | Taxable Dividend | AMERIPRISE FINANCIAL INC<br>AMP on 50.000000 PD:2012-11-16 | Cash | AMP | 22.50 |
| 11/19 | Taxable Dividend | TEXAS INSTRUMENTS INC<br>TXN on 57.000000 PD:2012-11-19 | Cash | TXN | 11.97 |
| 11/19 | Taxable Dividend | CAPITAL ONE FINANCIAL CORP<br>COF on 45.000000 PD:2012-11-19 | Cash | COF | 2.25 |
| 11/20 | Taxable Dividend | CATERPILLAR INC<br>CAT on 12.000000 PD:2012-11-20 | Cash | CAT | 6.24 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/21 | Taxable Dividend | CITIGROUP INC NEW C on 243.000000 PD:2012-11-21 | Cash | C | 2.43 |
| 11/23 | Taxable Dividend | PEABODY ENERGY CORPORATION BTU on 29.000000 PD:2012-11-23 | Cash | BTU | 2.46 |
| 11/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.07 |
| **Total Income Activity** | | | | | **171.64** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/05 | Sell | DUPONT E I DE NEMOURS & CO | Cash | DD | (30.000) | 44.250 | 1,327.47 |
| 11/13 | Sell | INTEL CORPORATION | Cash | INTC | (89.000) | 20.540 | 1,828.02 |
| 11/21 | Sell | CHEVRON CORPORATION | Cash | CVX | (27.000) | 104.010 | 2,808.21 |
| **Total Securities Sold/Matured** | | | | | | | **5,963.70** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/05 | Buy | ORACLE CORP | Cash | ORCL | 28.000 | 31.050 | (869.40) |
| 11/12 | Buy | QUALCOMM INC | Cash | QCOM | 11.000 | 61.880 | (680.68) |
| 11/20 | Buy | AMERICAN EXPRESS COMPANY | Cash | AXP | 22.000 | 55.560 | (1,222.32) |
| 11/21 | Buy | REPUBLIC SERVICES INC COMMON | Cash | RSG | 27.000 | 27.600 | (745.20) |
| 11/21 | Buy | PEPSICO INCORPORATED | Cash | PEP | 23.000 | 69.300 | (1,593.90) |
| 11/21 | Buy | PEABODY ENERGY CORPORATION | Cash | BTU | 23.000 | 24.800 | (570.40) |
| **Total Securities Purchased** | | | | | | | **(5,681.90)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 171.57 | | 2,537.21 | |
| Money Market | 0.07 | | 1.42 | |
| **Total Income** | **171.64** | | **2,538.63** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **5,963.70** | **89,345.13** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/31/12 | Beginning Balance | | 6,717.32 |
| 11/01/12 | Sweep to 500 Bank Insured Deposit | 22.19 | 6,739.51 |
| 11/02/12 | Sweep to 500 Bank Insured Deposit | 24.11 | 6,763.62 |
| 11/05/12 | Sweep to 500 Bank Insured Deposit | 15.20 | 6,778.82 |
| 11/07/12 | Sweep to 500 Bank Insured Deposit | 10.24 | 6,789.06 |
| 11/08/12 | Sweep to 500 Bank Insured Deposit | 458.07 | 7,247.13 |
| 11/09/12 | Sweep to 500 Bank Insured Deposit | 11.20 | 7,258.33 |
| 11/15/12 | Sweep from 500 Bank Insured Deposit | (639.90) | 6,618.43 |
| 11/16/12 | Sweep to 500 Bank Insured Deposit | 1,850.52 | 8,468.95 |
| 11/19/12 | Sweep to 500 Bank Insured Deposit | 14.22 | 8,483.17 |
| 11/20/12 | Sweep to 500 Bank Insured Deposit | 6.24 | 8,489.41 |
| 11/21/12 | Sweep to 500 Bank Insured Deposit | 2.43 | 8,491.84 |
| 11/23/12 | Sweep to 500 Bank Insured Deposit | 2.46 | 8,494.30 |
| 11/26/12 | Sweep from 500 Bank Insured Deposit | (1,222.32) | 7,271.98 |
| 11/27/12 | Sweep from 500 Bank Insured Deposit | (101.29) | 7,170.69 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 11/29/12 | Accumulated Earnings Posted | 0.07 | 7,170.76 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 12/03/12 | Dividend | CONOCOPHILLIPS | COP | 39.60 |
| 12/04/12 | Dividend | PFIZER INCORPORATED | PFE | 48.84 |
| 12/07/12 | Dividend | PARKER HANNIFIN CORPORATION | PH | 10.25 |
| 12/07/12 | Dividend | AMGEN INC | AMGN | 11.16 |
| 12/07/12 | Dividend | BOEING COMPANY | BA | 14.08 |
| 12/10/12 | Dividend | UNITED TECHNOLOGIES CORP | UTX | 11.77 |
| 12/10/12 | Dividend | INTL BUSINESS MACHINES INC | IBM | 11.90 |
| 12/10/12 | Dividend | HONEYWELL INTERNATIONAL INC. COM | HON | 32.80 |
| 12/10/12 | Dividend | CHEVRON CORPORATION | CVX | 53.10 |
| 12/11/12 | Dividend | JOHNSON & JOHNSON | JNJ | 35.38 |
| 12/13/12 | Dividend | MICROSOFT CORPORATION | MSFT | 26.91 |
| 12/19/12 | Dividend | CISCO SYSTEMS INC | CSCO | 40.74 |
| **Total** | | | | **336.53** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
November 30, 2012 to December 31, 2012

Kenny E Marchant Sr
Lazard Asset Management
2125 N Josey Ln Ste 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E Marchant Sr | 8,471.15 | 157,910.66 | 166,381.81 |
| Total Assets Held in Account | | 8,471.15 | 157,910.66 | 166,381.81 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Kenny E Marchant Sr**
**Lazard Asset Management**

| Statement Period | Page |
|---|---|
| November 30, 2012 to December 31, 2012 | 1 of 11 |

## Account Summary

| | 11/30/12 Value | 12/31/12 Value |
|---|---|---|
| Cash & Money Market Funds | | (1,022.30) |
| Bank Insured Deposit * | 7,170.76 | 9,493.45 |
| Equities | 157,251.94 | 157,910.66 |
| **Total Account Value** | **164,422.70** | **166,381.81** |
| **Net Account Value** | **164,422.70** | **166,381.81** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 7,170.76 | 157,251.94 | 164,422.70 |
| Funds Deposited | | | |
| Income Activity | 491.67 | | 491.67 |
| Securities Sold/Matured | 9,051.44 | (9,051.44) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (8,242.72) | 8,242.72 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 1,467.45 | 1,467.45 |
| **Ending Balance** | **8,471.15** | **157,910.66** | **166,381.81** |

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on December 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.01% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on December 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

*For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash* management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (1,022.30) | (0.61%) | |
| **Total Cash & Money Market Funds** | | | | | **-1,022.30** | **(0.61%)** | |
| **Bank Insured Deposit *** | | | | | | | |
| NEW YORK COMMUNITY BA | Cash Equivalent | | | | 9,493.45 | 5.71% | |
| **Total Bank Insured Deposit *** | | | | | **9,493.45** | **5.71%** | |
| **Equities** | | | | | | | |
| AMERICAN EXPRESS COMPANY | Cash | AXP | 82.000 | 57.480 | 4,713.36 | 2.83% | 65.60 |
| AMERIPRISE FINANCIAL INC | Cash | AMP | 50.000 | 62.630 | 3,131.50 | 1.88% | 90.00 |
| AMGEN INC | Cash | AMGN | 31.000 | 86.200 | 2,672.20 | 1.61% | 58.28 |
| APPLE INC | Cash | AAPL | 12.000 | 532.173 | 6,386.08 | 3.84% | 127.20 |
| AUTOZONE INCORPORATED | Cash | AZO | 4.000 | 354.430 | 1,417.72 | 0.85% | |
| BAXTER INTERNATIONAL INC | Cash | BAX | 41.000 | 66.660 | 2,733.06 | 1.64% | 73.80 |
| BOEING COMPANY | Cash | BA | 32.000 | 75.360 | 2,411.52 | 1.45% | 62.08 |
| CAPITAL ONE FINANCIAL CORP | Cash | COF | 56.000 | 57.930 | 3,244.08 | 1.95% | 11.20 |
| CATERPILLAR INC | Cash | CAT | 12.000 | 89.609 | 1,075.30 | 0.65% | 24.96 |
| CHEVRON CORPORATION | Cash | CVX | 32.000 | 108.140 | 3,460.48 | 2.08% | 115.20 |
| CISCO SYSTEMS INC | Cash | CSCO | 291.000 | 19.649 | 5,717.98 | 3.44% | 162.96 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CITIGROUP INC NEW | Cash | C | 221.000 | 39.560 | 8,742.76 | 5.25% | 8.84 |
| COMCAST CORP-SPECIAL CL A NEW | Cash | CMCSK | 152.000 | 35.920 | 5,459.84 | 3.28% | 98.80 |
| CONOCOPHILLIPS | Cash | COP | 60.000 | 57.990 | 3,479.40 | 2.09% | 158.40 |
| CVS/CAREMARK CORPORATION | Cash | CVS | 93.000 | 48.350 | 4,496.55 | 2.70% | 83.70 |
| EMC CORPORATION | Cash | EMC | 104.000 | 25.300 | 2,631.20 | 1.58% | |
| FACEBOOK INC-CLASS A | Cash | FB | 40.000 | 26.620 | 1,064.79 | 0.64% | |
| FREEPORT MCMORAN COPPER & GOLD CL B RECLASSIFIED AS COMMON STOCK | Cash | FCX | 43.000 | 34.200 | 1,470.60 | 0.88% | 53.75 |
| GENERAL ELECTRIC COMPANY | Cash | GE | 111.000 | 20.990 | 2,329.89 | 1.40% | 84.36 |
| GILEAD SCIENCES INC | Cash | GILD | 22.000 | 73.450 | 1,615.90 | 0.97% | |
| GOOGLE INC-CL A | Cash | GOOG | 4.000 | 707.380 | 2,829.52 | 1.70% | |
| HONEYWELL INTERNATIONAL INC. COM | Cash | HON | 80.000 | 63.470 | 5,077.60 | 3.05% | 131.20 |
| INTL BUSINESS MACHINES INC | Cash | IBM | 14.000 | 191.550 | 2,681.70 | 1.61% | 47.60 |
| JOHNSON & JOHNSON | Cash | JNJ | 76.000 | 70.100 | 5,327.60 | 3.20% | 185.44 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| JOY GLOBAL INC | Cash | JOY | 29.000 | 63.780 | 1,849.62 | 1.11% | 20.30 |
| LOWES COMPANIES INCORPORATED | Cash | LOW | 64.000 | 35.520 | 2,273.28 | 1.37% | 40.96 |
| MACYS INC | Cash | M | 89.000 | 39.020 | 3,472.78 | 2.09% | 71.20 |
| MASTERCARD INC-CL A | Cash | MA | 6.000 | 491.280 | 2,947.68 | 1.77% | 7.20 |
| MCKESSON CORPORATION | Cash | MCK | 35.000 | 96.960 | 3,393.60 | 2.04% | 28.00 |
| MICROSOFT CORPORATION | Cash | MSFT | 98.000 | 26.710 | 2,617.55 | 1.57% | 90.16 |
| MONSANTO CO NEW | Cash | MON | 29.000 | 94.650 | 2,744.85 | 1.65% | 43.50 |
| OCCIDENTAL PETROLEUM CORP | Cash | OXY | 46.000 | 76.610 | 3,524.06 | 2.12% | 99.36 |
| ORACLE CORP | Cash | ORCL | 135.000 | 33.320 | 4,498.20 | 2.70% | 32.40 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 25.000 | 85.060 | 2,126.50 | 1.28% | 41.00 |
| PEABODY ENERGY CORPORATION | Cash | BTU | 52.000 | 26.610 | 1,383.72 | 0.83% | 17.68 |
| PEPSICO INCORPORATED | Cash | PEP | 23.000 | 68.430 | 1,573.89 | 0.95% | 49.45 |
| PFIZER INCORPORATED | Cash | PFE | 249.000 | 25.079 | 6,244.75 | 3.75% | 239.04 |
| PNC FINANCIAL SERVICES GROUP | Cash | PNC | 38.000 | 58.310 | 2,215.78 | 1.33% | 60.80 |
| *QUALCOMM INC* | *Cash* | *QCOM* | *47.000* | *61.860* | *2,907.40* | *1.75%* | *47.00* |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| REPUBLIC SERVICES INC COMMON | Cash | RSG | 48.000 | 29.330 | 1,407.84 | 0.85% | 45.12 |
| ROSS STORES INCORPORATED | Cash | ROST | 32.000 | 54.090 | 1,730.88 | 1.04% | 17.92 |
| SCHLUMBERGER LIMITED ISIN #AN8068571086 | Cash | SLB | 68.000 | 69.299 | 4,712.30 | 2.83% | 74.80 |
| SYSCO CORPORATION | Cash | SYY | 85.000 | 31.660 | 2,691.10 | 1.62% | 95.20 |
| TEXAS INSTRUMENTS INC | Cash | TXN | 86.000 | 30.890 | 2,656.54 | 1.60% | 72.24 |
| UNION PACIFIC CORPORATION | Cash | UNP | 19.000 | 125.720 | 2,388.68 | 1.44% | 52.44 |
| UNITED TECHNOLOGIES CORP | Cash | UTX | 22.000 | 82.010 | 1,804.22 | 1.08% | 47.08 |
| UNITEDHEALTH GROUP INC | Cash | UNH | 30.000 | 54.240 | 1,627.20 | 0.98% | 25.50 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 42.000 | 41.900 | 1,759.80 | 1.06% | |
| VIACOM INC NEW-CLASS B | Cash | VIAB | 94.000 | 52.740 | 4,957.56 | 2.98% | 103.40 |
| WAL-MART STORES INC | Cash | WMT | 62.000 | 68.230 | 4,230.26 | 2.54% | 98.58 |
| **Total Equities** | | | | | ***157,910.66*** | ***94.90%*** | ***3,163.70*** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/03 | Taxable Dividend | INTEL CORPORATION<br>INTC on 89.000000 PD:2012-12-01 | Cash | INTC | 20.02 |
| 12/03 | Taxable Dividend | CONOCOPHILLIPS<br>COP on 60.000000 PD:2012-12-03 | Cash | COP | 39.60 |
| 12/04 | Taxable Dividend | PFIZER INCORPORATED<br>PFE on 222.000000 PD:2012-12-04 | Cash | PFE | 48.84 |
| 12/07 | Taxable Dividend | PARKER HANNIFIN CORPORATION<br>PH on 25.000000 PD:2012-12-07 | Cash | PH | 10.25 |
| 12/07 | Taxable Dividend | BOEING COMPANY<br>BA on 32.000000 PD:2012-12-07 | Cash | BA | 14.08 |
| 12/07 | Taxable Dividend | AMGEN INC<br>AMGN on 31.000000 PD:2012-12-07 | Cash | AMGN | 11.16 |
| 12/10 | Taxable Dividend | UNITED TECHNOLOGIES CORP<br>UTX on 22.000000 PD:2012-12-10 | Cash | UTX | 11.77 |
| 12/10 | Taxable Dividend | INTL BUSINESS MACHINES INC<br>IBM on 14.000000 PD:2012-12-10 | Cash | IBM | 11.90 |
| 12/10 | Taxable Dividend | HONEYWELL INTERNATIONAL INC. COM<br>HON on 80.000000 PD:2012-12-10 | Cash | HON | 32.80 |
| 12/10 | Taxable Dividend | CHEVRON CORPORATION<br>CVX on 59.000000 PD:2012-12-10 | Cash | CVX | 53.10 |
| 12/11 | Taxable Dividend | JOHNSON & JOHNSON<br>JNJ on 58.000000 PD:2012-12-11 | Cash | JNJ | 35.38 |
| 12/13 | Taxable Dividend | MICROSOFT CORPORATION<br>MSFT on 117.000000 PD:2012-12-13 | Cash | MSFT | 26.91 |
| 12/18 | Taxable Dividend | JOY GLOBAL INC<br>JOY on 18.000000 PD:2012-12-18 | Cash | JOY | 3.15 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/19 | Taxable Dividend | CISCO SYSTEMS INC<br>CSCO on 291.000000 PD:2012-12-19 | Cash | CSCO | 40.74 |
| 12/21 | Taxable Dividend | UNITEDHEALTH GROUP INC<br>UNH on 30.000000 PD:2012-12-21 | Cash | UNH | 6.38 |
| 12/21 | Taxable Dividend | QUALCOMM INC<br>QCOM on 47.000000 PD:2012-12-21 | Cash | QCOM | 11.75 |
| 12/21 | Taxable Dividend | ORACLE CORP<br>ORCL 2nd, 3rd, 4th qtr 2013 @ .06 each | Cash | ORCL | 32.04 |
| 12/27 | Taxable Dividend | WAL-MART STORES INC<br>WMT on 62.000000 PD:2012-12-27 | Cash | WMT | 24.65 |
| 12/27 | Taxable Dividend | OCCIDENTAL PETROLEUM CORP<br>OXY on 38.000000 PD:2012-12-27 | Cash | OXY | 20.52 |
| 12/28 | Taxable Dividend | ROSS STORES INCORPORATED<br>ROST on 32.000000 PD:2012-12-28 | Cash | ROST | 4.48 |
| 12/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.06 |
| 12/31 | Taxable Dividend | VIACOM INC NEW-CLASS B<br>VIAB on 94.000000 PD:2012-12-31 | Cash | VIAB | 25.85 |
| 12/31 | Taxable Dividend | CATERPILLAR INC<br>CAT on 12.000000 PD:2012-12-31 | Cash | CAT | 6.24 |
| **Total Income Activity** | | | | | **491.67** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/03 | Sell | MICROSOFT CORPORATION | Cash | MSFT | (19.000) | 26.480 | 503.11 |
| 12/13 | Sell | ORACLE CORP | Cash | ORCL | (16.000) | 31.470 | 503.51 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/19 | Sell | ORACLE CORP | Cash | ORCL | (27.000) | 34.060 | 919.60 |
| 12/19 | Sell | FREEPORT MCMORAN COPPER & GOLD CL B | Cash | FCX | (28.000) | 34.030 | 952.82 |
| 12/19 | Sell | CITIGROUP INC NEW | Cash | C | (22.000) | 39.381 | 866.36 |
| 12/20 | Sell | RALCORP HOLDINGS INC | Cash | RAH | (18.000) | 89.241 | 1,606.30 |
| 12/21 | Sell | MERCK & CO INC NEW | Cash | MRK | (89.000) | 41.571 | 3,699.74 |
| **Total Securities Sold/Matured** | | | | | | | **9,051.44** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/03 | Buy | VIACOM INC NEW-CLASS B | Cash | VIAB | 13.000 | 51.180 | (665.34) |
| 12/19 | Buy | VERTEX PHARMACEUTICALS INC | Cash | VRTX | 23.000 | 43.040 | (989.92) |
| 12/19 | Buy | TEXAS INSTRUMENTS INC | Cash | TXN | 29.000 | 31.290 | (907.41) |
| 12/19 | Buy | JOY GLOBAL INC | Cash | JOY | 11.000 | 62.680 | (689.48) |
| 12/19 | Buy | CAPITAL ONE FINANCIAL CORP | Cash | COF | 11.000 | 58.870 | (647.57) |
| 12/19 | Buy | AMERICAN EXPRESS COMPANY | Cash | AXP | 13.000 | 56.810 | (738.53) |
| 12/20 | Buy | OCCIDENTAL PETROLEUM CORP | Cash | OXY | 8.000 | 79.030 | (632.24) |
| 12/20 | Buy | JOHNSON & JOHNSON | Cash | JNJ | 9.000 | 70.830 | (637.47) |
| 12/21 | Buy | PFIZER INCORPORATED | Cash | PFE | 27.000 | 25.170 | (679.59) |
| 12/21 | Buy | JOHNSON & JOHNSON | Cash | JNJ | 9.000 | 70.319 | (632.87) |
| 12/28 | Buy | APPLE INC | Cash | AAPL | 2.000 | 511.150 | (1,022.30) |
| **Total Securities Purchased** | | | | | | | **(8,242.72)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 491.61 | | 3,028.82 | |
| Money Market | 0.06 | | 1.48 | |
| **Total Income** | **491.67** | | **3,030.30** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **9,051.44** | **98,396.57** |

### Money Market Account Summary

| *Date* | *Description* | Amount | Balance |
|---|---|---|---|
| 11/30/12 | Beginning Balance | | 7,170.76 |
| 12/03/12 | Sweep to 500 Bank Insured Deposit | 59.62 | 7,230.38 |
| 12/04/12 | Sweep to 500 Bank Insured Deposit | 48.84 | 7,279.22 |
| 12/06/12 | Sweep from 500 Bank Insured Deposit | (162.23) | 7,116.99 |
| 12/07/12 | Sweep to 500 Bank Insured Deposit | 21.41 | 7,138.40 |
| 12/10/12 | Sweep to 500 Bank Insured Deposit | 123.65 | 7,262.05 |
| 12/11/12 | Sweep to 500 Bank Insured Deposit | 35.38 | 7,297.43 |
| 12/13/12 | Sweep to 500 Bank Insured Deposit | 26.91 | 7,324.34 |
| 12/18/12 | Sweep to 500 Bank Insured Deposit | 506.66 | 7,831.00 |
| 12/20/12 | Sweep to 500 Bank Insured Deposit | 40.74 | 7,871.74 |
| 12/21/12 | Sweep to 500 Bank Insured Deposit | 18.13 | 7,889.87 |
| 12/24/12 | Sweep from 500 Bank Insured Deposit | (1,202.09) | 6,687.78 |
| 12/26/12 | Sweep to 500 Bank Insured Deposit | 336.59 | 7,024.37 |
| 12/27/12 | Sweep to 500 Bank Insured Deposit | 2,407.80 | 9,432.17 |
| 12/28/12 | Accumulated Earnings Posted | 0.06 | 9,432.23 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/28/12 | Sweep to 500 Bank Insured Deposit | 29.13 | 9,461.36 |
| 12/31/12 | Sweep to 500 Bank Insured Deposit | 32.09 | 9,493.45 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 01/02/13 | Dividend | MCKESSON CORPORATION | MCK | 7.00 |
| 01/02/13 | Dividend | PEPSICO INCORPORATED | PEP | 12.36 |
| 01/02/13 | Dividend | UNION PACIFIC CORPORATION | UNP | 13.11 |
| 01/02/13 | Dividend | MACYS INC | M | 17.80 |
| 01/03/13 | Dividend | BAXTER INTERNATIONAL INC | BAX | 18.45 |
| 01/11/13 | Dividend | SCHLUMBERGER LIMITED ISIN #AN8068571086 | SLB | 18.70 |
| 01/25/13 | Dividend | GENERAL ELECTRIC COMPANY | GE | 21.09 |
| **Total** | | | | **108.51** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
December 30, 2011 to January 31, 2012

Kenny E. Marchant, Sr.
Fred Alger & Company
2125 N. Josey Ln., Ste. 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 7,950.91 | 96,110.35 | 104,061.27 |
| Total Assets Held in Account | | 7,950.91 | 96,110.35 | 104,061.27 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Fred Alger & Company**

| **Statement Period** | **Page** |
|---|---|
| December 30, 2011 to January 31, 2012 | 1 of 17 |

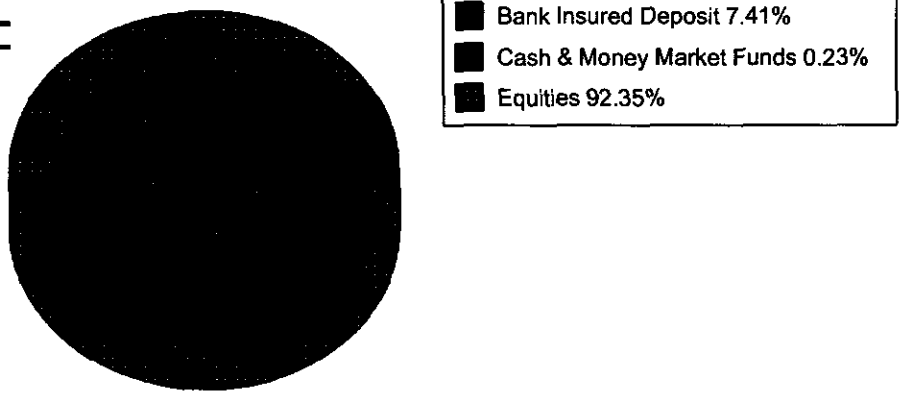
## Account Summary

| | 12/30/11 Value | 01/31/12 Value |
|---|---|---|
| Cash & Money Market Funds | (296.25) | 236.04 |
| Bank Insured Deposit * | 5,103.15 | 7,714.87 |
| Equities | 91,563.26 | 96,110.35 |
| **Total Account Value** | **96,370.16** | **104,061.27** |
| **Net Account Value** | **96,370.16** | **104,061.27** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,806.90 | 91,563.26 | 96,370.16 |
| Funds Deposited | | | |
| Income Activity | 41.56 | | 41.56 |
| Securities Sold/Matured | 18,088.05 | (18,088.05) | |
| Securities Received | | | |
| Funds Withdrawn | (359.65) | | (359.65) |
| Margin Interest | | | |
| Securities Purchased | (14,625.95) | 14,625.95 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 8,009.19 | 8,009.19 |
| **Ending Balance** | **7,950.91** | **96,110.35** | **104,061.27** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on January 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on January 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 236.04 | 0.23% | |
| **Total Cash & Money Market Funds** | | | | | **236.04** | **0.23%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 7,714.86 | 7.41% | |
| Pending** | Cash Equivalent | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **7,714.87** | **7.41%** | |
| **Equities** | | | | | | | |
| ACME PACKET INC | Cash | APKT | 41.000 | 29.230 | 1,198.43 | 1.15% | |
| ADOBE SYSTEMS INCORPORATED (DEL) | Cash | ADBE | 48.000 | 30.950 | 1,485.60 | 1.43% | |
| AECOM TECHNOLOGY CORP | Cash | ACM | 55.000 | 22.890 | 1,258.95 | 1.21% | |
| AETNA LIFE CASUALTY | Cash | AET | 33.000 | 43.700 | 1,442.10 | 1.39% | 23.10 |
| AGILENT TECHNOLOGIES INC | Cash | A | 29.000 | 42.470 | 1,231.63 | 1.18% | 11.60 |
| ALEXION PHARMACEUTICALS INC | Cash | ALXN | 7.000 | 76.760 | 537.32 | 0.52% | |
| ALLSCRIPTS-MISYS HEALTHCARE SOLUTIONS INC (formerly Allscripts Healthcare Solutions Inc) | Cash | MDRX | 72.000 | 19.120 | 1,376.64 | 1.32% | |
| ALTERA CORP | Cash | ALTR | 30.000 | 39.790 | 1,193.70 | 1.15% | 9.60 |
| AMETEK AEROSPACE PRODUCTS | Cash | AME | 44.000 | 47.000 | 2,068.00 | 1.99% | 10.56 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| APOLLO GROUP INC CLASS A | Cash | APOL | 17.000 | 52.410 | 890.97 | 0.86% | |
| ARCH COAL INC. | Cash | ACI | 55.000 | 14.430 | 793.65 | 0.76% | 24.20 |
| ATHENAHEALTH INC | Cash | ATHN | 6.000 | 58.180 | 349.08 | 0.34% | |
| AVAGO TECHNOLOGIES LTD ISIN #SG9999006241 | Cash | AVGO | 42.000 | 33.940 | 1,425.48 | 1.37% | 20.16 |
| BEAM INC | Cash | BEAM | 15.000 | 52.310 | 784.65 | 0.75% | 12.30 |
| BROWN-FORMAN CORP CL B | Cash | BF B | 16.000 | 81.210 | 1,299.36 | 1.25% | 22.40 |
| CADENCE DESIGN SYSTEMS INC | Cash | CDNS | 198.000 | 10.560 | 2,090.88 | 2.01% | |
| CAMERON INTERNATIONAL CORP | Cash | CAM | 25.000 | 53.200 | 1,330.00 | 1.28% | |
| CATALYST HEALTH SOLUTIONS INC | Cash | CHSI | 9.000 | 54.760 | 492.84 | 0.47% | |
| CBRE GROUP INC | Cash | CBG | 60.000 | 19.300 | 1,158.00 | 1.11% | |
| CBS CORP NEW CL B | Cash | CBS | 39.000 | 28.480 | 1,110.72 | 1.07% | 15.60 |
| CELANESE CORP-SERIES A | Cash | CE | 12.000 | 48.710 | 584.52 | 0.56% | 2.88 |
| CF INDUSTRIES HOLDINGS INC | Cash | CF | 2.000 | 177.380 | 354.76 | 0.34% | 3.20 |
| CHICAGO BRIDGE & IRON-NY SHR | Cash | CBI | 13.000 | 42.580 | 553.54 | 0.53% | 2.60 |
| CHIPOTLE MEXICAN GRILL INC | Cash | CMG | 3.000 | 367.290 | 1,101.87 | 1.06% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CIGNA CORPORATION | Cash | CI | 38.000 | 44.830 | 1,703.54 | 1.64% | 1.52 |
| CLIFFS NATURAL RESOURCES INC | Cash | CLF | 14.000 | 72.250 | 1,011.50 | 0.97% | 15.68 |
| COACH INC | Cash | COH | 20.000 | 70.050 | 1,401.00 | 1.35% | 18.00 |
| COGNIZANT TECH SOLUTIONS CORP | Cash | CTSH | 15.000 | 71.750 | 1,076.25 | 1.03% | |
| CONAGRA FOODS INC | Cash | CAG | 20.000 | 26.670 | 533.40 | 0.51% | 19.20 |
| COOPER INDUSTRIES PLC-CL A ISIN #IE00B40K9117 (IRELAND) | Cash | CBE | 18.000 | 59.120 | 1,064.16 | 1.02% | 20.88 |
| COVANCE INC | Cash | CVD | 10.000 | 43.810 | 438.10 | 0.42% | |
| CYPRESS SEMICONDUCTOR CORP | Cash | CY | 47.000 | 17.195 | 808.16 | 0.78% | 16.92 |
| CYTEC INDUSTRIES INCORPORATED | Cash | CYT | 12.000 | 49.860 | 598.32 | 0.57% | 6.00 |
| DECKERS OUTDOOR CORP | Cash | DECK | 9.000 | 80.850 | 727.65 | 0.70% | |
| DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 25.000 | 26.830 | 670.75 | 0.64% | |
| DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 76.000 | 18.860 | 1,433.36 | 1.38% | |
| DISCOVER FINANCIAL SERVICES | Cash | DFS | 23.000 | 27.180 | 625.14 | 0.60% | 9.20 |
| DISH NETWORK CORP-CL A | Cash | DISH | 35.000 | 27.920 | 977.20 | 0.94% | 70.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DOLLAR GENERAL CORP | Cash | DG | 24.000 | 42.610 | 1,022.64 | 0.98% | |
| EAST WEST BANCORP INC | Cash | EWBC | 36.000 | 21.960 | 790.56 | 0.76% | 14.40 |
| EASTMAN CHEMICAL CO | Cash | EMN | 10.000 | 50.320 | 503.20 | 0.48% | 10.40 |
| FORTINET INC | Cash | FTNT | 25.000 | 22.810 | 570.25 | 0.55% | |
| GREEN MOUNTAIN COFFEE FORMERLY GREEN MOUNTAIN COFFEE ROASTE | Cash | GMCR | 10.000 | 53.340 | 533.40 | 0.51% | |
| HARLEY DAVIDSON INC | Cash | HOG | 28.000 | 44.190 | 1,237.32 | 1.19% | 14.00 |
| HMS HOLDINGS CORPORATION | Cash | HMSY | 26.000 | 33.010 | 858.26 | 0.82% | |
| HOSPIRA INC | Cash | HSP | 25.000 | 34.460 | 861.50 | 0.83% | |
| HUMAN GENOME SCIENCES INC | Cash | HGSI | 79.000 | 9.830 | 776.57 | 0.75% | |
| INCYTE CORPORATION FORMERLY INCYTE GENOMICS INCORP | Cash | INCY | 33.000 | 17.700 | 584.10 | 0.56% | |
| INFORMATICA CORP | Cash | INFA | 17.000 | 42.300 | 719.10 | 0.69% | |
| LENNAR CORPORATION | Cash | LEN | 29.000 | 21.490 | 623.21 | 0.60% | 4.64 |
| LIFE TECHNOLOGIES CORP | Cash | LIFE | 32.000 | 48.430 | 1,549.76 | 1.49% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LIMITED BRANDS INC | Cash | LTD | 27.000 | 41.860 | 1,130.22 | 1.09% | 27.00 |
| LINCOLN NATIONAL CORPORATION | Cash | LNC | 27.000 | 21.540 | 581.58 | 0.56% | 8.64 |
| LULULEMON ATHLETICA INC | Cash | LULU | 10.000 | 63.130 | 631.30 | 0.61% | |
| MEDICIS PHARMACEUTICAL CORP (NEW) | Cash | MRX | 15.000 | 33.090 | 496.35 | 0.48% | 4.80 |
| METABOLIX INC | Cash | MBLX | 138.000 | 2.650 | 365.70 | 0.35% | |
| MICHAEL KORS HOLDINGS LTD ISIN #VGG607541015 | Cash | KORS | 19.000 | 30.950 | 588.05 | 0.57% | |
| MICROS SYSTEMS INCORPORATED | Cash | MCRS | 10.000 | 49.710 | 497.10 | 0.48% | |
| MOLYCORP INC | Cash | MCP | 22.000 | 30.980 | 681.56 | 0.65% | |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 42.000 | 20.750 | 871.50 | 0.84% | 10.08 |
| NABORS INDUSTRIES LTD ISIN #BMG6359F1032 | Cash | NBR | 49.000 | 18.620 | 912.38 | 0.88% | |
| NETAPP INC | Cash | NTAP | 48.000 | 37.740 | 1,811.52 | 1.74% | |
| NEW ORIENTAL EDUCATION & TECH INC-SPONS ADR REPSTG COM | Cash | EDU | 18.000 | 23.820 | 428.76 | 0.41% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| NEXEN INC | Cash | NXY | 32.000 | 17.920 | 573.44 | 0.55% | 6.46 |
| OPENTABLE INC | Cash | OPEN | 67.000 | 48.170 | 3,227.39 | 3.10% | |
| PALL CORPORATION | Cash | PLL | 28.000 | 59.680 | 1,671.04 | 1.61% | 23.52 |
| PEABODY ENERGY CORPORATION | Cash | BTU | 27.000 | 34.090 | 920.43 | 0.88% | 9.18 |
| PETSMART INC | Cash | PETM | 20.000 | 53.220 | 1,064.40 | 1.02% | 11.20 |
| PIONEER NATURAL RESOURCES CO. | Cash | PXD | 20.000 | 99.300 | 1,986.00 | 1.91% | 1.60 |
| PVH CORP | Cash | PVH | 7.000 | 77.190 | 540.33 | 0.52% | 1.05 |
| RIVERBED TECHNOLOGY INC | Cash | RVBD | 33.000 | 23.940 | 790.02 | 0.76% | |
| ROBERT HALF INTERNATL INC | Cash | RHI | 38.000 | 27.690 | 1,052.22 | 1.01% | 21.28 |
| ROCKWOOD HOLDINGS INC | Cash | ROC | 14.000 | 50.500 | 707.00 | 0.68% | |
| SBA COMMUNICATIONS CORP | Cash | SBAC | 25.000 | 45.720 | 1,143.00 | 1.10% | |
| SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 23.000 | 43.360 | 997.28 | 0.96% | 9.20 |
| SKYWORKS SOLUTIONS INC | Cash | SWKS | 72.000 | 21.580 | 1,553.76 | 1.49% | |
| SOLUTIA INC NEW | Cash | SOA | 30.000 | 27.500 | 825.00 | 0.79% | 4.50 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SPIRIT AEROSYSTEMS HOLDINGS INC CL A | Cash | SPR | 77.000 | 22.740 | 1,750.98 | 1.68% | |
| SPX CORP | Cash | SPW | 39.000 | 69.630 | 2,715.57 | 2.61% | 39.00 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 11.000 | 70.180 | 771.98 | 0.74% | 18.04 |
| STARWOOD HOTEL & RESORTS WRLD PAIRED SHS NEW | Cash | HOT | 17.000 | 54.240 | 922.08 | 0.89% | 8.50 |
| STERICYCLE INC ISIN # US8589121081 | Cash | SRCL | 7.000 | 84.020 | 588.14 | 0.57% | |
| SUPERIOR ENERGY SERVICES INC | Cash | SPN | 39.000 | 28.510 | 1,111.89 | 1.07% | |
| TAKE-TWO INTERACTIVE SOFTWARE INC | Cash | TTWO | 33.000 | 15.600 | 514.80 | 0.49% | |
| TENET HEALTHCARE CORP | Cash | THC | 103.000 | 5.290 | 544.87 | 0.52% | |
| TRACTOR SUPPLY COMPANY | Cash | TSCO | 7.000 | 80.770 | 565.39 | 0.54% | 3.36 |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 62.570 | 1,814.53 | 1.74% | 4.64 |
| UNITED THERAPEUTICS CORP | Cash | UTHR | 26.000 | 49.180 | 1,278.68 | 1.23% | |
| UNIVERSAL HEALTH SERVICES CLASS-B | Cash | UHS | 13.000 | 41.290 | 536.77 | 0.52% | 2.60 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| URBAN OUTFITTERS INC | Cash | URBN | 28.000 | 26.500 | 742.00 | 0.71% | |
| VAIL RESORTS INC | Cash | MTN | 12.000 | 43.610 | 523.32 | 0.50% | 7.20 |
| VALIDUS HOLDINGS LTD ISIN #BMG9319H1025 | Cash | VR | 15.000 | 32.070 | 481.05 | 0.46% | 15.00 |
| VERIFONE SYSTEMS, INC (FORMELY) VERIFONE HOLDINGS INC | Cash | PAY | 20.000 | 42.700 | 854.00 | 0.82% | |
| VERISK ANALYTICS INC-CL A | Cash | VRSK | 22.000 | 40.060 | 881.32 | 0.85% | |
| WABCO HOLDINGS INC | Cash | WBC | 11.000 | 51.850 | 570.35 | 0.55% | |
| WATSON PHARMACEUTICALS INC | Cash | WPI | 8.000 | 58.630 | 469.04 | 0.45% | |
| WEATHERFORD INTL LTD ISIN #CH0038838394 | Cash | WFT | 23.000 | 16.740 | 385.02 | 0.37% | |
| WESTPORT INNOVATIONS INC ISIN #CA9609083097 | Cash | WPRT | 20.000 | 41.600 | 832.00 | 0.80% | |
| XILINX INC | Cash | XLNX | 39.000 | 35.850 | 1,398.15 | 1.34% | 29.64 |
| **Total Equities** | | | | | **96,110.35** | **92.35%** | **645.53** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 01/03 | Taxable Dividend | COOPER INDUSTRIES PLC-CL A<br>ISIN #IE00B40K9117 (IRELAND)<br>CBE on 12.000000 PD:2012-01-03 | Cash | CBE | 3.48 |
| 01/03 | Taxable Dividend | NEXEN INC<br>NXY on 32.000000 PD:2012-01-01 | Cash | NXY | 1.58 |
| 01/03 | Taxable Dividend | COACH INC<br>COH on 29.000000 PD:2012-01-03 | Cash | COH | 6.53 |
| 01/03 | Taxable Dividend | CBS CORP NEW CL B<br>CBS on 50.000000 PD:2012-01-01 | Cash | CBS | 5.00 |
| 01/04 | Taxable Dividend | SPX CORP<br>SPW on 39.000000 PD:2012-01-04 | Cash | SPW | 9.75 |
| 01/11 | Taxable Dividend | ROYAL CARIBBEAN CRUISES LTD<br>ISIN #LR0008862868<br>RCL on 29.000000 PD:2012-01-11 | Cash | RCL | 2.90 |
| 01/13 | Taxable Dividend | FAMILY DOLLAR STORES<br>FDO on 16.000000 PD:2012-01-13 | Cash | FDO | 2.88 |
| 01/19 | Taxable Dividend | DISCOVER FINANCIAL SERVICES<br>DFS on 23.000000 PD:2012-01-19 | Cash | DFS | 2.30 |
| 01/27 | Taxable Dividend | AETNA LIFE CASUALTY<br>AET on 33.000000 PD:2012-01-27 | Cash | AET | 5.78 |
| 01/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.16 |
| 01/31 | Taxable Dividend | MEDICIS PHARMACEUTICAL CORP (NEW)<br>MRX on 15.000000 PD:2012-01-31 | Cash | MRX | 1.20 |
| **Total Income Activity** | | | | | **41.56** |

## Account Activity

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/05 | Sell | JUNIPER NETWORKS INC | Cash | JNPR | (25.000) | 20.860 | 521.49 |
| 01/05 | Sell | FORTINET INC | Cash | FTNT | (30.000) | 20.300 | 608.99 |
| 01/05 | Sell | BORG WARNER INC | Cash | BWA | (7.000) | 66.390 | 464.72 |
| 01/05 | Sell | ALTERA CORP | Cash | ALTR | (16.000) | 37.525 | 600.39 |
| 01/06 | Sell | ROYAL CARIBBEAN CRUISES LTD<br>ISIN #LR0008862868 | Cash | RCL | (29.000) | 25.570 | 741.52 |
| 01/06 | Sell | WYNN RESORTS LTD | Cash | WYNN | (6.000) | 107.690 | 646.13 |
| 01/06 | Sell | STERICYCLE INC<br>ISIN # US8589121081 | Cash | SRCL | (7.000) | 77.610 | 543.26 |
| 01/06 | Sell | ROCKWOOD HOLDINGS INC | Cash | ROC | (9.000) | 41.300 | 371.69 |
| 01/06 | Sell | RIVERBED TECHNOLOGY INC | Cash | RVBD | (18.000) | 25.930 | 466.73 |
| 01/06 | Sell | NETAPP INC | Cash | NTAP | (11.000) | 35.430 | 389.72 |
| 01/06 | Sell | CHICAGO BRIDGE & IRON-NY SHR | Cash | CBI | (18.000) | 38.310 | 689.57 |
| 01/06 | Sell | CBS CORP NEW CL B | Cash | CBS | (11.000) | 27.910 | 307.00 |
| 01/09 | Sell | SOLARWINDS INC | Cash | SWI | (22.000) | 28.450 | 625.89 |
| 01/09 | Sell | QLIK TECHNOLOGIES INC | Cash | QLIK | (13.000) | 23.630 | 307.18 |
| 01/09 | Sell | PEABODY ENERGY CORPORATION | Cash | BTU | (9.000) | 35.850 | 322.64 |
| 01/09 | Sell | NEWFIELD EXPLORATION CO | Cash | NFX | (16.000) | 38.770 | 620.31 |
| 01/11 | Sell | HAIN CELESTIAL GROUP INC | Cash | HAIN | (26.000) | 35.360 | 919.34 |
| 01/11 | Sell | FAMILY DOLLAR STORES | Cash | FDO | (16.000) | 53.260 | 852.14 |
| 01/13 | Sell | METABOLIX INC | Cash | MBLX | (143.000) | 2.640 | 377.51 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/19 | Return of Capital | CYPRESS SEMICONDUCTOR CORP<br>CY on 47.000000 PD:2012-01-19 | Cash | CY | | | 4.23 |
| 01/20 | Sell | WESTPORT INNOVATIONS INC<br>ISIN #CA9609083097 | Cash | WPRT | (10.000) | 35.120 | 351.19 |
| 01/20 | Sell | WALTER ENERGY INC. (formerly)<br>WALTER INDUSTRIES INC | Cash | WLT | (15.000) | 66.440 | 996.58 |
| 01/20 | Sell | VERISK ANALYTICS INC-CL A | Cash | VRSK | (10.000) | 39.990 | 399.89 |
| 01/20 | Sell | SPIRIT AEROSYSTEMS HOLDINGS INC<br>CL A | Cash | SPR | (16.000) | 23.210 | 371.35 |
| 01/20 | Sell | OPENTABLE INC | Cash | OPEN | (7.000) | 45.580 | 319.05 |
| 01/20 | Sell | HARLEY DAVIDSON INC | Cash | HOG | (13.000) | 41.840 | 543.91 |
| 01/20 | Sell | HMS HOLDINGS CORPORATION | Cash | HMSY | (11.000) | 33.760 | 371.35 |
| 01/20 | Sell | CHIPOTLE MEXICAN GRILL INC | Cash | CMG | (1.000) | 355.090 | 355.08 |
| 01/20 | Sell | CBRE GROUP INC | Cash | CBG | (55.000) | 17.620 | 969.08 |
| 01/20 | Sell | BROWN-FORMAN CORP CL B<br>Reported Price: 81.74 | Cash | BF B | (5.000) | 81.740 | 408.69 |
| 01/24 | Sell | ORIENT EXPRESS HOTELS INC<br>CL A | Cash | OEH | (59.000) | 8.100 | 477.89 |
| 01/24 | Sell | SPIRIT AEROSYSTEMS HOLDINGS INC<br>CL A | Cash | SPR | (14.000) | 22.880 | 320.31 |
| 01/24 | Sell | COACH INC | Cash | COH | (9.000) | 68.190 | 613.70 |
| 01/25 | Sell | MOLYCORP INC | Cash | MCP | (15.000) | 31.320 | 469.79 |
| 01/30 | Sell | GREEN MOUNTAIN COFFEE<br>FORMERLY GREEN MOUNTAIN COFFEE | Cash | GMCR | (7.000) | 53.320 | 373.23 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/30 | Sell | CHIPOTLE MEXICAN GRILL INC | Cash | CMG | (1.000) | 366.520 | 366.51 |
| **Total Securities Sold/Matured** | | | | | | | **18,088.05** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 01/03 | Foreign Withholding-DIV | WH for NXY on 32.000000 P: 2012-01-01 | Cash | | (0.24) |
| 01/20 | Journal | ADV FEE | Cash | | (359.41) |
| **Total Funds Withdrawn** | | | | | **(359.65)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/05 | Buy | WATSON PHARMACEUTICALS INC | Cash | WPI | 8.000 | 61.060 | (488.48) |
| 01/05 | Buy | URBAN OUTFITTERS INC | Cash | URBN | 28.000 | 27.920 | (781.76) |
| 01/05 | Buy | LULULEMON ATHLETICA INC | Cash | LULU | 10.000 | 52.280 | (522.80) |
| 01/05 | Buy | COVANCE INC | Cash | CVD | 10.000 | 47.090 | (470.90) |
| 01/05 | Buy | CATALYST HEALTH SOLUTIONS INC | Cash | CHSI | 9.000 | 52.500 | (472.50) |
| 01/06 | Buy | TRACTOR SUPPLY COMPANY | Cash | TSCO | 7.000 | 70.000 | (490.00) |
| 01/06 | Buy | SOLUTIA INC NEW | Cash | SOA | 30.000 | 17.540 | (526.20) |
| 01/06 | Buy | SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 23.000 | 43.740 | (1,006.02) |
| 01/06 | Buy | ROBERT HALF INTERNATL INC | Cash | RHI | 12.000 | 28.550 | (342.60) |
| 01/06 | Buy | INCYTE CORPORATION FORMERLY INCYTE GENOMICS INCORP | Cash | INCY | 33.000 | 16.180 | (533.94) |
| 01/06 | Buy | DISH NETWORK CORP-CL A | Cash | DISH | 35.000 | 29.030 | (1,016.05) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 01/06 | Buy | ALEXION PHARMACEUTICALS INC | Cash | ALXN | 7.000 | 74.390 | (520.73) |
| 01/09 | Buy | WEATHERFORD INTL LTD<br>ISIN #CH0038838394 | Cash | WFT | 23.000 | 15.440 | (355.12) |
| 01/13 | Buy | ATHENAHEALTH INC | Cash | ATHN | 6.000 | 54.680 | (328.08) |
| 01/20 | Buy | COOPER INDUSTRIES PLC-CL A<br>ISIN #IE00B40K9117 (IRELAND) | Cash | CBE | 6.000 | 59.000 | (354.00) |
| 01/20 | Buy | VERIFONE SYSTEMS, INC (FORMELY)<br>VERIFONE HOLDINGS INC | Cash | PAY | 20.000 | 39.830 | (796.60) |
| 01/20 | Buy | UNIVERSAL HEALTH SERVICES<br>CLASS-B | Cash | UHS | 13.000 | 37.170 | (483.21) |
| 01/20 | Buy | TENET HEALTHCARE CORP | Cash | THC | 103.000 | 5.080 | (523.24) |
| 01/20 | Buy | LINCOLN NATIONAL CORPORATION | Cash | LNC | 27.000 | 22.580 | (609.66) |
| 01/20 | Buy | CONAGRA FOODS INC | Cash | CAG | 20.000 | 27.010 | (540.20) |
| 01/20 | Buy | CF INDUSTRIES HOLDINGS INC | Cash | CF | 2.000 | 175.440 | (350.88) |
| 01/20 | Buy | BEAM INC | Cash | BEAM | 15.000 | 52.790 | (791.85) |
| 01/24 | Buy | VALIDUS HOLDINGS LTD<br>ISIN #BMG9319H1025 | Cash | VR | 15.000 | 31.250 | (468.75) |
| 01/24 | Buy | VAIL RESORTS INC | Cash | MTN | 12.000 | 44.950 | (539.40) |
| 01/25 | Buy | EAST WEST BANCORP INC | Cash | EWBC | 36.000 | 22.480 | (809.28) |
| 01/30 | Buy | EASTMAN CHEMICAL CO | Cash | EMN | 10.000 | 50.370 | (503.70) |
| **Total Securities Purchased** | | | | | | | **(14,625.95)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 41.40 | | 41.40 | |
| Money Market | 0.16 | | 0.16 | |
| **Total Income** | **41.56** | | **41.56** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(0.24)** | **(0.24)** |
| **Sales Proceeds** | **18,088.05** | **18,088.05** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/30/11 | Beginning Balance | | 5,103.15 |
| 01/03/12 | Sweep to 500 Bank Insured Deposit | 16.57 | 5,119.72 |
| 01/04/12 | Sweep from 500 Bank Insured Deposit | (286.72) | 4,833.00 |
| 01/10/12 | Sweep from 500 Bank Insured Deposit | (540.85) | 4,292.15 |
| 01/11/12 | Sweep from 500 Bank Insured Deposit | (279.92) | 4,012.23 |
| 01/12/12 | Sweep to 500 Bank Insured Deposit | 1,523.80 | 5,536.03 |
| 01/13/12 | Sweep to 500 Bank Insured Deposit | 2.88 | 5,538.91 |
| 01/17/12 | Sweep to 500 Bank Insured Deposit | 1,771.48 | 7,310.39 |
| 01/19/12 | Sweep to 500 Bank Insured Deposit | 51.73 | 7,362.12 |
| 01/20/12 | Sweep to 500 Bank Insured Deposit | 4.23 | 7,366.35 |
| 01/23/12 | Sweep from 500 Bank Insured Deposit | (359.41) | 7,006.94 |
| 01/25/12 | Sweep to 500 Bank Insured Deposit | 636.53 | 7,643.47 |
| 01/27/12 | Sweep to 500 Bank Insured Deposit | 409.53 | 8,053.00 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/30/12 | Accumulated Earnings Posted | 0.16 | 8,053.16 |
| 01/30/12 | Sweep from 500 Bank Insured Deposit | (339.49) | 7,713.67 |
| 01/31/12 | Sweep to 500 Bank Insured Deposit | 1.20 | 7,714.87 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 02/01/12 | Dividend | CELANESE CORP-SERIES A | CE | 0.72 |
| 02/10/12 | Dividend | LENNAR CORPORATION | LEN | 1.16 |
| 02/10/12 | Dividend | PETSMART INC | PETM | 2.80 |
| **Total** | | | | **4.68** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
January 31, 2012 to February 29, 2012

Kenny E. Marchant, Sr.
Fred Alger & Company
2125 N. Josey Ln., Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 11,248.02 | 97,521.04 | 108,769.06 |
| Total Assets Held in Account | | 11,248.02 | 97,521.04 | 108,769.06 |

Account Number: [redacted]
Kenny E. Marchant, Sr.
Fred Alger & Company

**Statement Period**
January 31, 2012 to February 29, 2012

**Page**
1 of 16

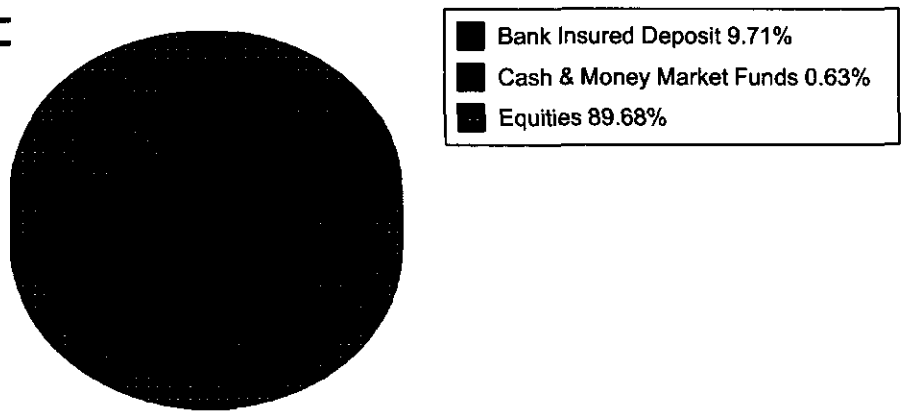
## Account Summary

| | 01/31/12 Value | 02 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | 236.04 | 689.53 |
| Bank Insured Deposit * | 7,714.87 | 10,558.49 |
| Equities | 96,110.35 | 97,521.04 |
| **Total Account Value** | **104,061.27** | **108,769.06** |
| **Net Account Value** | **104,061.27** | **108,769.06** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 7,950.91 | 96,110.35 | 104,061.27 |
| Funds Deposited | | | |
| Income Activity | 23.26 | | 23.26 |
| Securities Sold/Matured | 20,986.24 | (20,986.24) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (17,712.39) | 17,712.39 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 4,684.53 | 4,684.53 |
| **Ending Balance** | **11,248.02** | **97,521.04** | **108,769.06** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on February 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on February 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 689.53 | 0.63% | |
| **Total Cash & Money Market Funds** | | | | | **689.53** | **0.63%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 10,558.48 | 9.71% | |
| Pending** | Cash Equivalent | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **10,558.49** | **9.71%** | |
| **Equities** | | | | | | | |
| ACME PACKET INC | Cash | APKT | 28.000 | 30.480 | 853.44 | 0.78% | |
| ADOBE SYSTEMS INCORPORATED (DEL) | Cash | ADBE | 48.000 | 32.890 | 1,578.72 | 1.45% | |
| AECOM TECHNOLOGY CORP | Cash | ACM | 36.000 | 23.350 | 840.60 | 0.77% | |
| AETNA LIFE CASUALTY | Cash | AET | 24.000 | 46.760 | 1,122.24 | 1.03% | 16.80 |
| ALEXION PHARMACEUTICALS INC | Cash | ALXN | 7.000 | 83.730 | 586.11 | 0.54% | |
| ALLEGHENY TECHNOLOGIES INC | Cash | ATI | 11.000 | 43.870 | 482.57 | 0.44% | 7.92 |
| ALLSCRIPTS-MISYS HEALTHCARE SOLUTIONS INC (formerly Allscripts Healthcare Solutions Inc) | Cash | MDRX | 94.000 | 19.320 | 1,816.08 | 1.67% | |
| ALTERA CORP | Cash | ALTR | 30.000 | 38.470 | 1,154.10 | 1.06% | 9.60 |
| AMETEK AEROSPACE PRODUCTS | Cash | AME | 34.000 | 47.600 | 1,618.40 | 1.49% | 8.16 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ARCH COAL INC. | Cash | ACI | 55.000 | 13.570 | 746.35 | 0.69% | 24.20 |
| AVAGO TECHNOLOGIES LTD ISIN #SG9999006241 | Cash | AVGO | 42.000 | 37.610 | 1,579.62 | 1.45% | 20.16 |
| BEAM INC | Cash | BEAM | 15.000 | 55.080 | 826.20 | 0.76% | 12.30 |
| BROWN-FORMAN CORP CL B | Cash | BF B | 16.000 | 81.650 | 1,306.40 | 1.20% | 22.40 |
| CABOT OIL & GAS CORP | Cash | COG | 17.000 | 34.880 | 592.96 | 0.55% | 1.36 |
| CADENCE DESIGN SYSTEMS INC | Cash | CDNS | 142.000 | 11.770 | 1,671.34 | 1.54% | |
| CAMERON INTERNATIONAL CORP | Cash | CAM | 19.000 | 55.710 | 1,058.49 | 0.97% | |
| CATALYST HEALTH SOLUTIONS INC | Cash | CHSI | 15.000 | 62.020 | 930.30 | 0.86% | |
| CBRE GROUP INC | Cash | CBG | 60.000 | 18.330 | 1,099.80 | 1.01% | |
| CBS CORP NEW CL B | Cash | CBS | 39.000 | 29.900 | 1,166.10 | 1.07% | 15.60 |
| CELANESE CORP-SERIES A | Cash | CE | 12.000 | 47.570 | 570.84 | 0.52% | 2.88 |
| CHICAGO BRIDGE & IRON-NY SHR | Cash | CBI | 13.000 | 46.520 | 604.76 | 0.56% | 2.60 |
| CHIPOTLE MEXICAN GRILL INC | Cash | CMG | 3.000 | 390.220 | 1,170.66 | 1.08% | |
| CIGNA CORPORATION | Cash | CI | 30.000 | 44.110 | 1,323.30 | 1.22% | 1.20 |
| CLIFFS NATURAL RESOURCES INC | Cash | CLF | 14.000 | 63.480 | 888.72 | 0.82% | 15.68 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| COACH INC | Cash | COH | 20.000 | 74.840 | 1,496.80 | 1.38% | 18.00 |
| COOPER INDUSTRIES PLC-CL A ISIN #IE00B40K9117 (IRELAND) | Cash | CBE | 18.000 | 61.220 | 1,101.96 | 1.01% | 22.32 |
| COVANCE INC | Cash | CVD | 19.000 | 47.730 | 906.87 | 0.83% | |
| CYPRESS SEMICONDUCTOR CORP | Cash | CY | 74.000 | 17.250 | 1,276.50 | 1.17% | 32.56 |
| CYTEC INDUSTRIES INCORPORATED | Cash | CYT | 12.000 | 59.460 | 713.52 | 0.66% | 6.00 |
| DECKERS OUTDOOR CORP | Cash | DECK | 16.000 | 74.760 | 1,196.16 | 1.10% | |
| DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 25.000 | 32.000 | 800.00 | 0.74% | |
| DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 76.000 | 19.910 | 1,513.16 | 1.39% | |
| DICKS SPORTING GOODS INC | Cash | DKS | 18.000 | 44.760 | 805.68 | 0.74% | 9.00 |
| DOLLAR GENERAL CORP | Cash | DG | 40.000 | 42.060 | 1,682.40 | 1.55% | |
| EAST WEST BANCORP INC | Cash | EWBC | 53.000 | 22.120 | 1,172.36 | 1.08% | 21.20 |
| EASTMAN CHEMICAL CO | Cash | EMN | 17.000 | 54.130 | 920.21 | 0.85% | 17.68 |
| EDWARDS LIFESCIENCES CORP | Cash | EW | 6.000 | 73.130 | 438.78 | 0.40% | |
| FORTINET INC | Cash | FTNT | 25.000 | 27.050 | 676.25 | 0.62% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| GLOBAL PAYMENT INC | Cash | GPN | 10.000 | 51.620 | 516.20 | 0.47% | 0.80 |
| HARLEY DAVIDSON INC | Cash | HOG | 28.000 | 46.580 | 1,304.24 | 1.20% | 17.36 |
| HUMAN GENOME SCIENCES INC | Cash | HGSI | 79.000 | 7.880 | 622.52 | 0.57% | |
| INCYTE CORPORATION FORMERLY INCYTE GENOMICS INCORP | Cash | INCY | 33.000 | 16.960 | 559.68 | 0.51% | |
| INFORMATICA CORP | Cash | INFA | 17.000 | 49.160 | 835.72 | 0.77% | |
| INTERCONTINENTALEXCHANGE INC | Cash | ICE | 6.000 | 137.960 | 827.76 | 0.76% | |
| LENNAR CORPORATION | Cash | LEN | 29.000 | 23.380 | 678.02 | 0.62% | 4.64 |
| LIFE TECHNOLOGIES CORP | Cash | LIFE | 25.000 | 47.310 | 1,182.75 | 1.09% | |
| LIMITED BRANDS INC | Cash | LTD | 27.000 | 46.530 | 1,256.31 | 1.16% | 27.00 |
| LINCOLN NATIONAL CORPORATION | Cash | LNC | 27.000 | 24.840 | 670.68 | 0.62% | 8.64 |
| LINKEDIN CORPORATION | Cash | LNKD | 6.000 | 86.870 | 521.22 | 0.48% | |
| LULULEMON ATHLETICA INC | Cash | LULU | 10.000 | 67.020 | 670.20 | 0.62% | |
| MICHAEL KORS HOLDINGS LTD ISIN #VGG607541015 | Cash | KORS | 19.000 | 43.250 | 821.75 | 0.76% | |
| MICROS SYSTEMS INCORPORATED | Cash | MCRS | 34.000 | 51.930 | 1,765.62 | 1.62% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 42.000 | 23.440 | 984.48 | 0.91% | 10.08 |
| NABORS INDUSTRIES LTD ISIN #BMG6359F1032 | Cash | NBR | 49.000 | 21.780 | 1,067.22 | 0.98% | |
| NCR CORP | Cash | NCR | 52.000 | 21.720 | 1,129.44 | 1.04% | |
| NETAPP INC | Cash | NTAP | 38.000 | 43.000 | 1,634.00 | 1.50% | |
| NEW ORIENTAL EDUCATION & TECH INC-SPONS ADR REPSTG COM | Cash | EDU | 18.000 | 26.510 | 477.18 | 0.44% | |
| NEXEN INC | Cash | NXY | 32.000 | 20.380 | 652.16 | 0.60% | 6.46 |
| OASIS PETROLEUM INC | Cash | OAS | 18.000 | 32.070 | 577.26 | 0.53% | |
| OPENTABLE INC | Cash | OPEN | 42.000 | 48.500 | 2,037.00 | 1.87% | |
| OWENS CORNING INC | Cash | OC | 31.000 | 31.650 | 981.15 | 0.90% | |
| PALL CORPORATION | Cash | PLL | 19.000 | 63.450 | 1,205.55 | 1.11% | 15.96 |
| PEABODY ENERGY CORPORATION | Cash | BTU | 27.000 | 34.880 | 941.76 | 0.87% | 9.18 |
| PIONEER NATURAL RESOURCES CO. | Cash | PXD | 20.000 | 109.640 | 2,192.80 | 2.02% | 1.60 |
| PVH CORP | Cash | PVH | 7.000 | 85.010 | 595.07 | 0.55% | 1.05 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| RIVERBED TECHNOLOGY INC | Cash | RVBD | 33.000 | 28.470 | 939.51 | 0.86% | |
| ROBERT HALF INTERNATL INC | Cash | RHI | 38.000 | 28.430 | 1,080.34 | 0.99% | 22.80 |
| ROCKWOOD HOLDINGS INC | Cash | ROC | 14.000 | 53.250 | 745.50 | 0.69% | |
| SANDISK CORP COM | Cash | SNDK | 19.000 | 49.480 | 940.12 | 0.86% | |
| SBA COMMUNICATIONS CORP | Cash | SBAC | 25.000 | 46.930 | 1,173.25 | 1.08% | |
| SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 33.000 | 45.200 | 1,491.60 | 1.37% | 15.84 |
| SEAGATE TECHNOLOGY | Cash | STX | 21.000 | 26.260 | 551.46 | 0.51% | 21.00 |
| SKYWORKS SOLUTIONS INC | Cash | SWKS | 56.000 | 26.970 | 1,510.32 | 1.39% | |
| SOLUTIA INC NEW | Cash | SOA | 30.000 | 28.110 | 843.30 | 0.78% | 4.50 |
| SPIRIT AEROSYSTEMS HOLDINGS INC CL A | Cash | SPR | 77.000 | 23.960 | 1,844.92 | 1.70% | |
| SPX CORP | Cash | SPW | 22.000 | 73.140 | 1,609.08 | 1.48% | 22.00 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 11.000 | 76.800 | 844.80 | 0.78% | 18.04 |
| STERICYCLE INC ISIN # US8589121081 | Cash | SRCL | 7.000 | 86.770 | 607.39 | 0.56% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SUPERIOR ENERGY SERVICES INC | Cash | SPN | 39.000 | 29.340 | 1,144.26 | 1.05% | |
| TAKE-TWO INTERACTIVE SOFTWARE INC | Cash | TTWO | 33.000 | 15.450 | 509.85 | 0.47% | |
| TENNECO INC. FROMLY TENNECO INCORPORATED | Cash | TEN | 15.000 | 38.500 | 577.50 | 0.53% | |
| TRACTOR SUPPLY COMPANY | Cash | TSCO | 7.000 | 85.470 | 598.29 | 0.55% | 3.36 |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 63.800 | 1,850.20 | 1.70% | 4.64 |
| UNITED CONTINENTAL HOLDINGS | Cash | UAL | 22.000 | 20.650 | 454.30 | 0.42% | |
| UNITED THERAPEUTICS CORP | Cash | UTHR | 26.000 | 47.730 | 1,240.98 | 1.14% | |
| UNIVERSAL HEALTH SERVICES CLASS-B | Cash | UHS | 13.000 | 44.610 | 579.93 | 0.53% | 2.60 |
| URBAN OUTFITTERS INC | Cash | URBN | 28.000 | 28.390 | 794.92 | 0.73% | |
| VAIL RESORTS INC | Cash | MTN | 12.000 | 42.100 | 505.20 | 0.46% | 7.20 |
| VALERO ENERGY CORP | Cash | VLO | 20.000 | 24.490 | 489.80 | 0.45% | 12.00 |
| VALIDUS HOLDINGS LTD ISIN #BMG9319H1025 | Cash | VR | 15.000 | 30.490 | 457.35 | 0.42% | 15.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| VERIFONE SYSTEMS, INC (FORMELY) VERIFONE HOLDINGS INC | Cash | PAY | 20.000 | 47.890 | 957.80 | 0.88% | |
| VERISK ANALYTICS INC-CL A | Cash | VRSK | 38.000 | 43.500 | 1,653.00 | 1.52% | |
| WABCO HOLDINGS INC | Cash | WBC | 11.000 | 59.490 | 654.39 | 0.60% | |
| WATSON PHARMACEUTICALS INC | Cash | WPI | 14.000 | 58.320 | 816.48 | 0.75% | |
| WEATHERFORD INTL LTD ISIN #CH0038838394 | Cash | WFT | 72.000 | 15.980 | 1,150.56 | 1.06% | |
| WEIGHT WATCHERS INTERNTIONAL INCORPORATED | Cash | WTW | 6.000 | 77.980 | 467.88 | 0.43% | 4.20 |
| XILINX INC | Cash | XLNX | 39.000 | 36.930 | 1,440.27 | 1.32% | 29.64 |
| **Total Equities** | | | | | **97,521.04** | **89.68%** | **573.21** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/01 | Taxable Dividend | CELANESE CORP-SERIES A CE on 12.000000 PD:2012-02-01 | Cash | CE | 0.72 |
| 02/10 | Taxable Dividend | PETSMART INC PETM on 20.000000 PD:2012-02-10 | Cash | PETM | 2.80 |
| 02/10 | Taxable Dividend | LENNAR CORPORATION LEN on 29.000000 PD:2012-02-10 | Cash | LEN | 1.16 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 02/21 | Taxable Dividend | PALL CORPORATION<br>PLL on 28.000000 PD:2012-02-21 | Cash | PLL | 5.88 |
| 02/24 | Taxable Dividend | EAST WEST BANCORP INC<br>EWBC on 36.000000 PD:2012-02-24 | Cash | EWBC | 3.60 |
| 02/24 | Taxable Dividend | CYTEC INDUSTRIES INCORPORATED<br>CYT on 12.000000 PD:2012-02-24 | Cash | CYT | 1.50 |
| 02/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.19 |
| 02/29 | Taxable Dividend | XILINX INC<br>XLNX on 39.000000 PD:2012-02-29 | Cash | XLNX | 7.41 |
| **Total Income Activity** | | | | | **23.26** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Sell | SPX CORP | Cash | SPW | (9.000) | 70.790 | 637.10 |
| 02/01 | Sell | OPENTABLE INC | Cash | OPEN | (16.000) | 49.510 | 792.14 |
| 02/01 | Sell | METABOLIX INC | Cash | MBLX | (138.000) | 2.661 | 367.18 |
| 02/01 | Sell | HOSPIRA INC | Cash | HSP | (25.000) | 34.550 | 863.73 |
| 02/02 | Sell | DISH NETWORK CORP-CL A | Cash | DISH | (35.000) | 28.330 | 991.53 |
| 02/03 | Sell | MOLYCORP INC | Cash | MCP | (22.000) | 30.010 | 660.21 |
| 02/03 | Sell | MEDICIS PHARMACEUTICAL CORP<br>(NEW) | Cash | MRX | (15.000) | 34.450 | 516.74 |
| 02/03 | Sell | GREEN MOUNTAIN COFFEE<br>FORMERLY GREEN MOUNTAIN COFFEE | Cash | GMCR | (10.000) | 66.180 | 661.79 |
| 02/03 | Sell | CF INDUSTRIES HOLDINGS INC | Cash | CF | (2.000) | 185.820 | 371.63 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/07 | Sell | CADENCE DESIGN SYSTEMS INC | Cash | CDNS | (56.000) | 11.740 | 657.43 |
| 02/07 | Sell | AGILENT TECHNOLOGIES INC | Cash | A | (11.000) | 44.650 | 491.14 |
| 02/07 | Sell | ACME PACKET INC | Cash | APKT | (13.000) | 35.050 | 455.64 |
| 02/09 | Sell | LIFE TECHNOLOGIES CORP | Cash | LIFE | (7.000) | 49.695 | 347.86 |
| 02/09 | Sell | CAMERON INTERNATIONAL CORP | Cash | CAM | (6.000) | 56.625 | 339.74 |
| 02/09 | Sell | AECOM TECHNOLOGY CORP | Cash | ACM | (19.000) | 22.950 | 436.04 |
| 02/14 | Sell | PETSMART INC | Cash | PETM | (6.000) | 55.130 | 330.77 |
| 02/14 | Sell | CIGNA CORPORATION | Cash | CI | (8.000) | 43.680 | 349.43 |
| 02/14 | Sell | AETNA LIFE CASUALTY | Cash | AET | (9.000) | 46.860 | 421.73 |
| 02/16 | Sell | WESTPORT INNOVATIONS INC ISIN #CA9609083097 | Cash | WPRT | (7.000) | 44.990 | 314.92 |
| 02/16 | Sell | TENET HEALTHCARE CORP | Cash | THC | (103.000) | 5.751 | 592.36 |
| 02/16 | Sell | STARWOOD HOTEL & RESORTS WRLD PAIRED SHS NEW | Cash | HOT | (17.000) | 54.150 | 920.53 |
| 02/16 | Sell | PETSMART INC | Cash | PETM | (14.000) | 54.680 | 765.51 |
| 02/16 | Sell | PALL CORPORATION | Cash | PLL | (9.000) | 63.420 | 570.77 |
| 02/16 | Sell | HMS HOLDINGS CORPORATION | Cash | HMSY | (26.000) | 33.640 | 874.62 |
| 02/16 | Sell | ATHENAHEALTH INC | Cash | ATHN | (6.000) | 64.630 | 387.77 |
| 02/16 | Sell | AMETEK AEROSPACE PRODUCTS | Cash | AME | (10.000) | 49.170 | 491.69 |
| 02/16 | Sell | AGILENT TECHNOLOGIES INC | Cash | A | (18.000) | 43.380 | 780.83 |
| 02/21 | Sell | SKYWORKS SOLUTIONS INC | Cash | SWKS | (16.000) | 24.860 | 397.75 |
| 02/21 | Sell | OPENTABLE INC | Cash | OPEN | (9.000) | 46.990 | 422.90 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/21 | Sell | NETAPP INC | Cash | NTAP | (10.000) | 43.010 | 430.09 |
| 02/21 | Sell | CONAGRA FOODS INC | Cash | CAG | (20.000) | 26.450 | 528.99 |
| 02/21 | Sell | COGNIZANT TECH SOLUTIONS CORP | Cash | CTSH | (15.000) | 71.005 | 1,065.06 |
| 02/21 | Sell | APOLLO GROUP INC CLASS A | Cash | APOL | (17.000) | 51.840 | 881.26 |
| 02/24 | Sell | WESTPORT INNOVATIONS INC ISIN #CA9609083097 | Cash | WPRT | (13.000) | 43.890 | 570.56 |
| 02/24 | Sell | SPX CORP | Cash | SPW | (8.000) | 76.160 | 609.27 |
| 02/27 | Sell | DISCOVER FINANCIAL SERVICES | Cash | DFS | (23.000) | 29.980 | 689.53 |
| **Total Securities Sold/Matured** | | | | | | | **20,986.24** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/01 | Buy | EASTMAN CHEMICAL CO | Cash | EMN | 7.000 | 52.270 | (365.89) |
| 02/01 | Buy | DOLLAR GENERAL CORP | Cash | DG | 8.000 | 42.490 | (339.92) |
| 02/01 | Buy | COVANCE INC | Cash | CVD | 9.000 | 44.910 | (404.19) |
| 02/01 | Buy | ALLSCRIPTS-MISYS HEALTHCARE SOLUTIONS INC (formerly Allscripts | Cash | MDRX | 22.000 | 19.770 | (434.94) |
| 02/03 | Buy | SEAGATE TECHNOLOGY | Cash | STX | 21.000 | 26.370 | (553.77) |
| 02/03 | Buy | SANDISK CORP COM | Cash | SNDK | 19.000 | 47.360 | (899.84) |
| 02/03 | Buy | MICROS SYSTEMS INCORPORATED | Cash | MCRS | 24.000 | 52.010 | (1,248.24) |
| 02/03 | Buy | DOLLAR GENERAL CORP | Cash | DG | 8.000 | 42.070 | (336.56) |
| 02/03 | Buy | ALLEGHENY TECHNOLOGIES INC | Cash | ATI | 11.000 | 48.240 | (530.64) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/07 | Buy | WEATHERFORD INTL LTD ISIN #CH0038838394 | Cash | WFT | 27.000 | 17.700 | (477.90) |
| 02/07 | Buy | UNITED CONTINENTAL HOLDINGS | Cash | UAL | 22.000 | 24.270 | (533.94) |
| 02/07 | Buy | TENNECO INC. FROMLY | Cash | TEN | 15.000 | 38.280 | (574.20) |
| 02/07 | Buy | LINKEDIN CORPORATION | Cash | LNKD | 6.000 | 78.430 | (470.58) |
| 02/07 | Buy | EDWARDS LIFESCIENCES CORP | Cash | EW | 6.000 | 73.510 | (441.06) |
| 02/07 | Buy | CYPRESS SEMICONDUCTOR CORP | Cash | CY | 27.000 | 17.860 | (482.22) |
| 02/09 | Buy | NCR CORP | Cash | NCR | 38.000 | 21.430 | (814.34) |
| 02/09 | Buy | INTERCONTINENTALEXCHANGE INC | Cash | ICE | 6.000 | 131.210 | (787.26) |
| 02/14 | Buy | WEATHERFORD INTL LTD ISIN #CH0038838394 | Cash | WFT | 22.000 | 17.350 | (381.70) |
| 02/14 | Buy | WEIGHT WATCHERS INTERNTIONAL INCORPORATED | Cash | WTW | 6.000 | 78.980 | (473.88) |
| 02/14 | Buy | NCR CORP | Cash | NCR | 14.000 | 21.750 | (304.50) |
| 02/16 | Buy | WATSON PHARMACEUTICALS INC | Cash | WPI | 6.000 | 60.230 | (361.38) |
| 02/16 | Buy | VERISK ANALYTICS INC-CL A | Cash | VRSK | 16.000 | 41.500 | (664.00) |
| 02/16 | Buy | SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 10.000 | 43.620 | (436.20) |
| 02/16 | Buy | GLOBAL PAYMENT INC | Cash | GPN | 10.000 | 52.050 | (520.50) |
| 02/16 | Buy | DICKS SPORTING GOODS INC | Cash | DKS | 18.000 | 45.160 | (812.88) |
| 02/16 | Buy | DECKERS OUTDOOR CORP | Cash | DECK | 7.000 | 88.666 | (620.66) |
| 02/16 | Buy | CATALYST HEALTH SOLUTIONS INC | Cash | CHSI | 6.000 | 58.860 | (353.16) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 02/21 | Buy | VALERO ENERGY CORP | Cash | VLO | 20.000 | 25.700 | (514.00) |
| 02/21 | Buy | OASIS PETROLEUM INC | Cash | OAS | 18.000 | 33.500 | (603.00) |
| 02/21 | Buy | EAST WEST BANCORP INC | Cash | EWBC | 17.000 | 22.500 | (382.50) |
| 02/21 | Buy | CABOT OIL & GAS CORP | Cash | COG | 17.000 | 36.768 | (625.06) |
| 02/24 | Buy | OWENS CORNING INC | Cash | OC | 31.000 | 31.080 | (963.48) |
| **Total Securities Purchased** | | | | | | | **(17,712.39)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 23.07 | | 64.47 | |
| Money Market | 0.19 | | 0.35 | |
| **Total Income** | **23.26** | | **64.82** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(0.24)** |
| **Sales Proceeds** | **20,986.24** | **39,074.29** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 01/31/12 | Beginning Balance | | 7,714.87 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 02/01/12 | Sweep to 500 Bank Insured Deposit | 0.72 | 7,715.59 |
| 02/02/12 | Sweep to 500 Bank Insured Deposit | 236.04 | 7,951.63 |
| 02/06/12 | Sweep to 500 Bank Insured Deposit | 1,115.21 | 9,066.84 |
| 02/07/12 | Sweep to 500 Bank Insured Deposit | 991.53 | 10,058.37 |
| 02/08/12 | Sweep from 500 Bank Insured Deposit | (1,358.68) | 8,699.69 |
| 02/10/12 | Sweep from 500 Bank Insured Deposit | (1,371.73) | 7,327.96 |
| 02/14/12 | Sweep from 500 Bank Insured Deposit | (477.96) | 6,850.00 |
| 02/17/12 | Sweep from 500 Bank Insured Deposit | (58.15) | 6,791.85 |
| 02/21/12 | Sweep to 500 Bank Insured Deposit | 5.88 | 6,797.73 |
| 02/22/12 | Sweep to 500 Bank Insured Deposit | 1,930.22 | 8,727.95 |
| 02/24/12 | Sweep to 500 Bank Insured Deposit | 1,606.59 | 10,334.54 |
| 02/28/12 | Accumulated Earnings Posted | 0.19 | 10,334.73 |
| 02/29/12 | Sweep to 500 Bank Insured Deposit | 223.76 | 10,558.49 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/01/12 | Dividend | PEABODY ENERGY CORPORATION | BTU | 2.29 |
| 03/01/12 | Dividend | ALTERA CORP | ALTR | 2.40 |
| 03/01/12 | Dividend | BEAM INC | BEAM | 3.08 |
| 03/01/12 | Dividend | CLIFFS NATURAL RESOURCES INC | CLF | 3.92 |
| 03/01/12 | Dividend | SEAGATE TECHNOLOGY | STX | 5.25 |
| 03/02/12 | Dividend | HARLEY DAVIDSON INC | HOG | 4.34 |
| 03/09/12 | Dividend | LIMITED BRANDS INC | LTD | 6.75 |
| 03/13/12 | Dividend | TRACTOR SUPPLY COMPANY | TSCO | 0.84 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 03/15/12 | Dividend | SOLUTIA INC NEW | SOA | 1.13 |
| 03/15/12 | Dividend | ROBERT HALF INTERNATL INC | RHI | 5.70 |
| **Total** | | | | **35.70** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS, on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At June 24, 2011, the Company had net capital of $121,928,000, or approximately 37.6% of aggregate debit balances, which was $115,439,000 in excess of its minimum net capital requirement of $6,489,000 at that date. The audited statement of financial condition as of June 24, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). The following information is being provided to you as required by NASD Rule 2280 (Investor Education and Protection). The toll-free FINRA* Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. Rule references are still identified as NASD Rules until further notice by FINRA. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
February 29, 2012 to March 30, 2012

Kenny E. Marchant, Sr.
Fred Alger & Company
2125 N. Josey Ln., Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 9,841.33 | 100,442.10 | 110,283.43 |
| Total Assets Held in Account | | 9,841.33 | 100,442.10 | 110,283.43 |

URGENT INFORMATION ABOUT YOUR ACCOUNT. ON THE LAST PAGE OF YOUR MARCH STATEMENT IS A TIME SENSITIVE NOTICE, TITLED VERIFICATION OF CUSTOMER INFORMATION. PLEASE REVIEW THIS NOTICE AND CONTACT YOUR FINANCIAL ADVISOR AS SOON AS POSSIBLE, IF ANY INFORMATION HAS CHANGED.

Paperless Statements and Confirms: We are excited to announce that you can now stop the delivery of your paper statements and confirms. Please visit the ClientEXP website,https://clientexp.swst.com/SWS/LogIn, to enroll for eDelivery of all of your Southwest Securities account documents. You may register for access to ClientEXP as well as sign up for eDelivery at this site. If you need any assistance or have any questions please contact your Financial Advisor.

## Account Summary

| | 02/29/12 Value | 03 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 689.53 | (1,155.26) |
| Bank Insured Deposit * | 10,558.49 | 10,996.59 |
| Equities | 97,521.04 | 100,442.10 |
| **Total Account Value** | **108,769.06** | **110,283.43** |
| **Net Account Value** | **108,769.06** | **110,283.43** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 11,248.02 | 97,521.04 | 108,769.06 |
| Funds Deposited | | | |
| Income Activity | 78.48 | | 78.48 |
| Securities Sold/Matured | 15,391.25 | (15,391.25) | |
| Securities Received | | | |
| Funds Withdrawn | (0.10) | | (0.10) |
| Margin Interest | | | |
| Securities Purchased | (16,876.32) | 16,876.32 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 1,435.98 | 1,435.98 |
| **Ending Balance** | **9,841.33** | **100,442.10** | **110,283.43** |

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on March 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.05% |

Annual Percentage Yield for Bank Insured Funds on March 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.03% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (1,155.26) | (1.05%) | |
| **Total Cash & Money Market Funds** | | | | | **-1,155.26** | **(1.05%)** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 10,996.58 | 9.97% | |
| Pending** | Cash Equivalent | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **10,996.59** | **9.97%** | |
| **Equities** | | | | | | | |
| ADOBE SYSTEMS INCORPORATED (DEL) | Cash | ADBE | 48.000 | 34.310 | 1,646.88 | 1.49% | |
| AETNA LIFE CASUALTY | Cash | AET | 17.000 | 50.160 | 852.72 | 0.77% | 11.90 |
| ALEXION PHARMACEUTICALS INC | Cash | ALXN | 5.000 | 92.860 | 464.30 | 0.42% | |
| ALKERMES PLC ISIN #IE00B56GVS15 | Cash | ALKS | 27.000 | 18.550 | 500.85 | 0.45% | |
| ALLEGHENY TECHNOLOGIES INC | Cash | ATI | 11.000 | 41.170 | 452.87 | 0.41% | 7.92 |
| ALLSCRIPTS-MISYS HEALTHCARE SOLUTIONS INC (formerly Allscripts Healthcare Solutions Inc) | Cash | MDRX | 94.000 | 16.600 | 1,560.40 | 1.41% | |
| ALTERA CORP | Cash | ALTR | 30.000 | 39.820 | 1,194.60 | 1.08% | 9.60 |
| AMERICAN CAPITAL AGENCY CORP | Cash | AGNC | 39.000 | 29.540 | 1,152.06 | 1.04% | 195.00 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| AMETEK AEROSPACE PRODUCTS | Cash | AME | 34.000 | 48.510 | 1,649.34 | 1.50% | 8.16 |
| AVAGO TECHNOLOGIES LTD ISIN #SG9999006241 | Cash | AVGO | 42.000 | 38.970 | 1,636.74 | 1.48% | 21.84 |
| BEAM INC | Cash | BEAM | 26.000 | 58.570 | 1,522.82 | 1.38% | 21.32 |
| BROWN-FORMAN CORP CL B | Cash | BF B | 9.000 | 83.390 | 750.51 | 0.68% | 12.60 |
| CABOT OIL & GAS CORP | Cash | COG | 17.000 | 31.170 | 529.89 | 0.48% | 1.36 |
| CADENCE DESIGN SYSTEMS INC | Cash | CDNS | 142.000 | 11.840 | 1,681.28 | 1.52% | |
| CAMERON INTERNATIONAL CORP | Cash | CAM | 19.000 | 52.830 | 1,003.77 | 0.91% | |
| CATALYST HEALTH SOLUTIONS INC | Cash | CHSI | 15.000 | 63.730 | 955.95 | 0.87% | |
| CBRE GROUP INC | Cash | CBG | 60.000 | 19.960 | 1,197.60 | 1.09% | |
| CBS CORP NEW CL B | Cash | CBS | 74.000 | 33.910 | 2,509.34 | 2.28% | 29.60 |
| CELANESE CORP-SERIES A | Cash | CE | 12.000 | 46.180 | 554.16 | 0.50% | 2.88 |
| CHICAGO BRIDGE & IRON-NY SHR | Cash | CBI | 13.000 | 43.190 | 561.47 | 0.51% | 2.60 |
| CHIPOTLE MEXICAN GRILL INC | Cash | CMG | 3.000 | 418.000 | 1,254.00 | 1.14% | |
| CIENA CORP NEW | Cash | CIEN | 49.000 | 16.190 | 793.31 | 0.72% | |
| CIGNA CORPORATION | Cash | CI | 16.000 | 49.250 | 788.00 | 0.71% | 0.64 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| COOPER INDUSTRIES PLC-CL A ISIN #IE00B40K9117 (IRELAND) | Cash | CBE | 18.000 | 63.950 | 1,151.10 | 1.04% | 22.32 |
| COVANCE INC | Cash | CVD | 19.000 | 47.630 | 904.97 | 0.82% | |
| CYPRESS SEMICONDUCTOR CORP | Cash | CY | 51.000 | 15.630 | 797.13 | 0.72% | 22.44 |
| CYTEC INDUSTRIES INCORPORATED | Cash | CYT | 12.000 | 60.790 | 729.48 | 0.66% | 6.00 |
| DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 25.000 | 31.600 | 790.00 | 0.72% | |
| DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 76.000 | 18.230 | 1,385.48 | 1.26% | |
| DICKS SPORTING GOODS INC | Cash | DKS | 25.000 | 48.080 | 1,202.00 | 1.09% | 12.50 |
| DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | 42.000 | 46.880 | 1,968.96 | 1.79% | |
| DOLLAR GENERAL CORP | Cash | DG | 32.000 | 46.200 | 1,478.40 | 1.34% | |
| EAST WEST BANCORP INC | Cash | EWBC | 53.000 | 23.090 | 1,223.77 | 1.11% | 21.20 |
| EASTMAN CHEMICAL CO | Cash | EMN | 17.000 | 51.690 | 878.73 | 0.80% | 17.68 |
| EDWARDS LIFESCIENCES CORP | Cash | EW | 6.000 | 72.730 | 436.38 | 0.40% | |
| FACTSET RESEARCH SYSTEMS INC. | Cash | FDS | 9.000 | 99.040 | 891.36 | 0.81% | 9.72 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| FORTINET INC | Cash | FTNT | 25.000 | 27.650 | 691.25 | 0.63% | |
| GLOBAL PAYMENT INC | Cash | GPN | 10.000 | 47.500 | 475.00 | 0.43% | 0.80 |
| GROUPON INC | Cash | GRPN | 25.000 | 18.380 | 459.50 | 0.42% | |
| HARLEY DAVIDSON INC | Cash | HOG | 22.000 | 49.080 | 1,079.76 | 0.98% | 13.64 |
| HUMAN GENOME SCIENCES INC | Cash | HGSI | 79.000 | 8.240 | 650.96 | 0.59% | |
| HYATT HOTELS CORP - CL A | Cash | H | 13.000 | 42.720 | 555.36 | 0.50% | |
| INCYTE CORPORATION FORMERLY INCYTE GENOMICS INCORP | Cash | INCY | 33.000 | 19.300 | 636.90 | 0.58% | |
| INFORMATICA CORP | Cash | INFA | 17.000 | 52.900 | 899.30 | 0.82% | |
| INTERCONTINENTALEXCHANGE INC | Cash | ICE | 10.000 | 137.420 | 1,374.20 | 1.25% | |
| LENNAR CORPORATION | Cash | LEN | 29.000 | 27.180 | 788.22 | 0.71% | 4.64 |
| LIMITED BRANDS INC | Cash | LTD | 27.000 | 48.000 | 1,296.00 | 1.18% | 27.00 |
| LINCOLN NATIONAL CORPORATION | Cash | LNC | 27.000 | 26.360 | 711.72 | 0.65% | 8.64 |
| LINKEDIN CORPORATION | Cash | LNKD | 6.000 | 101.990 | 611.94 | 0.55% | |
| MARRIOTT INTERNATIONAL INC CLASS A | Cash | MAR | 15.000 | 37.850 | 567.75 | 0.51% | 6.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MICHAEL KORS HOLDINGS LTD<br>ISIN #VGG607541015 | Cash | KORS | 19.000 | 46.590 | 885.21 | 0.80% | |
| MICROS SYSTEMS INCORPORATED | Cash | MCRS | 34.000 | 55.290 | 1,879.86 | 1.70% | |
| MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | 42.000 | 23.450 | 984.90 | 0.89% | 10.08 |
| NABORS INDUSTRIES LTD<br>ISIN #BMG6359F1032 | Cash | NBR | 75.000 | 17.490 | 1,311.75 | 1.19% | |
| NCR CORP | Cash | NCR | 52.000 | 21.710 | 1,128.92 | 1.02% | |
| NETAPP INC | Cash | NTAP | 18.000 | 44.770 | 805.86 | 0.73% | |
| NEXEN INC | Cash | NXY | 56.000 | 18.350 | 1,027.60 | 0.93% | 11.31 |
| OASIS PETROLEUM INC | Cash | OAS | 18.000 | 30.830 | 554.94 | 0.50% | |
| OPENTABLE INC | Cash | OPEN | 34.000 | 40.470 | 1,375.98 | 1.25% | |
| OWENS CORNING INC | Cash | OC | 40.000 | 36.030 | 1,441.20 | 1.31% | |
| PALL CORPORATION | Cash | PLL | 19.000 | 59.630 | 1,132.97 | 1.03% | 15.96 |
| PEABODY ENERGY CORPORATION | Cash | BTU | 27.000 | 28.960 | 781.92 | 0.71% | 9.18 |
| PIONEER NATURAL RESOURCES CO. | Cash | PXD | 15.000 | 111.590 | 1,673.85 | 1.52% | 1.20 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| PVH CORP | Cash | PVH | 12.000 | 89.330 | 1,071.96 | 0.97% | 1.80 |
| REGENERON PHARMACEUTICALS INC | Cash | REGN | 3.000 | 116.620 | 349.86 | 0.32% | |
| RIVERBED TECHNOLOGY INC | Cash | RVBD | 33.000 | 28.080 | 926.64 | 0.84% | |
| ROBERT HALF INTERNATL INC | Cash | RHI | 38.000 | 30.300 | 1,151.40 | 1.04% | 22.80 |
| ROSS STORES INCORPORATED | Cash | ROST | 16.000 | 58.100 | 929.60 | 0.84% | 8.96 |
| SANDISK CORP COM | Cash | SNDK | 19.000 | 49.590 | 942.21 | 0.85% | |
| SBA COMMUNICATIONS CORP | Cash | SBAC | 48.000 | 50.810 | 2,438.88 | 2.21% | |
| SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 33.000 | 48.690 | 1,606.77 | 1.46% | 15.84 |
| SEAGATE TECHNOLOGY | Cash | STX | 40.000 | 26.955 | 1,078.20 | 0.98% | 40.00 |
| SKYWORKS SOLUTIONS INC | Cash | SWKS | 56.000 | 27.650 | 1,548.40 | 1.40% | |
| SOLUTIA INC NEW | Cash | SOA | 30.000 | 27.940 | 838.20 | 0.76% | 4.50 |
| SPIRIT AEROSYSTEMS HOLDINGS INC CL A | Cash | SPR | 77.000 | 24.460 | 1,883.42 | 1.71% | |
| SPX CORP | Cash | SPW | 22.000 | 77.530 | 1,705.66 | 1.55% | 22.00 |
| STANLEY BLACK & DECKER INC | Cash | SWK | 11.000 | 76.960 | 846.56 | 0.77% | 18.04 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| STERICYCLE INC<br>ISIN # US8589121081 | Cash | SRCL | 12.000 | 83.640 | 1,003.68 | 0.91% | |
| SUPERIOR ENERGY SERVICES INC | Cash | SPN | 39.000 | 26.360 | 1,028.04 | 0.93% | |
| TAKE-TWO INTERACTIVE SOFTWARE INC | Cash | TTWO | 33.000 | 15.385 | 507.70 | 0.46% | |
| TANGOE INC/CT | Cash | TNGO | 23.000 | 18.810 | 432.63 | 0.39% | |
| TENNECO INC.<br>FROMLY<br>TENNECO<br>INCORPORATED | Cash | TEN | 15.000 | 37.150 | 557.25 | 0.51% | |
| TRACTOR SUPPLY COMPANY | Cash | TSCO | 7.000 | 90.560 | 633.92 | 0.57% | 3.36 |
| TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 62.660 | 1,817.14 | 1.65% | 4.64 |
| UNITED CONTINENTAL HOLDINGS | Cash | UAL | 40.000 | 21.500 | 860.00 | 0.78% | |
| UNITED THERAPEUTICS CORP | Cash | UTHR | 26.000 | 47.130 | 1,225.38 | 1.11% | |
| UNIVERSAL HEALTH SERVICES CLASS-B | Cash | UHS | 21.000 | 41.910 | 880.11 | 0.80% | 4.20 |
| URBAN OUTFITTERS INC | Cash | URBN | 28.000 | 29.110 | 815.08 | 0.74% | |
| VAIL RESORTS INC | Cash | MTN | 25.000 | 43.250 | 1,081.25 | 0.98% | 18.75 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| VALERO ENERGY CORP | Cash | VLO | 20.000 | 25.770 | 515.40 | 0.47% | 12.00 |
| VALIDUS HOLDINGS LTD ISIN #BMG9319H1025 | Cash | VR | 35.000 | 30.950 | 1,083.25 | 0.98% | 35.00 |
| VERIFONE SYSTEMS, INC (FORMELY) VERIFONE HOLDINGS INC | Cash | PAY | 11.000 | 51.870 | 570.57 | 0.52% | |
| VERISK ANALYTICS INC-CL A | Cash | VRSK | 38.000 | 46.970 | 1,784.86 | 1.62% | |
| WABCO HOLDINGS INC | Cash | WBC | 11.000 | 60.480 | 665.28 | 0.60% | |
| WATSON PHARMACEUTICALS INC | Cash | WPI | 14.000 | 67.060 | 938.84 | 0.85% | |
| WEATHERFORD INTL LTD ISIN #CH0038838394 | Cash | WFT | 31.000 | 15.090 | 467.79 | 0.42% | |
| XILINX INC | Cash | XLNX | 39.000 | 36.480 | 1,422.72 | 1.29% | 34.32 |
| **Total Equities** | | | | | **100,442.10** | **91.06%** | **791.94** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/01 | Taxable Dividend | SEAGATE TECHNOLOGY STX on 21.000000 PD:2012-03-01 | Cash | STX | 5.25 |
| 03/01 | Taxable Dividend | PEABODY ENERGY CORPORATION BTU on 27.000000 PD:2012-03-01 | Cash | BTU | 2.29 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/01 | Taxable Dividend | CONAGRA FOODS INC<br>CAG on 20.000000 PD:2012-03-01 | Cash | CAG | 4.80 |
| 03/01 | Taxable Dividend | CLIFFS NATURAL RESOURCES INC<br>CLF on 14.000000 PD:2012-03-01 | Cash | CLF | 3.92 |
| 03/01 | Taxable Dividend | BEAM INC<br>BEAM on 15.000000 PD:2012-03-01 | Cash | BEAM | 3.08 |
| 03/01 | Taxable Dividend | ALTERA CORP<br>ALTR on 30.000000 PD:2012-03-01 | Cash | ALTR | 2.40 |
| 03/02 | Taxable Dividend | HARLEY DAVIDSON INC<br>HOG on 28.000000 PD:2012-03-02 | Cash | HOG | 4.34 |
| 03/09 | Taxable Dividend | SCRIPPS NETWORKS INTERACTIVE INC CLASS A<br>SNI on 33.000000 PD:2012-03-09 | Cash | SNI | 3.96 |
| 03/09 | Taxable Dividend | LIMITED BRANDS INC<br>LTD on 27.000000 PD:2012-03-09 | Cash | LTD | 6.75 |
| 03/13 | Taxable Dividend | TRACTOR SUPPLY COMPANY<br>TSCO on 7.000000 PD:2012-03-13 | Cash | TSCO | 0.84 |
| 03/15 | Taxable Dividend | UNIVERSAL HEALTH SERVICES CLASS-B<br>UHS on 13.000000 PD:2012-03-15 | Cash | UHS | 0.65 |
| 03/15 | Taxable Dividend | TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT<br>TGI on 29.000000 PD:2012-03-15 | Cash | TGI | 1.16 |
| 03/15 | Taxable Dividend | SOLUTIA INC NEW<br>SOA on 30.000000 PD:2012-03-15 | Cash | SOA | 1.13 |
| 03/15 | Taxable Dividend | ROBERT HALF INTERNATL INC<br>RHI on 38.000000 PD:2012-03-15 | Cash | RHI | 5.70 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 03/15 | Taxable Dividend | ARCH COAL INC.<br>ACI on 55.000000 PD:2012-03-15 | Cash | ACI | 6.05 |
| 03/20 | Taxable Dividend | STANLEY BLACK & DECKER INC<br>SWK on 11.000000 PD:2012-03-20 | Cash | SWK | 4.51 |
| 03/28 | Taxable Dividend | ALLEGHENY TECHNOLOGIES INC<br>ATI on 11.000000 PD:2012-03-28 | Cash | ATI | 1.98 |
| 03/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.26 |
| 03/30 | Taxable Dividend | AVAGO TECHNOLOGIES LTD<br>ISIN #SG9999006241<br>AVGO on 42.000000 PD:2012-03-30 | Cash | AVGO | 5.46 |
| 03/30 | Taxable Dividend | VALIDUS HOLDINGS LTD<br>ISIN #BMG9319H1025<br>VR on 35.000000 PD:2012-03-30 | Cash | VR | 8.75 |
| 03/30 | Taxable Dividend | PVH CORP<br>PVH on 7.000000 PD:2012-03-30 | Cash | PVH | 0.26 |
| 03/30 | Taxable Dividend | DICKS SPORTING GOODS INC<br>DKS on 18.000000 PD:2012-03-30 | Cash | DKS | 2.25 |
| 03/30 | Taxable Dividend | CHICAGO BRIDGE & IRON-NY SHR<br>CBI on 13.000000 PD:2012-03-30 | Cash | CBI | 0.65 |
| 03/30 | Taxable Dividend | AMETEK AEROSPACE PRODUCTS<br>AME on 34.000000 PD:2012-03-30 | Cash | AME | 2.04 |
| **Total Income Activity** | | | | | **78.48** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/06 | Sell | VERIFONE SYSTEMS, INC (FORMELY)<br>VERIFONE HOLDINGS INC | Cash | PAY | (9.000) | 49.650 | 446.84 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/06 | Sell | NEW ORIENTAL EDUCATION & TECH INC-SPONS ADR REPSTG COM | Cash | EDU | (18.000) | 26.111 | 469.99 |
| 03/06 | Sell | DECKERS OUTDOOR CORP | Cash | DECK | (16.000) | 75.160 | 1,202.54 |
| 03/06 | Sell | COACH INC | Cash | COH | (20.000) | 73.450 | 1,468.97 |
| 03/06 | Sell | ALEXION PHARMACEUTICALS INC | Cash | ALXN | (7.000) | 83.010 | 581.06 |
| 03/07 | Sell | LIFE TECHNOLOGIES CORP | Cash | LIFE | (13.000) | 45.750 | 594.74 |
| 03/08 | Sell | BROWN-FORMAN CORP CL B Reported Price: 79.6756 | Cash | BF B | (7.000) | 79.676 | 557.72 |
| 03/13 | Sell | NETAPP INC | Cash | NTAP | (10.000) | 43.360 | 433.59 |
| 03/14 | Sell | WEATHERFORD INTL LTD ISIN #CH0038838394 | Cash | WFT | (19.000) | 16.130 | 306.46 |
| 03/14 | Sell | ROCKWOOD HOLDINGS INC | Cash | ROC | (14.000) | 52.920 | 740.87 |
| 03/14 | Sell | PIONEER NATURAL RESOURCES CO. | Cash | PXD | (5.000) | 106.840 | 534.19 |
| 03/14 | Sell | NETAPP INC | Cash | NTAP | (10.000) | 42.570 | 425.69 |
| 03/14 | Sell | LIFE TECHNOLOGIES CORP | Cash | LIFE | (12.000) | 45.450 | 545.39 |
| 03/14 | Sell | HARLEY DAVIDSON INC | Cash | HOG | (6.000) | 49.780 | 298.67 |
| 03/14 | Sell | CYPRESS SEMICONDUCTOR CORP | Cash | CY | (23.000) | 15.810 | 363.62 |
| 03/14 | Sell | CLIFFS NATURAL RESOURCES INC | Cash | CLF | (14.000) | 69.770 | 976.76 |
| 03/14 | Sell | CIGNA CORPORATION | Cash | CI | (7.000) | 46.660 | 326.61 |
| 03/14 | Sell | ARCH COAL INC. | Cash | ACI | (55.000) | 11.545 | 634.97 |
| 03/14 | Sell | AECOM TECHNOLOGY CORP | Cash | ACM | (36.000) | 23.000 | 827.99 |
| 03/14 | Sell | ACME PACKET INC | Cash | APKT | (28.000) | 26.580 | 744.23 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/16 | Sell | OPENTABLE INC | Cash | OPEN | (8.000) | 40.500 | 323.99 |
| 03/16 | Sell | AETNA LIFE CASUALTY | Cash | AET | (7.000) | 46.450 | 325.14 |
| 03/21 | Sell | LULULEMON ATHLETICA INC | Cash | LULU | (10.000) | 74.080 | 740.79 |
| 03/23 | Sell | DOLLAR GENERAL CORP | Cash | DG | (8.000) | 47.350 | 378.79 |
| 03/26 | Sell | WEIGHT WATCHERS INTERNTIONAL INCORPORATED | Cash | WTW | (6.000) | 79.330 | 475.97 |
| 03/29 | Sell | WEATHERFORD INTL LTD ISIN #CH0038838394 | Cash | WFT | (22.000) | 14.690 | 323.17 |
| 03/29 | Sell | CIGNA CORPORATION | Cash | CI | (7.000) | 48.930 | 342.50 |
| **Total Securities Sold/Matured** | | | | | | | **15,391.25** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 03/30 | Foreign Withholding-DIV | WH for CBI on 13.000000 P: 2012-03-30 | Cash | | (0.10) |
| **Total Funds Withdrawn** | | | | | **(0.10)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/06 | Buy | SEAGATE TECHNOLOGY | Cash | STX | 19.000 | 26.800 | (509.20) |
| 03/06 | Buy | VAIL RESORTS INC | Cash | MTN | 13.000 | 42.120 | (547.56) |
| 03/06 | Buy | SBA COMMUNICATIONS CORP | Cash | SBAC | 9.000 | 47.380 | (426.42) |
| 03/06 | Buy | ROSS STORES INCORPORATED | Cash | ROST | 10.000 | 54.840 | (548.40) |
| 03/06 | Buy | REGENERON PHARMACEUTICALS INC | Cash | REGN | 3.000 | 103.790 | (311.37) |
| 03/06 | Buy | FACTSET RESEARCH SYSTEMS INC. | Cash | FDS | 9.000 | 86.105 | (774.95) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/06 | Buy | DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | 25.000 | 43.520 | (1,088.00) |
| 03/06 | Buy | CIENA CORP NEW | Cash | CIEN | 49.000 | 13.610 | (666.89) |
| 03/06 | Buy | CBS CORP NEW CL B | Cash | CBS | 16.000 | 29.010 | (464.16) |
| 03/07 | Buy | VALIDUS HOLDINGS LTD ISIN #BMG9319H1025 | Cash | VR | 10.000 | 30.630 | (306.30) |
| 03/08 | Buy | VALIDUS HOLDINGS LTD ISIN #BMG9319H1025 | Cash | VR | 10.000 | 30.180 | (301.80) |
| 03/08 | Buy | AMERICAN CAPITAL AGENCY CORP | Cash | AGNC | 39.000 | 29.500 | (1,150.50) |
| 03/13 | Buy | UNITED CONTINENTAL HOLDINGS | Cash | UAL | 18.000 | 19.720 | (354.96) |
| 03/13 | Buy | STERICYCLE INC ISIN # US8589121081 | Cash | SRCL | 5.000 | 87.360 | (436.80) |
| 03/14 | Buy | NABORS INDUSTRIES LTD ISIN #BMG6359F1032 | Cash | NBR | 26.000 | 20.030 | (520.78) |
| 03/14 | Buy | SBA COMMUNICATIONS CORP | Cash | SBAC | 14.000 | 49.880 | (698.32) |
| 03/14 | Buy | PVH CORP | Cash | PVH | 5.000 | 88.520 | (442.60) |
| 03/14 | Buy | NEXEN INC | Cash | NXY | 24.000 | 19.450 | (466.80) |
| 03/14 | Buy | MARRIOTT INTERNATIONAL INC CLASS A | Cash | MAR | 15.000 | 38.390 | (575.85) |
| 03/14 | Buy | DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | 17.000 | 44.730 | (760.41) |
| 03/14 | Buy | DICKS SPORTING GOODS INC | Cash | DKS | 7.000 | 47.790 | (334.53) |
| 03/14 | Buy | CBS CORP NEW CL B | Cash | CBS | 19.000 | 31.440 | (597.36) |
| 03/14 | Buy | BEAM INC | Cash | BEAM | 11.000 | 57.980 | (637.78) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 03/16 | Buy | INTERCONTINENTALEXCHANGE INC | Cash | ICE | 4.000 | 139.390 | (557.56) |
| 03/21 | Buy | UNIVERSAL HEALTH SERVICES CLASS-B | Cash | UHS | 8.000 | 42.490 | (339.92) |
| 03/21 | Buy | OWENS CORNING INC | Cash | OC | 9.000 | 37.480 | (337.32) |
| 03/23 | Buy | ROSS STORES INCORPORATED | Cash | ROST | 6.000 | 57.020 | (342.12) |
| 03/26 | Buy | HYATT HOTELS CORP - CL A | Cash | H | 13.000 | 41.690 | (541.97) |
| 03/29 | Buy | ALKERMES PLC ISIN #IE00B56GVS15 | Cash | ALKS | 27.000 | 18.220 | (491.94) |
| 03/29 | Buy | TANGOE INC/CT | Cash | TNGO | 23.000 | 19.490 | (448.27) |
| 03/29 | Buy | GROUPON INC | Cash | GRPN | 25.000 | 17.745 | (443.63) |
| 03/29 | Buy | ALEXION PHARMACEUTICALS INC | Cash | ALXN | 5.000 | 90.370 | (451.85) |
| **Total Securities Purchased** | | | | | | | **(16,876.32)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 78.22 | | 142.69 | |
| Money Market | 0.26 | | 0.61 | |
| **Total Income** | **78.48** | | **143.30** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(0.10)** | **(0.34)** |

## Other Important Information

### Other Tax Information (continued)

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **15,391.25** | **54,465.54** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 02/29/12 | Beginning Balance | | 10,558.49 |
| 03/01/12 | Sweep to 500 Bank Insured Deposit | 706.02 | 11,264.51 |
| 03/02/12 | Sweep to 500 Bank Insured Deposit | 9.59 | 11,274.10 |
| 03/09/12 | Sweep from 500 Bank Insured Deposit | (1,156.84) | 10,117.26 |
| 03/12/12 | Sweep to 500 Bank Insured Deposit | 288.44 | 10,405.70 |
| 03/13/12 | Sweep from 500 Bank Insured Deposit | (893.74) | 9,511.96 |
| 03/15/12 | Sweep to 500 Bank Insured Deposit | 14.69 | 9,526.65 |
| 03/16/12 | Sweep from 500 Bank Insured Deposit | (358.17) | 9,168.48 |
| 03/19/12 | Sweep to 500 Bank Insured Deposit | 1,691.02 | 10,859.50 |
| 03/20/12 | Sweep to 500 Bank Insured Deposit | 4.51 | 10,864.01 |
| 03/21/12 | Sweep to 500 Bank Insured Deposit | 91.57 | 10,955.58 |
| 03/26/12 | Sweep to 500 Bank Insured Deposit | 63.55 | 11,019.13 |
| 03/28/12 | Sweep to 500 Bank Insured Deposit | 38.65 | 11,057.78 |
| 03/29/12 | Accumulated Earnings Posted | 0.26 | 11,058.04 |
| 03/29/12 | Sweep from 500 Bank Insured Deposit | (66.00) | 10,992.04 |
| 03/30/12 | Sweep to 500 Bank Insured Deposit | 4.55 | 10,996.59 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/01/12 | Dividend | NEXEN INC | NXY | 1.60 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/01/12 | Dividend | CBS CORP NEW CL B | CBS | 5.50 |
| 04/02/12 | Dividend | EASTMAN CHEMICAL CO | EMN | 4.42 |
| 04/02/12 | Dividend | COOPER INDUSTRIES PLC-CL A ISIN #IE00B40K9117 (IRELAND) | CBE | 5.58 |
| 04/02/12 | Dividend | BROWN-FORMAN CORP CL B | BF B | 5.60 |
| 04/03/12 | Dividend | SPX CORP | SPW | 5.50 |
| 04/10/12 | Dividend | CIGNA CORPORATION | CI | 1.20 |
| 04/10/12 | Dividend | VAIL RESORTS INC | MTN | 4.69 |
| 04/19/12 | Dividend | CYPRESS SEMICONDUCTOR CORP | CY | 5.61 |
| **Total** | | | | **39.70** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
March 30, 2012 to April 30, 2012

Kenny E. Marchant, Sr.
Fred Alger & Company
2125 N. Josey Ln., Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 6,867.55 | 103,696.40 | 110,563.95 |
| Total Assets Held in Account | | 6,867.55 | 103,696.40 | 110,563.95 |

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Fred Alger & Company**

**Statement Period**
March 30, 2012 to April 30, 2012

**Page**
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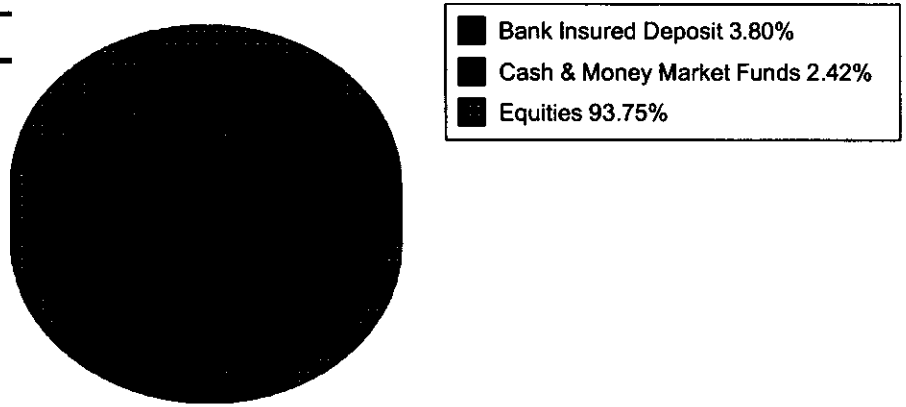
## Account Summary

| | 03/30/12 Value | 04 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | (1,155.26) | 2,670.18 |
| Bank Insured Deposit * | 10,996.59 | 4,197.37 |
| Equities | 100,442.10 | 103,696.40 |
| **Total Account Value** | **110,283.43** | **110,563.95** |
| **Net Account Value** | **110,283.43** | **110,563.95** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 9,841.33 | 100,442.10 | 110,283.43 |
| Funds Deposited | | | |
| Income Activity | 44.65 | | 44.65 |
| Securities Sold/Matured | 19,867.51 | (19,867.51) | |
| Securities Received | | | |
| Funds Withdrawn | (411.54) | | (411.54) |
| Margin Interest | | | |
| Securities Purchased | (22,474.40) | 22,474.40 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 647.42 | 647.42 |
| **Ending Balance** | **6,867.55** | **103,696.40** | **110,563.95** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on April 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on April 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 2,670.18 | 2.42% | |
| **Total Cash & Money Market Funds** | | | | | **2,670.18** | **2.42%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 4,197.36 | 3.80% | |
| Pending** | Cash Equivalent | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **4,197.37** | **3.80%** | |
| **Equities** | | | | | | | |
| ALEXION PHARMACEUTICALS INC | Cash | ALXN | 5.000 | 90.320 | 451.60 | 0.41% | |
| ALKERMES PLC<br>ISIN #IE00B56GVS15 | Cash | ALKS | 27.000 | 17.300 | 467.10 | 0.42% | |
| ALLEGHENY TECHNOLOGIES INC | Cash | ATI | 11.000 | 42.940 | 472.34 | 0.43% | 7.92 |
| ALTERA CORP | Cash | ALTR | 30.000 | 35.570 | 1,067.10 | 0.97% | 9.60 |
| AMERICAN CAPITAL AGENCY CORP | Cash | AGNC | 39.000 | 31.235 | 1,218.17 | 1.10% | 195.00 |
| AMETEK AEROSPACE PRODUCTS | Cash | AME | 34.000 | 50.330 | 1,711.22 | 1.55% | 8.16 |
| AVAGO TECHNOLOGIES LTD<br>ISIN #SG9999006241 | Cash | AVGO | 42.000 | 34.480 | 1,448.16 | 1.31% | 21.84 |
| BEAM INC | Cash | BEAM | 26.000 | 56.780 | 1,476.28 | 1.34% | 21.32 |
| CABOT OIL & GAS CORP | Cash | COG | 17.000 | 35.140 | 597.38 | 0.54% | 1.36 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CADENCE DESIGN SYSTEMS INC | Cash | CDNS | 142.000 | 11.670 | 1,657.14 | 1.50% | |
| CAMERON INTERNATIONAL CORP | Cash | CAM | 27.000 | 51.250 | 1,383.75 | 1.25% | |
| CBS CORP NEW CL B | Cash | CBS | 74.000 | 33.380 | 2,470.12 | 2.23% | 29.60 |
| CELANESE CORP-SERIES A | Cash | CE | 41.000 | 48.460 | 1,986.86 | 1.80% | 9.84 |
| CHICAGO BRIDGE & IRON-NY SHR | Cash | CBI | 13.000 | 44.420 | 577.46 | 0.52% | 2.60 |
| CHIPOTLE MEXICAN GRILL INC | Cash | CMG | 3.000 | 414.150 | 1,242.45 | 1.12% | |
| CIENA CORP NEW | Cash | CIEN | 49.000 | 14.820 | 726.18 | 0.66% | |
| CIGNA CORPORATION | Cash | CI | 16.000 | 46.230 | 739.68 | 0.67% | 0.64 |
| COOPER INDUSTRIES PLC-CL A ISIN #IE00B40K9117 (IRELAND) | Cash | CBE | 18.000 | 62.570 | 1,126.26 | 1.02% | 22.32 |
| COVANCE INC | Cash | CVD | 19.000 | 46.760 | 888.44 | 0.80% | |
| CYTEC INDUSTRIES INCORPORATED | Cash | CYT | 12.000 | 63.570 | 762.84 | 0.69% | 6.00 |
| DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 25.000 | 30.690 | 767.25 | 0.69% | |
| DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 94.000 | 19.040 | 1,789.76 | 1.62% | |
| DICKS SPORTING GOODS INC | Cash | DKS | 25.000 | 50.600 | 1,265.00 | 1.14% | 12.50 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | 35.000 | 49.690 | 1,739.15 | 1.57% | |
| DOLLAR GENERAL CORP | Cash | DG | 32.000 | 47.460 | 1,518.72 | 1.37% | |
| EAST WEST BANCORP INC | Cash | EWBC | 53.000 | 22.770 | 1,206.81 | 1.09% | 21.20 |
| EASTMAN CHEMICAL CO | Cash | EMN | 23.000 | 53.970 | 1,241.31 | 1.12% | 23.92 |
| ECOLAB INCORPORATED | Cash | ECL | 17.000 | 63.690 | 1,082.73 | 0.98% | 13.60 |
| EDWARDS LIFESCIENCES CORP | Cash | EW | 6.000 | 82.970 | 497.82 | 0.45% | |
| EXPEDIA INC | Cash | EXPE | 17.000 | 42.650 | 725.05 | 0.66% | 6.12 |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 4.000 | 133.930 | 535.72 | 0.48% | |
| FORTINET INC | Cash | FTNT | 44.000 | 26.120 | 1,149.28 | 1.04% | |
| GROUPON INC | Cash | GRPN | 83.000 | 10.710 | 888.93 | 0.80% | |
| HARLEY DAVIDSON INC | Cash | HOG | 22.000 | 52.330 | 1,151.26 | 1.04% | 13.64 |
| HERTZ GLOBAL HOLDINGS INC | Cash | HTZ | 34.000 | 15.410 | 523.94 | 0.47% | |
| HOLLYFRONTIER CORP | Cash | HFC | 12.000 | 30.820 | 369.84 | 0.33% | 4.80 |
| HUMAN GENOME SCIENCES INC | Cash | HGSI | 33.000 | 14.710 | 485.43 | 0.44% | |
| HYATT HOTELS CORP - CL A | Cash | H | 34.000 | 43.030 | 1,463.02 | 1.32% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| INCYTE CORPORATION FORMERLY INCYTE GENOMICS INCORP | Cash | INCY | 33.000 | 22.660 | 747.78 | 0.68% | |
| INFORMATICA CORP | Cash | INFA | 24.000 | 46.020 | 1,104.48 | 1.00% | |
| INTERCONTINENTALEXCHANGE INC | Cash | ICE | 13.000 | 133.040 | 1,729.52 | 1.56% | |
| INTUIT INC | Cash | INTU | 14.000 | 57.970 | 811.58 | 0.73% | 8.40 |
| JOY GLOBAL INC | Cash | JOY | 11.000 | 70.770 | 778.47 | 0.70% | 7.70 |
| K B HOME | Cash | KBH | 67.000 | 8.680 | 581.56 | 0.53% | 6.70 |
| LENNAR CORPORATION | Cash | LEN | 29.000 | 27.740 | 804.46 | 0.73% | 4.64 |
| LIMITED BRANDS INC | Cash | LTD | 27.000 | 49.700 | 1,341.90 | 1.21% | 27.00 |
| LINCOLN NATIONAL CORPORATION | Cash | LNC | 27.000 | 24.770 | 668.79 | 0.60% | 8.64 |
| LINKEDIN CORPORATION | Cash | LNKD | 6.000 | 108.450 | 650.70 | 0.59% | |
| MARRIOTT INTERNATIONAL INC CLASS A | Cash | MAR | 15.000 | 39.090 | 586.35 | 0.53% | 6.00 |
| MELCO PBL ENTERTAINMENT-ADR | Cash | MPEL | 43.000 | 15.520 | 667.36 | 0.60% | |
| MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 136.000 | 7.900 | 1,074.40 | 0.97% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MICHAEL KORS HOLDINGS LTD<br>ISIN #VGG607541015 | Cash | KORS | 19.000 | 45.670 | 867.73 | 0.78% | |
| MICROS SYSTEMS INCORPORATED | Cash | MCRS | 34.000 | 56.830 | 1,932.22 | 1.75% | |
| MOODYS CORP | Cash | MCO | 20.000 | 40.950 | 819.00 | 0.74% | 12.80 |
| MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | 24.000 | 21.690 | 520.56 | 0.47% | |
| NABORS INDUSTRIES LTD<br>ISIN #BMG6359F1032 | Cash | NBR | 101.000 | 16.650 | 1,681.65 | 1.52% | |
| NCR CORP | Cash | NCR | 73.000 | 23.500 | 1,715.50 | 1.55% | |
| NETAPP INC | Cash | NTAP | 39.000 | 38.825 | 1,514.18 | 1.37% | |
| NEXEN INC | Cash | NXY | 20.000 | 19.350 | 387.00 | 0.35% | 4.04 |
| OPENTABLE INC | Cash | OPEN | 34.000 | 44.720 | 1,520.48 | 1.38% | |
| OWENS CORNING INC | Cash | OC | 40.000 | 34.350 | 1,374.00 | 1.24% | |
| P P G INDUSTRIES INC | Cash | PPG | 12.000 | 105.240 | 1,262.88 | 1.14% | 28.32 |
| PALL CORPORATION | Cash | PLL | 27.000 | 59.610 | 1,609.47 | 1.46% | 22.68 |
| PEABODY ENERGY CORPORATION | Cash | BTU | 40.000 | 31.110 | 1,244.40 | 1.13% | 13.60 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| PIONEER NATURAL RESOURCES CO. | Cash | PXD | 18.000 | 115.820 | 2,084.76 | 1.89% | 1.44 |
| PVH CORP | Cash | PVH | 12.000 | 88.800 | 1,065.60 | 0.96% | 1.80 |
| REGENERON PHARMACEUTICALS INC | Cash | REGN | 3.000 | 135.260 | 405.78 | 0.37% | |
| RIVERBED TECHNOLOGY INC | Cash | RVBD | 33.000 | 19.725 | 650.92 | 0.59% | |
| ROBERT HALF INTERNATL INC | Cash | RHI | 38.000 | 29.800 | 1,132.40 | 1.02% | 22.80 |
| ROCKWOOD HOLDINGS INC | Cash | ROC | 22.000 | 55.340 | 1,217.48 | 1.10% | |
| ROSS STORES INCORPORATED | Cash | ROST | 16.000 | 61.500 | 984.00 | 0.89% | 8.96 |
| SBA COMMUNICATIONS CORP | Cash | SBAC | 48.000 | 53.790 | 2,581.92 | 2.34% | |
| SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 24.000 | 50.220 | 1,205.28 | 1.09% | 11.52 |
| SEAGATE TECHNOLOGY | Cash | STX | 40.000 | 30.760 | 1,230.40 | 1.11% | 40.00 |
| SKYWORKS SOLUTIONS INC | Cash | SWKS | 56.000 | 27.140 | 1,519.84 | 1.37% | |
| SPIRIT AEROSYSTEMS HOLDINGS INC CL A | Cash | SPR | 77.000 | 25.000 | 1,925.00 | 1.74% | |
| SPX CORP | Cash | SPW | 22.000 | 76.780 | 1,689.16 | 1.53% | 22.00 |
| STERICYCLE INC ISIN # US8589121081 | Cash | SRCL | 12.000 | 86.600 | 1,039.20 | 0.94% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SUPERIOR ENERGY SERVICES INC | Cash | SPN | 60.000 | 26.920 | 1,615.20 | 1.46% | |
| TAKE-TWO INTERACTIVE SOFTWARE INC | Cash | TTWO | 33.000 | 14.105 | 465.46 | 0.42% | |
| TANGOE INC/CT | Cash | TNGO | 23.000 | 20.480 | 471.04 | 0.43% | |
| TENET HEALTHCARE CORP | Cash | THC | 90.000 | 5.190 | 467.10 | 0.42% | |
| TENNECO INC. FROMLY TENNECO INCORPORATED | Cash | TEN | 15.000 | 30.830 | 462.45 | 0.42% | |
| TIBCO SOFTWARE INC | Cash | TIBX | 18.000 | 32.900 | 592.20 | 0.54% | |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 62.820 | 1,821.78 | 1.65% | 4.64 |
| UNITED CONTINENTAL HOLDINGS | Cash | UAL | 40.000 | 21.920 | 876.80 | 0.79% | |
| UNITED THERAPEUTICS CORP | Cash | UTHR | 26.000 | 43.750 | 1,137.50 | 1.03% | |
| UNIVERSAL HEALTH SERVICES CLASS-B | Cash | UHS | 29.000 | 42.710 | 1,238.59 | 1.12% | 5.80 |
| URBAN OUTFITTERS INC | Cash | URBN | 28.000 | 28.960 | 810.88 | 0.73% | |
| VALERO ENERGY CORP | Cash | VLO | 34.000 | 24.700 | 839.80 | 0.76% | 20.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| VALIDUS HOLDINGS LTD<br>ISIN #BMG9319H1025 | Cash | VR | 35.000 | 32.500 | 1,137.50 | 1.03% | 35.00 |
| VERISK ANALYTICS INC-CL A | Cash | VRSK | 31.000 | 48.950 | 1,517.45 | 1.37% | |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 17.000 | 38.480 | 654.16 | 0.59% | |
| WEIGHT WATCHERS INTERNTIONAL INCORPORATED | Cash | WTW | 7.000 | 75.960 | 531.72 | 0.48% | 4.90 |
| WESTPORT INNOVATIONS INC<br>ISIN #CA9609083097 | Cash | WPRT | 14.000 | 31.316 | 438.42 | 0.40% | |
| XILINX INC | Cash | XLNX | 28.000 | 36.380 | 1,018.64 | 0.92% | 24.64 |
| **Total Equities** | | | | | **103,696.40** | **93.75%** | **786.40** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 04/02 Taxable Dividend | COOPER INDUSTRIES PLC-CL A<br>ISIN #IE00B40K9117 (IRELAND)<br>CBE on 18.000000 PD:2012-04-02 | Cash | CBE | 5.58 |
| 04/02 Taxable Dividend | NEXEN INC<br>NXY on 32.000000 PD:2012-04-01 | Cash | NXY | 1.60 |
| 04/02 Taxable Dividend | EASTMAN CHEMICAL CO<br>EMN on 17.000000 PD:2012-04-02 | Cash | EMN | 4.42 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 04/02 | Taxable Dividend | CBS CORP NEW CL B<br>CBS on 55.000000 PD:2012-04-01 | Cash | CBS | 5.50 |
| 04/02 | Taxable Dividend | BROWN-FORMAN CORP CL B<br>BF B on 16.000000 PD:2012-04-02 | Cash | BF B | 5.60 |
| 04/03 | Taxable Dividend | SPX CORP<br>SPW on 22.000000 PD:2012-04-03 | Cash | SPW | 5.50 |
| 04/10 | Taxable Dividend | VAIL RESORTS INC<br>MTN on 25.000000 PD:2012-04-10 | Cash | MTN | 4.69 |
| 04/10 | Taxable Dividend | CIGNA CORPORATION<br>CI on 30.000000 PD:2012-04-10 | Cash | CI | 1.20 |
| 04/12 | Taxable Dividend | PIONEER NATURAL RESOURCES CO.<br>PXD on 15.000000 PD:2012-04-12 | Cash | PXD | 0.60 |
| 04/19 | Taxable Dividend | CYPRESS SEMICONDUCTOR CORP<br>CY on 51.000000 PD:2012-04-19 | Cash | CY | 5.61 |
| 04/27 | Taxable Dividend | AETNA LIFE CASUALTY<br>AET on 17.000000 PD:2012-04-27 | Cash | AET | 2.98 |
| 04/27 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.14 |
| 04/30 | Taxable Dividend | WEIGHT WATCHERS INTERNTIONAL INCORPORATED<br>WTW on 7.000000 PD:2012-04-30 | Cash | WTW | 1.23 |
| **Total Income Activity** | | | | | **44.65** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/02 | Sell | GLOBAL PAYMENT INC | Cash | GPN | (10.000) | 45.650 | 456.49 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/03 | Sell | WEATHERFORD INTL LTD ISIN #CH0038838394 | Cash | WFT | (31.000) | 15.000 | 464.99 |
| 04/03 | Sell | WATSON PHARMACEUTICALS INC | Cash | WPI | (14.000) | 66.920 | 936.86 |
| 04/03 | Sell | ALLSCRIPTS-MISYS HEALTHCARE SOLUTIONS INC (formerly Allscripts | Cash | MDRX | (18.000) | 16.730 | 301.13 |
| 04/04 | Sell | STANLEY BLACK & DECKER INC | Cash | SWK | (11.000) | 77.070 | 847.75 |
| 04/04 | Sell | FACTSET RESEARCH SYSTEMS INC. | Cash | FDS | (9.000) | 99.170 | 892.51 |
| 04/04 | Sell | CBRE GROUP INC | Cash | CBG | (60.000) | 19.030 | 1,141.78 |
| 04/10 | Sell | SANDISK CORP COM | Cash | SNDK | (19.000) | 42.490 | 807.29 |
| 04/12 | Sell | SOLUTIA INC NEW | Cash | SOA | (30.000) | 28.040 | 841.18 |
| 04/13 | Sell | OASIS PETROLEUM INC | Cash | OAS | (18.000) | 30.150 | 542.69 |
| 04/13 | Sell | ADOBE SYSTEMS INCORPORATED (DEL) | Cash | ADBE | (11.000) | 33.480 | 368.27 |
| 04/16 | Sell | VERISK ANALYTICS INC-CL A | Cash | VRSK | (7.000) | 47.060 | 329.41 |
| 04/19 | Sell | TRACTOR SUPPLY COMPANY | Cash | TSCO | (7.000) | 99.350 | 695.43 |
| 04/19 | Sell | ADOBE SYSTEMS INCORPORATED (DEL) | Cash | ADBE | (12.000) | 32.940 | 395.27 |
| 04/20 | Sell | WABCO HOLDINGS INC | Cash | WBC | (11.000) | 57.110 | 628.20 |
| 04/20 | Sell | ADOBE SYSTEMS INCORPORATED (DEL) | Cash | ADBE | (25.000) | 33.380 | 834.48 |
| 04/23 | Sell | DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | (7.000) | 47.610 | 333.26 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/23 | Sell | BROWN-FORMAN CORP CL B<br>Reported Price: 83.5301 | Cash | BF B | (9.000) | 83.530 | 751.75 |
| 04/24 | Sell | VERIFONE SYSTEMS, INC (FORMELY)<br>VERIFONE HOLDINGS INC | Cash | PAY | (11.000) | 52.630 | 578.92 |
| 04/24 | Sell | VAIL RESORTS INC | Cash | MTN | (25.000) | 40.270 | 1,006.73 |
| 04/24 | Sell | SCRIPPS NETWORKS INTERACTIVE<br>INC CLASS A | Cash | SNI | (9.000) | 48.050 | 432.44 |
| 04/24 | Sell | CATALYST HEALTH SOLUTIONS INC | Cash | CHSI | (15.000) | 87.030 | 1,305.42 |
| 04/25 | Sell | XILINX INC | Cash | XLNX | (11.000) | 34.200 | 376.19 |
| 04/25 | Sell | MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | (18.000) | 22.290 | 401.21 |
| 04/25 | Sell | HUMAN GENOME SCIENCES INC | Cash | HGSI | (46.000) | 14.520 | 667.91 |
| 04/26 | Sell | CYPRESS SEMICONDUCTOR CORP | Cash | CY | (51.000) | 15.120 | 771.11 |
| 04/26 | Sell | ALLISON TRANSMISSION HOLDINGS, INC | Cash | ALSN | (24.000) | 20.550 | 493.19 |
| 04/30 | Sell | NEXEN INC | Cash | NXY | (36.000) | 19.340 | 696.22 |
| 04/30 | Sell | ALLSCRIPTS-MISYS HEALTHCARE<br>SOLUTIONS INC (formerly Allscripts | Cash | MDRX | (76.000) | 10.840 | 823.83 |
| 04/30 | Sell | AETNA LIFE CASUALTY | Cash | AET | (17.000) | 43.860 | 745.60 |
| **Total Securities Sold/Matured** | | | | | | | **19,867.51** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 04/02 | Foreign Withholding-DIV | WH for NXY on 32.000000 P: 2012-04-01 | Cash | | (0.24) |

## Account Activity

**Funds Withdrawn (Continued)**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 04/23 | Journal | ADV FEE | Cash | | (411.30) |
| **Total Funds Withdrawn** | | | | | **(411.54)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/02 | Buy | TIBCO SOFTWARE INC | Cash | TIBX | 18.000 | 31.490 | (566.82) |
| 04/02 | Buy | TENET HEALTHCARE CORP | Cash | THC | 90.000 | 5.470 | (492.29) |
| 04/03 | Buy | NABORS INDUSTRIES LTD<br>ISIN #BMG6359F1032 | Cash | NBR | 26.000 | 17.060 | (443.56) |
| 04/03 | Buy | P P G INDUSTRIES INC | Cash | PPG | 12.000 | 95.020 | (1,140.24) |
| 04/03 | Buy | MOODYS CORP | Cash | MCO | 20.000 | 42.990 | (859.80) |
| 04/03 | Buy | GROUPON INC | Cash | GRPN | 31.000 | 15.240 | (472.44) |
| 04/03 | Buy | CELANESE CORP-SERIES A | Cash | CE | 12.000 | 46.125 | (553.50) |
| 04/04 | Buy | VERTEX PHARMACEUTICALS INC | Cash | VRTX | 17.000 | 41.010 | (697.17) |
| 04/04 | Buy | HYATT HOTELS CORP - CL A | Cash | H | 21.000 | 41.680 | (875.28) |
| 04/10 | Buy | UNIVERSAL HEALTH SERVICES<br>CLASS-B | Cash | UHS | 8.000 | 41.040 | (328.32) |
| 04/10 | Buy | JOY GLOBAL INC | Cash | JOY | 11.000 | 72.240 | (794.64) |
| 04/10 | Buy | EASTMAN CHEMICAL CO | Cash | EMN | 6.000 | 49.970 | (299.82) |
| 04/12 | Buy | MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 55.000 | 6.600 | (362.99) |
| 04/13 | Buy | WESTPORT INNOVATIONS INC<br>*ISIN #CA9609083097* | Cash | WPRT | 14.000 | 37.870 | (530.18) |
| 04/13 | Buy | WEIGHT WATCHERS INTERNTIONAL<br>INCORPORATED | Cash | WTW | 7.000 | 74.020 | (518.14) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/13 | Buy | PEABODY ENERGY CORPORATION | Cash | BTU | 13.000 | 28.390 | (369.07) |
| 04/13 | Buy | MELCO PBL ENTERTAINMENT-ADR | Cash | MPEL | 43.000 | 14.190 | (610.17) |
| 04/13 | Buy | K B HOME | Cash | KBH | 67.000 | 8.160 | (546.71) |
| 04/13 | Buy | EXPEDIA INC | Cash | EXPE | 17.000 | 32.100 | (545.70) |
| 04/13 | Buy | DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 18.000 | 18.080 | (325.44) |
| 04/16 | Buy | MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 81.000 | 7.310 | (592.10) |
| 04/16 | Buy | HERTZ GLOBAL HOLDINGS INC | Cash | HTZ | 34.000 | 14.490 | (492.66) |
| 04/16 | Buy | ALLISON TRANSMISSION HOLDINGS, INC | Cash | ALSN | 24.000 | 22.820 | (547.68) |
| 04/18 | Buy | F5 NETWORKS INCORPORATED | Cash | FFIV | 4.000 | 123.880 | (495.52) |
| 04/19 | Buy | NETAPP INC | Cash | NTAP | 21.000 | 39.540 | (830.34) |
| 04/20 | Buy | CELANESE CORP-SERIES A | Cash | CE | 17.000 | 48.300 | (821.10) |
| 04/23 | Buy | INTUIT INC | Cash | INTU | 14.000 | 56.458 | (790.41) |
| 04/24 | Buy | VALERO ENERGY CORP | Cash | VLO | 14.000 | 23.970 | (335.58) |
| 04/24 | Buy | ROCKWOOD HOLDINGS INC | Cash | ROC | 22.000 | 48.130 | (1,058.86) |
| 04/24 | Buy | PIONEER NATURAL RESOURCES CO. | Cash | PXD | 3.000 | 106.050 | (318.15) |
| 04/24 | Buy | PALL CORPORATION | Cash | PLL | 8.000 | 58.870 | (470.96) |
| 04/24 | Buy | INFORMATICA CORP | Cash | INFA | 7.000 | 46.940 | (328.58) |
| 04/24 | Buy | GROUPON INC | Cash | GRPN | 27.000 | 11.740 | (316.98) |
| 04/24 | Buy | ECOLAB INCORPORATED | Cash | ECL | 17.000 | 61.870 | (1,051.79) |
| 04/24 | Buy | CAMERON INTERNATIONAL CORP | Cash | CAM | 8.000 | 48.880 | (391.04) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 04/25 | Buy | SUPERIOR ENERGY SERVICES INC | Cash | SPN | 21.000 | 25.660 | (538.86) |
| 04/25 | Buy | INTERCONTINENTALEXCHANGE INC | Cash | ICE | 3.000 | 132.620 | (397.86) |
| 04/25 | Buy | FORTINET INC | Cash | FTNT | 19.000 | 26.520 | (503.88) |
| 04/26 | Buy | NCR CORP | Cash | NCR | 21.000 | 23.250 | (488.25) |
| 04/30 | Buy | HOLLYFRONTIER CORP | Cash | HFC | 12.000 | 30.960 | (371.52) |
| **Total Securities Purchased** | | | | | | | **(22,474.40)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 44.51 | | 187.20 | |
| Money Market | 0.14 | | 0.75 | |
| **Total Income** | **44.65** | | **187.95** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(0.24)** | **(0.58)** |
| **Sales Proceeds** | **19,867.51** | **74,333.05** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 03/30/12 | Beginning Balance | | 10,996.59 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/02/12 | Sweep to 500 Bank Insured Deposit | 30.28 | 11,026.87 |
| 04/03/12 | Sweep from 500 Bank Insured Deposit | (1,157.58) | 9,869.29 |
| 04/05/12 | Sweep from 500 Bank Insured Deposit | (602.62) | 9,266.67 |
| 04/09/12 | Sweep from 500 Bank Insured Deposit | (1,766.56) | 7,500.11 |
| 04/10/12 | Sweep to 500 Bank Insured Deposit | 1,315.48 | 8,815.59 |
| 04/12/12 | Sweep to 500 Bank Insured Deposit | 0.60 | 8,816.19 |
| 04/13/12 | Sweep from 500 Bank Insured Deposit | (615.49) | 8,200.70 |
| 04/17/12 | Sweep to 500 Bank Insured Deposit | 478.19 | 8,678.89 |
| 04/18/12 | Sweep from 500 Bank Insured Deposit | (2,534.45) | 6,144.44 |
| 04/19/12 | Sweep from 500 Bank Insured Deposit | (1,297.42) | 4,847.02 |
| 04/23/12 | Sweep from 500 Bank Insured Deposit | (495.52) | 4,351.50 |
| 04/24/12 | Sweep from 500 Bank Insured Deposit | (150.94) | 4,200.56 |
| 04/25/12 | Sweep to 500 Bank Insured Deposit | 641.58 | 4,842.14 |
| 04/26/12 | Sweep to 500 Bank Insured Deposit | 294.60 | 5,136.74 |
| 04/27/12 | Accumulated Earnings Posted | 0.14 | 5,136.88 |
| 04/27/12 | Sweep from 500 Bank Insured Deposit | (945.45) | 4,191.43 |
| 04/30/12 | Sweep to 500 Bank Insured Deposit | 5.94 | 4,197.37 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 05/01/12 | Dividend | CELANESE CORP-SERIES A | CE | 1.44 |
| 05/01/12 | Dividend | LINCOLN NATIONAL CORPORATION | LNC | 2.16 |

## Other Important Information

### Estimated Pending Income (continued)

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 05/09/12 | Dividend | LENNAR CORPORATION | LEN | 1.16 |
| **Total** | | | | **4.76** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
April 30, 2012 to May 31, 2012

Kenny E. Marchant, Sr.
Fred Alger & Company
2125 N. Josey Ln., Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 4,289.47 | 98,482.93 | 102,772.40 |
| Total Assets Held in Account | | 4,289.47 | 98,482.93 | 102,772.40 |

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

Account Number: [redacted]
Kenny E. Marchant, Sr.
Fred Alger & Company

**Statement Period**
April 30, 2012 to May 31, 2012

**Page**


## Account Summary

| | 04/30/12 Value | 05 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,670.18 | (1,433.78) |
| Bank Insured Deposit * | 4,197.37 | 5,723.25 |
| Equities | 103,696.40 | 98,482.93 |
| **Total Account Value** | **110,563.95** | **102,772.40** |
| **Net Account Value** | **110,563.95** | **102,772.40** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,867.55 | 103,696.40 | 110,563.95 |
| Funds Deposited | | | |
| Income Activity | 31.01 | | 31.01 |
| Securities Sold/Matured | 16,518.29 | (16,518.29) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (19,127.38) | 19,127.38 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (7,822.56) | (7,822.56) |
| **Ending Balance** | **4,289.47** | **98,482.93** | **102,772.40** |

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on May 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on May 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (1,433.78) | (1.40%) | |
| **Total Cash & Money Market Funds** | | | | | **-1,433.78** | **(1.40%)** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 5,723.24 | 5.57% | |
| Pending** | Cash Equivalent | | | | 0.01 | | |
| **Total Bank Insured Deposit *** | | | | | **5,723.25** | **5.57%** | |
| **Equities** | | | | | | | |
| AFFILIATED MANAGERS GROUP INC | Cash | AMG | 4.000 | 103.070 | 412.28 | 0.40% | |
| AIRGAS INC | Cash | ARG | 8.000 | 86.810 | 694.48 | 0.68% | 12.80 |
| ALEXION PHARMACEUTICALS INC | Cash | ALXN | 5.000 | 90.570 | 452.85 | 0.44% | |
| ALKERMES PLC<br>ISIN #IE00B56GVS15 | Cash | ALKS | 27.000 | 15.620 | 421.74 | 0.41% | |
| AMERICAN CAPITAL AGENCY CORP | Cash | AGNC | 39.000 | 32.670 | 1,274.13 | 1.24% | 195.00 |
| AMERISOURCEBERGEN CORP | Cash | ABC | 30.000 | 36.990 | 1,109.70 | 1.08% | 15.60 |
| AMETEK AEROSPACE PRODUCTS | Cash | AME | 34.000 | 50.710 | 1,724.14 | 1.68% | 12.24 |
| AVAGO TECHNOLOGIES LTD<br>ISIN #SG9999006241 | Cash | AVGO | 42.000 | 33.100 | 1,390.20 | 1.35% | 21.84 |
| BEAM INC | Cash | BEAM | 37.000 | 60.560 | 2,240.72 | 2.18% | 30.34 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.
** - Represents transactions posted to your account that are reflected in your account activity and balances, and that are in transit to the individual bank(s).

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| BRINKER INTL INC | Cash | EAT | 25.000 | 32.310 | 807.75 | 0.79% | 16.00 |
| CABOT OIL & GAS CORP | Cash | COG | 17.000 | 32.540 | 553.18 | 0.54% | 1.36 |
| CADENCE DESIGN SYSTEMS INC | Cash | CDNS | 113.000 | 10.200 | 1,152.60 | 1.12% | |
| CAMERON INTERNATIONAL CORP | Cash | CAM | 27.000 | 45.690 | 1,233.63 | 1.20% | |
| CBS CORP NEW CL B | Cash | CBS | 61.000 | 31.920 | 1,947.12 | 1.89% | 24.40 |
| CELANESE CORP-SERIES A | Cash | CE | 16.000 | 39.810 | 636.96 | 0.62% | 3.84 |
| CF INDUSTRIES HOLDINGS INC | Cash | CF | 4.000 | 170.960 | 683.84 | 0.67% | 6.40 |
| CHIPOTLE MEXICAN GRILL INC | Cash | CMG | 3.000 | 413.070 | 1,239.21 | 1.21% | |
| CIENA CORP NEW | Cash | CIEN | 49.000 | 13.550 | 663.95 | 0.65% | |
| CIGNA CORPORATION | Cash | CI | 45.000 | 43.910 | 1,975.95 | 1.92% | 1.80 |
| CITRIX SYSTEMS INC | Cash | CTXS | 6.000 | 73.080 | 438.48 | 0.43% | |
| COGNIZANT TECH SOLUTIONS CORP | Cash | CTSH | 5.000 | 58.250 | 291.25 | 0.28% | |
| COOPER INDUSTRIES PLC-CL A<br>ISIN #IE00B40K9117 (IRELAND) | Cash | CBE | 18.000 | 70.500 | 1,269.00 | 1.23% | 22.32 |
| COVANCE INC | Cash | CVD | 19.000 | 46.400 | 881.60 | 0.86% | |
| CYTEC INDUSTRIES INCORPORATED | Cash | CYT | 12.000 | 60.460 | 725.52 | 0.71% | 6.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 42.000 | 29.030 | 1,219.26 | 1.19% | |
| DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 37.000 | 15.120 | 559.44 | 0.54% | |
| DICKS SPORTING GOODS INC | Cash | DKS | 15.000 | 46.500 | 697.50 | 0.68% | 7.50 |
| DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | 27.000 | 46.590 | 1,257.93 | 1.22% | |
| DOLLAR GENERAL CORP | Cash | DG | 47.000 | 48.910 | 2,298.77 | 2.24% | |
| EAST WEST BANCORP INC | Cash | EWBC | 26.000 | 22.390 | 582.14 | 0.57% | 10.40 |
| EASTMAN CHEMICAL CO | Cash | EMN | 14.000 | 46.560 | 651.84 | 0.63% | 14.56 |
| ECOLAB INCORPORATED | Cash | ECL | 17.000 | 63.210 | 1,074.57 | 1.05% | 13.60 |
| EDWARDS LIFESCIENCES CORP | Cash | EW | 6.000 | 85.370 | 512.22 | 0.50% | |
| EXPEDIA INC | Cash | EXPE | 17.000 | 45.890 | 780.13 | 0.76% | 6.12 |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 13.000 | 103.480 | 1,345.24 | 1.31% | |
| GROUPON INC | Cash | GRPN | 83.000 | 10.640 | 883.12 | 0.86% | |
| HARLEY DAVIDSON INC | Cash | HOG | 22.000 | 48.180 | 1,059.96 | 1.03% | 13.64 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| HEALTH NET INC CL A RECLASSIFIED AS COMMON STOCK | Cash | HNT | 21.000 | 25.620 | 538.02 | 0.52% | |
| HYATT HOTELS CORP - CL A | Cash | H | 34.000 | 36.990 | 1,257.66 | 1.22% | |
| IDENIX PHARMACEUTICALS INC | Cash | IDIX | 47.000 | 9.040 | 424.88 | 0.41% | |
| INCYTE CORPORATION FORMERLY INCYTE GENOMICS INCORP | Cash | INCY | 33.000 | 21.310 | 703.23 | 0.68% | |
| INFORMATICA CORP | Cash | INFA | 24.000 | 41.430 | 994.32 | 0.97% | |
| INTERCONTINENTALEXCHANGE INC | Cash | ICE | 9.000 | 122.450 | 1,102.05 | 1.07% | |
| INTUIT INC | Cash | INTU | 14.000 | 56.230 | 787.22 | 0.77% | 8.40 |
| JONES LANG LASALLE INC | Cash | JLL | 7.000 | 72.500 | 507.50 | 0.49% | 2.80 |
| JOY GLOBAL INC | Cash | JOY | 11.000 | 55.860 | 614.46 | 0.60% | 7.70 |
| K B HOME | Cash | KBH | 67.000 | 7.250 | 485.75 | 0.47% | 6.70 |
| LAM RESEARCH CORP | Cash | LRCX | 7.000 | 37.300 | 261.10 | 0.25% | |
| LENNAR CORPORATION | Cash | LEN | 41.000 | 27.290 | 1,118.89 | 1.09% | 6.56 |
| LIMITED BRANDS INC | Cash | LTD | 27.000 | 44.360 | 1,197.72 | 1.17% | 27.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LINCOLN NATIONAL CORPORATION | Cash | LNC | 27.000 | 20.670 | 558.09 | 0.54% | 8.64 |
| LINKEDIN CORPORATION | Cash | LNKD | 6.000 | 96.100 | 576.60 | 0.56% | |
| MARRIOTT INTERNATIONAL INC CLASS A | Cash | MAR | 15.000 | 38.710 | 580.65 | 0.56% | 7.80 |
| MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 198.000 | 6.870 | 1,360.26 | 1.32% | |
| MICHAEL KORS HOLDINGS LTD ISIN #VGG607541015 | Cash | KORS | 19.000 | 39.380 | 748.22 | 0.73% | |
| MICROS SYSTEMS INCORPORATED | Cash | MCRS | 34.000 | 52.760 | 1,793.84 | 1.75% | |
| MONSTER BEVERAGE CORP | Cash | MNST | 7.000 | 72.600 | 508.20 | 0.49% | |
| MOODYS CORP | Cash | MCO | 20.000 | 36.590 | 731.80 | 0.71% | 12.80 |
| MYLAN INC (formerly) MYLAN LABS INCORPORATED | Cash | MYL | 24.000 | 21.670 | 520.08 | 0.51% | |
| NABORS INDUSTRIES LTD ISIN #BMG6359F1032 | Cash | NBR | 101.000 | 13.550 | 1,368.55 | 1.33% | |
| NCR CORP | Cash | NCR | 73.000 | 21.420 | 1,563.66 | 1.52% | |
| NETAPP INC | Cash | NTAP | 60.000 | 29.760 | 1,785.60 | 1.74% | |
| OPENTABLE INC | Cash | OPEN | 34.000 | 39.720 | 1,350.48 | 1.31% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| P P G INDUSTRIES INC | Cash | PPG | 12.000 | 103.440 | 1,241.28 | 1.21% | 28.32 |
| PALL CORPORATION | Cash | PLL | 27.000 | 55.660 | 1,502.82 | 1.46% | 22.68 |
| PEABODY ENERGY CORPORATION | Cash | BTU | 40.000 | 23.360 | 934.40 | 0.91% | 13.60 |
| PIONEER NATURAL RESOURCES CO. | Cash | PXD | 11.000 | 96.700 | 1,063.70 | 1.04% | 0.88 |
| PVH CORP | Cash | PVH | 12.000 | 81.000 | 972.00 | 0.95% | 1.80 |
| RALPH LAUREN CORP | Cash | RL | 4.000 | 148.800 | 595.20 | 0.58% | 6.40 |
| REGENERON PHARMACEUTICALS INC | Cash | REGN | 3.000 | 135.650 | 406.95 | 0.40% | |
| RIVERBED TECHNOLOGY INC | Cash | RVBD | 33.000 | 16.400 | 541.20 | 0.53% | |
| ROBERT HALF INTERNATL INC | Cash | RHI | 38.000 | 28.420 | 1,079.96 | 1.05% | 22.80 |
| ROCKWOOD HOLDINGS INC | Cash | ROC | 14.000 | 48.400 | 677.60 | 0.66% | |
| ROSS STORES INCORPORATED | Cash | ROST | 16.000 | 63.230 | 1,011.68 | 0.98% | 8.96 |
| SBA COMMUNICATIONS CORP | Cash | SBAC | 54.000 | 51.950 | 2,805.30 | 2.73% | |
| SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 18.000 | 54.770 | 985.86 | 0.96% | 8.64 |
| SKYWORKS SOLUTIONS INC | Cash | SWKS | 56.000 | 26.860 | 1,504.16 | 1.46% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SPIRIT AEROSYSTEMS HOLDINGS INC CL A | Cash | SPR | 77.000 | 23.070 | 1,776.39 | 1.73% | |
| SPX CORP | Cash | SPW | 22.000 | 71.830 | 1,580.26 | 1.54% | 22.00 |
| STERICYCLE INC ISIN # US8589121081 | Cash | SRCL | 16.000 | 87.260 | 1,396.16 | 1.36% | |
| SUPERIOR ENERGY SERVICES INC | Cash | SPN | 60.000 | 21.640 | 1,298.40 | 1.26% | |
| SXC HEALTH SOLUTIONS CORP | Cash | SXCI | 6.000 | 89.710 | 538.26 | 0.52% | |
| TANGOE INC/CT | Cash | TNGO | 23.000 | 19.310 | 444.13 | 0.43% | |
| TENET HEALTHCARE CORP | Cash | THC | 90.000 | 4.710 | 423.90 | 0.41% | |
| TERADATA CORP | Cash | TDC | 16.000 | 66.480 | 1,063.68 | 1.03% | |
| TIBCO SOFTWARE INC | Cash | TIBX | 18.000 | 26.750 | 481.50 | 0.47% | |
| TOLL BROTHERS INCORPORATED | Cash | TOL | 18.000 | 27.280 | 491.04 | 0.48% | |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 59.840 | 1,735.36 | 1.69% | 4.64 |
| ULTA SALON COSMETICS & FRAGRANCE INC | Cash | ULTA | 3.000 | 89.370 | 268.11 | 0.26% | |
| UNITED CONTINENTAL HOLDINGS | Cash | UAL | 40.000 | 25.170 | 1,006.80 | 0.98% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| UNITED THERAPEUTICS CORP | Cash | UTHR | 26.000 | 44.240 | 1,150.24 | 1.12% | |
| UNIVERSAL HEALTH SERVICES CLASS-B | Cash | UHS | 31.000 | 38.750 | 1,201.25 | 1.17% | 6.20 |
| URBAN OUTFITTERS INC | Cash | URBN | 28.000 | 27.970 | 783.16 | 0.76% | |
| VALERO ENERGY CORP | Cash | VLO | 34.000 | 21.100 | 717.40 | 0.70% | 20.40 |
| VALIDUS HOLDINGS LTD ISIN #BMG9319H1025 | Cash | VR | 35.000 | 31.380 | 1,098.30 | 1.07% | 35.00 |
| VERISK ANALYTICS INC-CL A | Cash | VRSK | 40.000 | 47.900 | 1,916.00 | 1.86% | |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 17.000 | 60.040 | 1,020.68 | 0.99% | |
| WARNER CHILCOTT PLC IRELAND SHS-A ISIN #IE00B446CM77 | Cash | WCRX | 24.000 | 18.860 | 452.64 | 0.44% | |
| WATSON PHARMACEUTICALS INC | Cash | WPI | 7.000 | 71.290 | 499.03 | 0.49% | |
| WESTPORT INNOVATIONS INC ISIN #CA9609083097 | Cash | WPRT | 14.000 | 24.410 | 341.74 | 0.33% | |
| XILINX INC | Cash | XLNX | 28.000 | 31.970 | 895.16 | 0.87% | 24.64 |
| **Total Equities** | | | | | **98,482.93** | **95.82%** | **751.12** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 05/01 | Taxable Dividend | LINCOLN NATIONAL CORPORATION<br>LNC on 27.000000 PD:2012-05-01 | Cash | LNC | 2.16 |
| 05/01 | Taxable Dividend | CELANESE CORP-SERIES A<br>CE on 24.000000 PD:2012-05-01 | Cash | CE | 1.44 |
| 05/09 | Taxable Dividend | LENNAR CORPORATION<br>LEN on 29.000000 PD:2012-05-09 | Cash | LEN | 1.16 |
| 05/17 | Taxable Dividend | SEAGATE TECHNOLOGY<br>STX on 40.000000 PD:2012-05-17 | Cash | STX | 10.00 |
| 05/17 | Taxable Dividend | K B HOME<br>KBH on 67.000000 PD:2012-05-17 | Cash | KBH | 1.68 |
| 05/22 | Taxable Dividend | PALL CORPORATION<br>PLL on 27.000000 PD:2012-05-22 | Cash | PLL | 5.67 |
| 05/22 | Taxable Dividend | CABOT OIL & GAS CORP<br>COG on 17.000000 PD:2012-05-22 | Cash | COG | 0.34 |
| 05/24 | Taxable Dividend | EAST WEST BANCORP INC<br>EWBC on 53.000000 PD:2012-05-24 | Cash | EWBC | 5.30 |
| 05/25 | Taxable Dividend | CYTEC INDUSTRIES INCORPORATED<br>CYT on 12.000000 PD:2012-05-25 | Cash | CYT | 1.50 |
| 05/30 | Taxable Dividend | CF INDUSTRIES HOLDINGS INC<br>CF on 4.000000 PD:2012-05-30 | Cash | CF | 1.60 |
| 05/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.16 |
| **Total Income Activity** | | | | | **31.01** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/01 | Sell | SEAGATE TECHNOLOGY | Cash | STX | (21.000) | 32.260 | 677.44 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/01 | Sell | CADENCE DESIGN SYSTEMS INC | Cash | CDNS | (29.000) | 11.820 | 342.77 |
| 05/01 | Sell | ALTERA CORP | Cash | ALTR | (14.000) | 35.350 | 494.89 |
| 05/02 | Sell | SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | (6.000) | 50.950 | 305.69 |
| 05/02 | Sell | FORTINET INC | Cash | FTNT | (13.000) | 26.420 | 343.45 |
| 05/03 | Sell | UNIVERSAL HEALTH SERVICES CLASS-B | Cash | UHS | (12.000) | 41.680 | 500.15 |
| 05/03 | Sell | INTERCONTINENTALEXCHANGE INC | Cash | ICE | (4.000) | 129.180 | 516.71 |
| 05/03 | Sell | HUMAN GENOME SCIENCES INC | Cash | HGSI | (33.000) | 14.460 | 477.17 |
| 05/03 | Sell | FORTINET INC | Cash | FTNT | (12.000) | 25.580 | 306.95 |
| 05/03 | Sell | DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | (8.000) | 50.070 | 400.55 |
| 05/03 | Sell | DICKS SPORTING GOODS INC | Cash | DKS | (10.000) | 50.530 | 505.29 |
| 05/03 | Sell | ALTERA CORP | Cash | ALTR | (16.000) | 34.610 | 553.75 |
| 05/08 | Sell | NEXEN INC | Cash | NXY | (20.000) | 16.630 | 332.59 |
| 05/08 | Sell | HOLLYFRONTIER CORP | Cash | HFC | (12.000) | 28.500 | 341.99 |
| 05/08 | Sell | DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | (28.000) | 16.800 | 470.39 |
| 05/08 | Sell | CELANESE CORP-SERIES A | Cash | CE | (14.000) | 44.560 | 623.83 |
| 05/09 | Sell | PIONEER NATURAL RESOURCES CO. | Cash | PXD | (7.000) | 102.020 | 714.12 |
| 05/09 | Sell | FORTINET INC | Cash | FTNT | (19.000) | 24.910 | 473.28 |
| 05/21 | Sell | WEIGHT WATCHERS INTERNTIONAL INCORPORATED | Cash | WTW | (11.000) | 55.330 | 608.62 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/21 | Sell | TAKE-TWO INTERACTIVE SOFTWARE INC | Cash | TTWO | (33.000) | 11.230 | 370.58 |
| 05/24 | Sell | SEAGATE TECHNOLOGY | Cash | STX | (19.000) | 26.130 | 496.46 |
| 05/24 | Sell | ROCKWOOD HOLDINGS INC | Cash | ROC | (8.000) | 46.880 | 375.03 |
| 05/24 | Sell | EASTMAN CHEMICAL CO | Cash | EMN | (9.000) | 46.350 | 417.14 |
| 05/24 | Sell | EAST WEST BANCORP INC | Cash | EWBC | (27.000) | 22.410 | 605.06 |
| 05/24 | Sell | CELANESE CORP-SERIES A | Cash | CE | (11.000) | 40.330 | 443.62 |
| 05/25 | Sell | OWENS CORNING INC | Cash | OC | (20.000) | 30.690 | 613.79 |
| 05/30 | Sell | TENNECO INC. FROMLY | Cash | TEN | (15.000) | 28.000 | 419.99 |
| 05/30 | Sell | OWENS CORNING INC | Cash | OC | (20.000) | 30.870 | 617.39 |
| 05/30 | Sell | MELCO PBL ENTERTAINMENT-ADR | Cash | MPEL | (43.000) | 12.230 | 525.88 |
| 05/30 | Sell | HERTZ GLOBAL HOLDINGS INC | Cash | HTZ | (34.000) | 13.390 | 455.25 |
| 05/30 | Sell | DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | (29.000) | 14.925 | 432.82 |
| 05/30 | Sell | CHICAGO BRIDGE & IRON-NY SHR | Cash | CBI | (13.000) | 36.140 | 469.81 |
| 05/30 | Sell | CBRE GROUP INC | Cash | CBG | (31.000) | 16.360 | 507.15 |
| 05/30 | Sell | CBS CORP NEW CL B | Cash | CBS | (13.000) | 31.800 | 413.39 |
| 05/30 | Sell | ALLEGHENY TECHNOLOGIES INC | Cash | ATI | (11.000) | 33.210 | 365.30 |
| **Total Securities Sold/Matured** | | | | | | | **16,518.29** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/01 | Buy | WEIGHT WATCHERS INTERNTIONAL INCORPORATED | Cash | WTW | 4.000 | 76.000 | (304.00) |
| 05/01 | Buy | RALPH LAUREN CORP | Cash | RL | 4.000 | 173.460 | (693.84) |
| 05/02 | Buy | WARNER CHILCOTT PLC IRELAND SHS-A ISIN #IE00B446CM77 | Cash | WCRX | 24.000 | 21.970 | (527.28) |
| 05/02 | Buy | MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 62.000 | 7.660 | (474.91) |
| 05/03 | Buy | TERADATA CORP | Cash | TDC | 7.000 | 77.310 | (541.17) |
| 05/03 | Buy | CF INDUSTRIES HOLDINGS INC | Cash | CF | 4.000 | 196.460 | (785.84) |
| 05/08 | Buy | F5 NETWORKS INCORPORATED | Cash | FFIV | 3.000 | 127.620 | (382.86) |
| 05/09 | Buy | COGNIZANT TECH SOLUTIONS CORP | Cash | CTSH | 5.000 | 60.330 | (301.65) |
| 05/11 | Buy | ULTA SALON COSMETICS & FRAGRANCE INC | Cash | ULTA | 3.000 | 88.420 | (265.26) |
| 05/18 | Buy | LAM RESEARCH CORP | Cash | LRCX | 7.000 | 37.800 | (264.60) |
| 05/21 | Buy | TOLL BROTHERS INCORPORATED | Cash | TOL | 18.000 | 26.450 | (476.10) |
| 05/21 | Buy | F5 NETWORKS INCORPORATED | Cash | FFIV | 3.000 | 117.070 | (351.21) |
| 05/21 | Buy | CITRIX SYSTEMS INC | Cash | CTXS | 6.000 | 77.240 | (463.44) |
| 05/24 | Buy | MONSTER BEVERAGE CORP | Cash | MNST | 7.000 | 71.930 | (503.51) |
| 05/24 | Buy | LENNAR CORPORATION | Cash | LEN | 12.000 | 27.860 | (334.32) |
| 05/24 | Buy | CBRE GROUP INC | Cash | CBG | 31.000 | 16.220 | (502.82) |
| 05/24 | Buy | AIRGAS INC | Cash | ARG | 8.000 | 87.730 | (701.84) |
| 05/24 | Buy | AFFILIATED MANAGERS GROUP INC | Cash | AMG | 4.000 | 102.440 | (409.76) |
| 05/25 | Buy | WATSON PHARMACEUTICALS INC | Cash | WPI | 7.000 | 72.770 | (509.39) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/25 | Buy | UNIVERSAL HEALTH SERVICES CLASS-B | Cash | UHS | 14.000 | 39.130 | (547.82) |
| 05/25 | Buy | TERADATA CORP | Cash | TDC | 9.000 | 70.520 | (634.68) |
| 05/25 | Buy | SXC HEALTH SOLUTIONS CORP | Cash | SXCI | 6.000 | 90.370 | (542.22) |
| 05/25 | Buy | NETAPP INC | Cash | NTAP | 21.000 | 28.750 | (603.75) |
| 05/25 | Buy | IDENIX PHARMACEUTICALS INC | Cash | IDIX | 47.000 | 9.705 | (456.14) |
| 05/25 | Buy | HEALTH NET INC CL A RECLASSIFIED AS COMMON STOCK | Cash | HNT | 21.000 | 26.400 | (554.40) |
| 05/25 | Buy | CIGNA CORPORATION | Cash | CI | 18.000 | 44.520 | (801.36) |
| 05/25 | Buy | AMERISOURCEBERGEN CORP | Cash | ABC | 15.000 | 36.830 | (552.45) |
| 05/30 | Buy | DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 17.000 | 29.380 | (499.46) |
| 05/30 | Buy | VERISK ANALYTICS INC-CL A | Cash | VRSK | 9.000 | 48.010 | (432.09) |
| 05/30 | Buy | STERICYCLE INC ISIN # US8589121081 | Cash | SRCL | 4.000 | 87.100 | (348.40) |
| 05/30 | Buy | SBA COMMUNICATIONS CORP | Cash | SBAC | 6.000 | 51.560 | (309.36) |
| 05/30 | Buy | JONES LANG LASALLE INC | Cash | JLL | 7.000 | 72.230 | (505.61) |
| 05/30 | Buy | F5 NETWORKS INCORPORATED | Cash | FFIV | 3.000 | 107.680 | (323.04) |
| 05/30 | Buy | DOLLAR GENERAL CORP | Cash | DG | 15.000 | 48.220 | (723.30) |
| 05/30 | Buy | CIGNA CORPORATION | Cash | CI | 11.000 | 44.390 | (488.29) |
| 05/30 | Buy | BRINKER INTL INC | Cash | EAT | 25.000 | 32.060 | (801.50) |
| 05/30 | Buy | BEAM INC | Cash | BEAM | 11.000 | 60.010 | (660.11) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 05/30 | Buy | AMERISOURCEBERGEN CORP | Cash | ABC | 15.000 | 36.640 | (549.60) |
| **Total Securities Purchased** | | | | | | | **(19,127.38)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 30.85 | | 218.05 | |
| Money Market | 0.16 | | 0.91 | |
| **Total Income** | **31.01** | | **218.96** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(0.58)** |
| **Sales Proceeds** | **16,518.29** | **90,851.34** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 04/30/12 | Beginning Balance | | 4,197.37 |
| 05/01/12 | Sweep to 500 Bank Insured Deposit | 779.65 | 4,977.02 |
| 05/03/12 | Sweep to 500 Bank Insured Deposit | 1,894.13 | 6,871.15 |
| 05/04/12 | Sweep to 500 Bank Insured Deposit | 517.26 | 7,388.41 |
| 05/07/12 | Sweep from 500 Bank Insured Deposit | (353.05) | 7,035.36 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 05/08/12 | Sweep to 500 Bank Insured Deposit | 1,933.56 | 8,968.92 |
| 05/09/12 | Sweep to 500 Bank Insured Deposit | 1.16 | 8,970.08 |
| 05/11/12 | Sweep to 500 Bank Insured Deposit | 1,385.94 | 10,356.02 |
| 05/14/12 | Sweep to 500 Bank Insured Deposit | 885.75 | 11,241.77 |
| 05/16/12 | Sweep from 500 Bank Insured Deposit | (265.26) | 10,976.51 |
| 05/17/12 | Sweep to 500 Bank Insured Deposit | 1.68 | 10,978.19 |
| 05/18/12 | Sweep to 500 Bank Insured Deposit | 10.00 | 10,988.19 |
| 05/22/12 | Sweep to 500 Bank Insured Deposit | 6.01 | 10,994.20 |
| 05/23/12 | Sweep from 500 Bank Insured Deposit | (264.60) | 10,729.60 |
| 05/24/12 | Sweep from 500 Bank Insured Deposit | (306.25) | 10,423.35 |
| 05/25/12 | Sweep to 500 Bank Insured Deposit | 1.50 | 10,424.85 |
| 05/30/12 | Accumulated Earnings Posted | 0.16 | 10,425.01 |
| 05/30/12 | Sweep from 500 Bank Insured Deposit | (113.34) | 10,311.67 |
| 05/31/12 | Sweep from 500 Bank Insured Deposit | (4,588.42) | 5,723.25 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/01/12 | Dividend | BEAM INC | BEAM | 5.33 |
| 06/05/12 | Dividend | PEABODY ENERGY CORPORATION | BTU | 3.40 |
| 06/06/12 | Dividend | XILINX INC | XLNX | 6.16 |
| 06/11/12 | Dividend | MOODYS CORP | MCO | 3.20 |
| 06/12/12 | Dividend | P P G INDUSTRIES INC | PPG | 7.08 |
| 06/15/12 | Dividend | ROBERT HALF INTERNATL INC | RHI | 5.70 |
| 06/19/12 | Dividend | EXPEDIA INC | EXPE | 1.53 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 06/20/12 | Dividend | VALERO ENERGY CORP | VLO | 5.10 |
| 06/22/12 | Dividend | PVH CORP | PVH | 0.45 |
| 06/22/12 | Dividend | MARRIOTT INTERNATIONAL INC CLASS A | MAR | 1.95 |
| **Total** | | | | **39.90** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
May 31, 2012 to June 29, 2012

Kenny E. Marchant, Sr.
Fred Alger & Company
2125 N. Josey Ln., Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 6,046.88 | 99,404.65 | 105,451.53 |
| Total Assets Held in Account | | 6,046.88 | 99,404.65 | 105,451.53 |

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Fred Alger & Company**

**Statement Period**
May 31, 2012 to June 29, 2012

**Page**

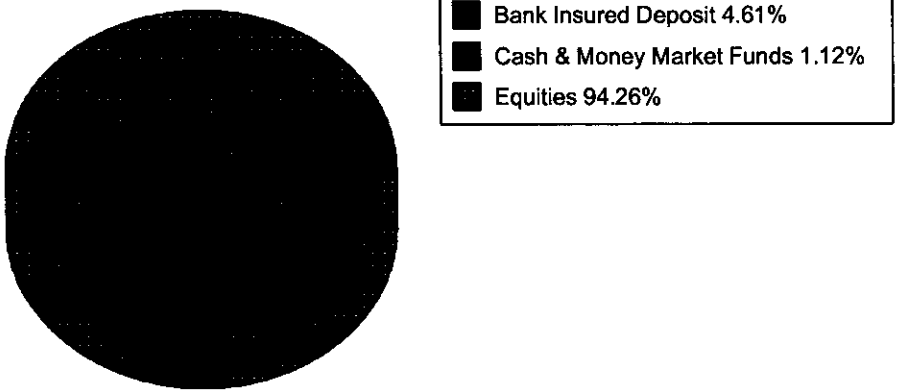

## Account Summary

| | 05/31/12 Value | 06 /29/12 Value |
|---|---|---|
| Cash & Money Market Funds | (1,433.78) | 1,184.14 |
| Bank Insured Deposit * | 5,723.25 | 4,862.74 |
| Equities | 98,482.93 | 99,404.65 |
| **Total Account Value** | **102,772.40** | **105,451.53** |
| **Net Account Value** | **102,772.40** | **105,451.53** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,289.47 | 98,482.93 | 102,772.40 |
| Funds Deposited | | | |
| Income Activity | 88.37 | | 88.37 |
| Securities Sold/Matured | 16,920.80 | (16,920.80) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (15,251.76) | 15,251.76 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,590.76 | 2,590.76 |
| **Ending Balance** | **6,046.88** | **99,404.65** | **105,451.53** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on June 29, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on June 29, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 1,184.14 | 1.12% | |
| **Total Cash & Money Market Funds** | | | | | **1,184.14** | **1.12%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 4,862.74 | 4.61% | |
| **Total Bank Insured Deposit *** | | | | | **4,862.74** | **4.61%** | |
| **Equities** | | | | | | | |
| AFFILIATED MANAGERS GROUP INC | Cash | AMG | 10.000 | 109.450 | 1,094.50 | 1.04% | |
| AIRGAS INC | Cash | ARG | 8.000 | 84.010 | 672.08 | 0.64% | 12.80 |
| ALEXION PHARMACEUTICALS INC | Cash | ALXN | 5.000 | 99.300 | 496.50 | 0.47% | |
| ALKERMES PLC<br>ISIN #IE00B56GVS15 | Cash | ALKS | 27.000 | 16.970 | 458.19 | 0.43% | |
| AMERICAN CAPITAL AGENCY CORP | Cash | AGNC | 39.000 | 33.610 | 1,310.79 | 1.24% | 195.00 |
| AMERISOURCEBERGEN CORP | Cash | ABC | 30.000 | 39.350 | 1,180.50 | 1.12% | 15.60 |
| AMETEK AEROSPACE PRODUCTS | Cash | AME | 27.000 | 49.910 | 1,347.57 | 1.28% | 9.72 |
| AVAGO TECHNOLOGIES LTD<br>ISIN #SG9999006241 | Cash | AVGO | 42.000 | 35.900 | 1,507.80 | 1.43% | 25.20 |
| BEAM INC | Cash | BEAM | 37.000 | 62.490 | 2,312.13 | 2.19% | 30.34 |
| BRINKER INTL INC | Cash | EAT | 25.000 | 31.870 | 796.75 | 0.76% | 16.00 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CABOT OIL & GAS CORP | Cash | COG | 17.000 | 39.400 | 669.80 | 0.64% | 1.36 |
| CADENCE DESIGN SYSTEMS INC | Cash | CDNS | 113.000 | 10.990 | 1,241.87 | 1.18% | |
| CAMERON INTERNATIONAL CORP | Cash | CAM | 27.000 | 42.710 | 1,153.17 | 1.09% | |
| CBS CORP NEW CL B | Cash | CBS | 61.000 | 32.780 | 1,999.58 | 1.90% | 24.40 |
| CELANESE CORP-SERIES A | Cash | CE | 16.000 | 34.620 | 553.92 | 0.53% | 3.84 |
| CEPHEID INC | Cash | CPHD | 13.000 | 44.650 | 580.45 | 0.55% | |
| CF INDUSTRIES HOLDINGS INC | Cash | CF | 4.000 | 193.740 | 774.96 | 0.73% | 6.40 |
| CHIPOTLE MEXICAN GRILL INC | Cash | CMG | 3.000 | 379.950 | 1,139.85 | 1.08% | |
| CIENA CORP NEW | Cash | CIEN | 49.000 | 16.370 | 802.13 | 0.76% | |
| CIGNA CORPORATION | Cash | CI | 45.000 | 44.000 | 1,980.00 | 1.88% | 1.80 |
| CITRIX SYSTEMS INC | Cash | CTXS | 6.000 | 83.940 | 503.64 | 0.48% | |
| COGNIZANT TECH SOLUTIONS CORP | Cash | CTSH | 13.000 | 60.000 | 780.00 | 0.74% | |
| COMMVAULT SYSTEMS INC | Cash | CVLT | 11.000 | 49.570 | 545.27 | 0.52% | |
| COOPER INDUSTRIES PLC-CL A<br>ISIN #IE00B40K9117 (IRELAND) | Cash | CBE | 12.000 | 68.180 | 818.16 | 0.78% | 14.88 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CORE LABORATORIES NV ISIN #NL0000200384 | Cash | CLB | 4.000 | 115.900 | 463.60 | 0.44% | 4.48 |
| COSTAR GROUP INC | Cash | CSGP | 9.000 | 81.200 | 730.80 | 0.69% | |
| COVANCE INC | Cash | CVD | 19.000 | 47.850 | 909.15 | 0.86% | |
| CYTEC INDUSTRIES INCORPORATED | Cash | CYT | 12.000 | 58.640 | 703.68 | 0.67% | 6.00 |
| DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 42.000 | 25.500 | 1,071.00 | 1.02% | |
| DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 37.000 | 15.110 | 559.07 | 0.53% | |
| DICKS SPORTING GOODS INC | Cash | DKS | 15.000 | 48.000 | 720.00 | 0.68% | 7.50 |
| DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | 27.000 | 50.090 | 1,352.43 | 1.28% | |
| DOLLAR GENERAL CORP | Cash | DG | 47.000 | 54.390 | 2,556.33 | 2.42% | |
| EASTMAN CHEMICAL CO | Cash | EMN | 14.000 | 50.370 | 705.18 | 0.67% | 14.56 |
| ECOLAB INCORPORATED | Cash | ECL | 17.000 | 68.530 | 1,165.01 | 1.10% | 13.60 |
| EQUINIX INC NEW | Cash | EQIX | 4.000 | 175.650 | 702.60 | 0.67% | |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 13.000 | 99.560 | 1,294.28 | 1.23% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| FAMILY DOLLAR STORES | Cash | FDO | 7.000 | 66.480 | 465.36 | 0.44% | 5.88 |
| FASTENAL COMPANY | Cash | FAST | 21.000 | 40.310 | 846.51 | 0.80% | 14.28 |
| FORTINET INC | Cash | FTNT | 26.000 | 23.220 | 603.72 | 0.57% | |
| FRESH MARKET INC | Cash | TFM | 28.000 | 53.630 | 1,501.64 | 1.42% | |
| HARLEY DAVIDSON INC | Cash | HOG | 22.000 | 45.730 | 1,006.06 | 0.95% | 13.64 |
| HEALTH NET INC CL A RECLASSIFIED AS COMMON STOCK | Cash | HNT | 21.000 | 24.270 | 509.67 | 0.48% | |
| IDENIX PHARMACEUTICALS INC | Cash | IDIX | 47.000 | 10.280 | 483.16 | 0.46% | |
| INCYTE CORPORATION FORMERLY INCYTE GENOMICS INCORP | Cash | INCY | 33.000 | 22.700 | 749.10 | 0.71% | |
| INFORMATICA CORP | Cash | INFA | 24.000 | 42.360 | 1,016.64 | 0.96% | |
| INTERCONTINENTALEXCHANGE INC | Cash | ICE | 9.000 | 135.980 | 1,223.82 | 1.16% | |
| JABIL CIRCUIT INC | Cash | JBL | 26.000 | 20.330 | 528.58 | 0.50% | 8.32 |
| JONES LANG LASALLE INC | Cash | JLL | 7.000 | 70.370 | 492.59 | 0.47% | 2.80 |
| JOY GLOBAL INC | Cash | JOY | 11.000 | 56.730 | 624.03 | 0.59% | 7.70 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| KANSAS CITY SOUTHERN | Cash | KSU | 12.000 | 69.560 | 834.72 | 0.79% | 9.36 |
| LAM RESEARCH CORP | Cash | LRCX | 17.000 | 37.740 | 641.58 | 0.61% | |
| LENNAR CORPORATION | Cash | LEN | 35.000 | 30.910 | 1,081.85 | 1.03% | 5.60 |
| LIMITED BRANDS INC | Cash | LTD | 27.000 | 42.530 | 1,148.31 | 1.09% | 27.00 |
| LINCOLN NATIONAL CORPORATION | Cash | LNC | 27.000 | 21.870 | 590.49 | 0.56% | 8.64 |
| LINKEDIN CORPORATION | Cash | LNKD | 11.000 | 106.270 | 1,168.97 | 1.11% | |
| LULULEMON ATHLETICA INC | Cash | LULU | 12.000 | 59.630 | 715.56 | 0.68% | |
| MARRIOTT INTERNATIONAL INC CLASS A | Cash | MAR | 30.000 | 39.200 | 1,176.00 | 1.12% | 15.60 |
| MEAD JOHNSON NUTRITION CO-CL A reclassified frm class A to Common | Cash | MJN | 12.000 | 80.510 | 966.12 | 0.92% | 14.40 |
| MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 198.000 | 7.280 | 1,441.44 | 1.37% | |
| MICHAEL KORS HOLDINGS LTD ISIN #VGG607541015 | Cash | KORS | 19.000 | 41.840 | 794.96 | 0.75% | |
| MICROS SYSTEMS INCORPORATED | Cash | MCRS | 15.000 | 51.200 | 768.00 | 0.73% | |
| MOODYS CORP | Cash | MCO | 20.000 | 36.550 | 731.00 | 0.69% | 12.80 |
| NCR CORP | Cash | NCR | 73.000 | 22.730 | 1,659.29 | 1.57% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| OPENTABLE INC | Cash | OPEN | 34.000 | 45.010 | 1,530.34 | 1.45% | |
| P P G INDUSTRIES INC | Cash | PPG | 12.000 | 106.120 | 1,273.44 | 1.21% | 28.32 |
| PALL CORPORATION | Cash | PLL | 27.000 | 54.810 | 1,479.87 | 1.40% | 22.68 |
| PIONEER NATURAL RESOURCES CO. p | Cash | PXD | 11.000 | 88.210 | 970.31 | 0.92% | 0.88 |
| QLIK TECHNOLOGIES INC | Cash | QLIK | 19.000 | 22.120 | 420.28 | 0.40% | |
| RALPH LAUREN CORP | Cash | RL | 4.000 | 140.060 | 560.24 | 0.53% | 6.40 |
| RED HAT INC | Cash | RHT | 15.000 | 56.480 | 847.20 | 0.80% | |
| ROBERT HALF INTERNATL INC | Cash | RHI | 27.000 | 28.570 | 771.39 | 0.73% | 16.20 |
| ROCKWOOD HOLDINGS INC | Cash | ROC | 14.000 | 44.350 | 620.90 | 0.59% | 19.60 |
| ROSS STORES INCORPORATED | Cash | ROST | 16.000 | 62.470 | 999.52 | 0.95% | 8.96 |
| SBA COMMUNICATIONS CORP | Cash | SBAC | 54.000 | 57.050 | 3,080.70 | 2.92% | |
| SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 24.000 | 56.860 | 1,364.64 | 1.29% | 11.52 |
| SKYWORKS SOLUTIONS INC | Cash | SWKS | 56.000 | 27.320 | 1,529.92 | 1.45% | |
| SPIRIT AEROSYSTEMS HOLDINGS INC CL A | Cash | SPR | 64.000 | 23.830 | 1,525.12 | 1.45% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SPX CORP | Cash | SPW | 22.000 | 65.320 | 1,437.04 | 1.36% | 22.00 |
| STERICYCLE INC<br>ISIN # US8589121081 | Cash | SRCL | 16.000 | 91.670 | 1,466.72 | 1.39% | |
| SUPERIOR ENERGY SERVICES INC | Cash | SPN | 60.000 | 20.230 | 1,213.80 | 1.15% | |
| SXC HEALTH SOLUTIONS CORP | Cash | SXCI | 6.000 | 99.210 | 595.26 | 0.56% | |
| TANGOE INC/CT | Cash | TNGO | 23.000 | 21.310 | 490.13 | 0.46% | |
| TENET HEALTHCARE CORP | Cash | THC | 90.000 | 5.240 | 471.60 | 0.45% | |
| TERADATA CORP | Cash | TDC | 16.000 | 72.010 | 1,152.16 | 1.09% | |
| TOLL BROTHERS INCORPORATED | Cash | TOL | 18.000 | 29.730 | 535.14 | 0.51% | |
| TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT | Cash | TGI | 29.000 | 56.270 | 1,631.83 | 1.55% | 4.64 |
| ULTA SALON COSMETICS &<br>FRAGRANCE INC | Cash | ULTA | 3.000 | 93.380 | 280.14 | 0.27% | |
| UNITED CONTINENTAL HOLDINGS | Cash | UAL | 22.000 | 24.330 | 535.26 | 0.51% | |
| UNITED THERAPEUTICS CORP | Cash | UTHR | 26.000 | 49.380 | 1,283.88 | 1.22% | |
| UNIVERSAL HEALTH SERVICES<br>CLASS-B | Cash | UHS | 31.000 | 43.160 | 1,337.96 | 1.27% | 6.20 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| URBAN OUTFITTERS INC | Cash | URBN | 17.000 | 27.590 | 469.03 | 0.44% | |
| VALERO ENERGY CORP | Cash | VLO | 34.000 | 24.150 | 821.10 | 0.78% | 20.40 |
| VALIDUS HOLDINGS LTD<br>ISIN #BMG9319H1025 | Cash | VR | 35.000 | 32.030 | 1,121.05 | 1.06% | 35.00 |
| VERISK ANALYTICS INC-CL A | Cash | VRSK | 31.000 | 49.260 | 1,527.06 | 1.45% | |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 17.000 | 55.920 | 950.64 | 0.90% | |
| VIROPHARMA INC | Cash | VPHM | 22.000 | 23.700 | 521.40 | 0.49% | |
| W W GRAINGER | Cash | GWW | 4.000 | 191.240 | 764.96 | 0.73% | 12.80 |
| WARNER CHILCOTT PLC IRELAND SHS-A<br>ISIN #IE00B446CM77 | Cash | WCRX | 24.000 | 17.930 | 430.32 | 0.41% | |
| WATSON PHARMACEUTICALS INC | Cash | WPI | 7.000 | 73.990 | 517.93 | 0.49% | |
| WESTPORT INNOVATIONS INC<br>ISIN #CA9609083097 | Cash | WPRT | 14.000 | 36.750 | 514.50 | 0.49% | |
| XILINX INC | Cash | XLNX | 28.000 | 33.570 | 939.96 | 0.89% | 24.64 |
| **Total Equities** | | | | | **99,404.65** | **94.26%** | **789.74** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/01 | Taxable Dividend | BEAM INC<br>BEAM on 26.000000 PD:2012-06-01 | Cash | BEAM | 5.33 |
| 06/05 | Taxable Dividend | PEABODY ENERGY CORPORATION<br>BTU on 40.000000 PD:2012-06-05 | Cash | BTU | 3.40 |
| 06/06 | Taxable Dividend | XILINX INC<br>XLNX on 28.000000 PD:2012-06-06 | Cash | XLNX | 6.16 |
| 06/08 | Taxable Dividend | SCRIPPS NETWORKS INTERACTIVE INC CLASS A<br>SNI on 18.000000 PD:2012-06-08 | Cash | SNI | 2.16 |
| 06/11 | Taxable Dividend | MOODYS CORP<br>MCO on 20.000000 PD:2012-06-11 | Cash | MCO | 3.20 |
| 06/12 | Taxable Dividend | P P G INDUSTRIES INC<br>PPG on 12.000000 PD:2012-06-12 | Cash | PPG | 7.08 |
| 06/15 | Taxable Dividend | UNIVERSAL HEALTH SERVICES CLASS-B<br>UHS on 31.000000 PD:2012-06-15 | Cash | UHS | 1.55 |
| 06/15 | Taxable Dividend | TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT<br>TGI on 29.000000 PD:2012-06-15 | Cash | TGI | 1.16 |
| 06/15 | Taxable Dividend | ROBERT HALF INTERNATL INC<br>RHI on 38.000000 PD:2012-06-15 | Cash | RHI | 5.70 |
| 06/15 | Taxable Dividend | HARLEY DAVIDSON INC<br>HOG on 22.000000 PD:2012-06-15 | Cash | HOG | 3.41 |
| 06/18 | Taxable Dividend | JOY GLOBAL INC<br>JOY on 11.000000 PD:2012-06-18 | Cash | JOY | 1.93 |
| 06/19 | Taxable Dividend | EXPEDIA INC<br>EXPE on 17.000000 PD:2012-06-19 | Cash | EXPE | 1.53 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/20 | Taxable Dividend | VALERO ENERGY CORP<br>*VLO on 34.000000 PD:2012-06-20* | Cash | VLO | 5.10 |
| 06/20 | Taxable Dividend | ALLEGHENY TECHNOLOGIES INC<br>ATI on 11.000000 PD:2012-06-20 | Cash | ATI | 1.98 |
| 06/22 | Taxable Dividend | *PVH CORP*<br>PVH on 12.000000 PD:2012-06-22 | Cash | PVH | 0.45 |
| 06/22 | Taxable Dividend | MARRIOTT INTERNATIONAL INC<br>CLASS A<br>MAR on 15.000000 PD:2012-06-22 | Cash | MAR | 1.95 |
| 06/22 | Taxable Dividend | LIMITED BRANDS INC<br>LTD on 27.000000 PD:2012-06-22 | Cash | LTD | 6.75 |
| 06/28 | Taxable Dividend | BRINKER INTL INC<br>EAT on 25.000000 PD:2012-06-28 | Cash | EAT | 4.00 |
| 06/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.10 |
| 06/29 | Taxable Dividend | AVAGO TECHNOLOGIES LTD<br>ISIN #SG9999006241<br>AVGO on 42.000000 PD:2012-06-29 | Cash | AVGO | 6.30 |
| 06/29 | Taxable Dividend | VALIDUS HOLDINGS LTD<br>ISIN #BMG9319H1025<br>VR on 35.000000 PD:2012-06-29 | Cash | VR | 8.75 |
| 06/29 | Taxable Dividend | ROSS STORES INCORPORATED<br>ROST on 16.000000 PD:2012-06-29 | Cash | ROST | 2.24 |
| 06/29 | Taxable Dividend | DICKS SPORTING GOODS INC<br>DKS on 15.000000 PD:2012-06-29 | Cash | DKS | 1.88 |
| 06/29 | Taxable Dividend | AMETEK AEROSPACE PRODUCTS<br>AME on 34.000000 PD:2012-06-29 | Cash | AME | 3.06 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 06/29 | Taxable Dividend | AIRGAS INC<br>ARG on 8.000000 PD:2012-06-29 | Cash | ARG | 3.20 |
| **Total Income Activity** | | | | | **88.37** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/05 | Sell | COOPER INDUSTRIES PLC-CL A<br>ISIN #IE00B40K9117 (IRELAND) | Cash | CBE | (6.000) | 67.950 | 407.69 |
| 06/05 | Sell | UNITED CONTINENTAL HOLDINGS | Cash | UAL | (18.000) | 23.410 | 421.37 |
| 06/05 | Sell | TIBCO SOFTWARE INC | Cash | TIBX | (18.000) | 26.350 | 474.29 |
| 06/05 | Sell | REGENERON PHARMACEUTICALS INC | Cash | REGN | (3.000) | 127.890 | 383.66 |
| 06/05 | Sell | PVH CORP | Cash | PVH | (12.000) | 79.200 | 950.38 |
| 06/05 | Sell | MYLAN INC<br>(formerly) MYLAN LABS INCORPORATED | Cash | MYL | (24.000) | 20.900 | 501.59 |
| 06/05 | Sell | MONSTER BEVERAGE CORP | Cash | MNST | (7.000) | 72.640 | 508.47 |
| 06/05 | Sell | MICROS SYSTEMS INCORPORATED | Cash | MCRS | (8.000) | 49.970 | 399.75 |
| 06/05 | Sell | LENNAR CORPORATION | Cash | LEN | (20.000) | 24.790 | 495.79 |
| 06/05 | Sell | INTUIT INC | Cash | INTU | (14.000) | 55.430 | 776.00 |
| 06/07 | Sell | EAST WEST BANCORP INC | Cash | EWBC | (26.000) | 21.210 | 551.45 |
| 06/13 | Sell | VERISK ANALYTICS INC-CL A | Cash | VRSK | (9.000) | 47.620 | 428.57 |
| 06/13 | Sell | ROBERT HALF INTERNATL INC | Cash | RHI | (11.000) | 28.480 | 313.27 |
| 06/13 | Sell | PEABODY ENERGY CORPORATION | Cash | BTU | (19.000) | 23.530 | 447.06 |
| 06/15 | Sell | URBAN OUTFITTERS INC | Cash | URBN | (11.000) | 27.390 | 301.28 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/15 | Sell | GROUPON INC | Cash | GRPN | (38.000) | 9.500 | 360.99 |
| 06/18 | Sell | SPIRIT AEROSYSTEMS HOLDINGS INC CL A | Cash | SPR | (13.000) | 23.380 | 303.93 |
| 06/18 | Sell | RIVERBED TECHNOLOGY INC | Cash | RVBD | (33.000) | 17.160 | 566.27 |
| 06/18 | Sell | GROUPON INC | Cash | GRPN | (45.000) | 11.050 | 497.24 |
| 06/18 | Sell | AMETEK AEROSPACE PRODUCTS | Cash | AME | (7.000) | 51.760 | 362.31 |
| 06/20 | Sell | NABORS INDUSTRIES LTD ISIN #BMG6359F1032 | Cash | NBR | (101.000) | 13.921 | 1,405.94 |
| 06/20 | Sell | PEABODY ENERGY CORPORATION | Cash | BTU | (21.000) | 24.380 | 511.97 |
| 06/20 | Sell | HYATT HOTELS CORP - CL A | Cash | H | (34.000) | 37.340 | 1,269.53 |
| 06/25 | Sell | NETAPP INC | Cash | NTAP | (24.000) | 29.860 | 716.62 |
| 06/25 | Sell | K B HOME | Cash | KBH | (67.000) | 8.050 | 539.35 |
| 06/26 | Sell | NETAPP INC | Cash | NTAP | (17.000) | 30.160 | 512.71 |
| 06/26 | Sell | MICROS SYSTEMS INCORPORATED | Cash | MCRS | (11.000) | 50.280 | 553.07 |
| 06/26 | Sell | EXPEDIA INC | Cash | EXPE | (17.000) | 46.540 | 791.16 |
| 06/28 | Sell | NETAPP INC | Cash | NTAP | (19.000) | 29.890 | 567.90 |
| 06/28 | Sell | EDWARDS LIFESCIENCES CORP | Cash | EW | (6.000) | 100.200 | 601.19 |
| **Total Securities Sold/Matured** | | | | | | | **16,920.80** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/05 | Buy | CORE LABORATORIES NV ISIN #NL0000200384 | Cash | CLB | 4.000 | 125.410 | (501.64) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/05 | Buy | SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 6.000 | 53.880 | (323.28) |
| 06/05 | Buy | QLIK TECHNOLOGIES INC | Cash | QLIK | 19.000 | 22.000 | (418.00) |
| 06/05 | Buy | LULULEMON ATHLETICA INC | Cash | LULU | 7.000 | 70.215 | (491.51) |
| 06/05 | Buy | LINKEDIN CORPORATION | Cash | LNKD | 5.000 | 92.440 | (462.20) |
| 06/05 | Buy | COGNIZANT TECH SOLUTIONS CORP | Cash | CTSH | 8.000 | 58.390 | (467.12) |
| 06/08 | Buy | LAM RESEARCH CORP | Cash | LRCX | 10.000 | 37.530 | (375.30) |
| 06/13 | Buy | FRESH MARKET INC | Cash | TFM | 14.000 | 50.890 | (712.46) |
| 06/18 | Buy | LULULEMON ATHLETICA INC | Cash | LULU | 5.000 | 62.630 | (313.15) |
| 06/18 | Buy | FRESH MARKET INC | Cash | TFM | 14.000 | 53.396 | (747.54) |
| 06/18 | Buy | FORTINET INC | Cash | FTNT | 26.000 | 22.130 | (575.38) |
| 06/18 | Buy | EQUINIX INC NEW | Cash | EQIX | 4.000 | 176.750 | (707.00) |
| 06/18 | Buy | COMMVAULT SYSTEMS INC | Cash | CVLT | 11.000 | 44.870 | (493.57) |
| 06/18 | Buy | AFFILIATED MANAGERS GROUP INC | Cash | AMG | 6.000 | 103.720 | (622.32) |
| 06/20 | Buy | MARRIOTT INTERNATIONAL INC CLASS A | Cash | MAR | 15.000 | 39.730 | (595.95) |
| 06/20 | Buy | LENNAR CORPORATION | Cash | LEN | 14.000 | 27.130 | (379.82) |
| 06/20 | Buy | KANSAS CITY SOUTHERN | Cash | KSU | 12.000 | 70.500 | (846.00) |
| 06/20 | Buy | W W GRAINGER | Cash | GWW | 4.000 | 189.620 | (758.48) |
| 06/20 | Buy | FASTENAL COMPANY | Cash | FAST | 21.000 | 40.330 | (846.93) |
| 06/21 | Buy | VIROPHARMA INC | Cash | VPHM | 22.000 | 23.390 | (514.58) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 06/21 | Buy | MEAD JOHNSON NUTRITION CO-CL A reclassified frm class A to Common | Cash | MJN | 5.000 | 86.320 | (431.60) |
| 06/21 | Buy | JABIL CIRCUIT INC | Cash | JBL | 26.000 | 20.110 | (522.86) |
| 06/21 | Buy | COSTAR GROUP INC | Cash | CSGP | 9.000 | 77.200 | (694.80) |
| 06/21 | Buy | CEPHEID INC | Cash | CPHD | 13.000 | 41.710 | (542.23) |
| 06/25 | Buy | RED HAT INC | Cash | RHT | 15.000 | 53.810 | (807.15) |
| 06/25 | Buy | MEAD JOHNSON NUTRITION CO-CL A reclassified frm class A to Common | Cash | MJN | 7.000 | 86.740 | (607.18) |
| 06/26 | Buy | FAMILY DOLLAR STORES | Cash | FDO | 7.000 | 70.530 | (493.71) |
| **Total Securities Purchased** | | | | | | | **(15,251.76)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 88.27 | | 306.32 | |
| Money Market | 0.10 | | 1.01 | |
| **Total Income** | **88.37** | | **307.33** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(0.58)** |

## Other Important Information

### Other Tax Information (continued)

| | Current Period | Year to Date |
|---|---|---|
| **Sales Proceeds** | **16,920.80** | **107,772.14** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 05/31/12 | Beginning Balance | | 5,723.25 |
| 06/01/12 | Sweep to 500 Bank Insured Deposit | 5.33 | 5,728.58 |
| 06/04/12 | Sweep from 500 Bank Insured Deposit | (1,433.78) | 4,294.80 |
| 06/05/12 | Sweep to 500 Bank Insured Deposit | 3.40 | 4,298.20 |
| 06/06/12 | Sweep to 500 Bank Insured Deposit | 6.16 | 4,304.36 |
| 06/08/12 | Sweep to 500 Bank Insured Deposit | 2,657.40 | 6,961.76 |
| 06/11/12 | Sweep to 500 Bank Insured Deposit | 3.20 | 6,964.96 |
| 06/12/12 | Sweep to 500 Bank Insured Deposit | 558.53 | 7,523.49 |
| 06/13/12 | Sweep from 500 Bank Insured Deposit | (375.30) | 7,148.19 |
| 06/15/12 | Sweep to 500 Bank Insured Deposit | 11.82 | 7,160.01 |
| 06/18/12 | Sweep to 500 Bank Insured Deposit | 478.37 | 7,638.38 |
| 06/19/12 | Sweep to 500 Bank Insured Deposit | 1.53 | 7,639.91 |
| 06/20/12 | Sweep to 500 Bank Insured Deposit | 669.35 | 8,309.26 |
| 06/21/12 | Sweep from 500 Bank Insured Deposit | (1,729.21) | 6,580.05 |
| 06/22/12 | Sweep to 500 Bank Insured Deposit | 9.15 | 6,589.20 |
| 06/25/12 | Sweep from 500 Bank Insured Deposit | (239.74) | 6,349.46 |
| 06/26/12 | Sweep from 500 Bank Insured Deposit | (2,706.07) | 3,643.39 |
| 06/28/12 | Accumulated Earnings Posted | 0.10 | 3,643.49 |
| 06/28/12 | Sweep from 500 Bank Insured Deposit | (154.36) | 3,489.13 |
| 06/29/12 | Sweep to 500 Bank Insured Deposit | 1,373.61 | 4,862.74 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 07/01/12 | Dividend | CBS CORP NEW CL B | CBS | 6.10 |
| 07/02/12 | Dividend | EASTMAN CHEMICAL CO | EMN | 3.64 |
| 07/02/12 | Dividend | COOPER INDUSTRIES PLC-CL A ISIN #IE00B40K9117 (IRELAND) | CBE | 5.58 |
| 07/03/12 | Dividend | SPX CORP | SPW | 5.50 |
| 07/11/12 | Dividend | ROCKWOOD HOLDINGS INC | ROC | 4.90 |
| 07/16/12 | Dividend | ECOLAB INCORPORATED | ECL | 3.40 |
| 07/27/12 | Dividend | AMERICAN CAPITAL AGENCY CORP | AGNC | 48.75 |
| **Total** | | | | **77.87** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
June 29, 2012 to July 31, 2012

Kenny E. Marchant, Sr.
Fred Alger & Company
2125 N. Josey Ln., Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 2,804.33 | 101,622.20 | 104,426.53 |
| Total Assets Held in Account | | 2,804.33 | 101,622.20 | 104,426.53 |

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Fred Alger & Company**

| Statement Period | Page |
|---|---|
| June 29, 2012 to July 31, 2012 | 1 of 19 |

## Account Summary

| | 06/29/12 Value | 07 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 1,184.14 | (5,536.87) |
| Bank Insured Deposit * | 4,862.74 | 8,341.20 |
| Equities | 99,404.65 | 101,622.20 |
| **Total Account Value** | **105,451.53** | **104,426.53** |
| **Net Account Value** | **105,451.53** | **104,426.53** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,046.88 | 99,404.65 | 105,451.53 |
| Funds Deposited | | | |
| Income Activity | 80.97 | | 80.97 |
| Securities Sold/Matured | 21,878.74 | (21,878.74) | |
| Securities Received | | | |
| Funds Withdrawn | (397.60) | | (397.60) |
| Margin Interest | | | |
| Securities Purchased | (24,804.66) | 24,804.66 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (708.37) | (708.37) |
| **Ending Balance** | **2,804.33** | **101,622.20** | **104,426.53** |

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on July 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on July 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | (5,536.87) | (5.30%) | |
| **Total Cash & Money Market Funds** | | | | | **-5,536.87** | **(5.30%)** | |
| **Bank Insured Deposit *** | | | | | | | |
| EAST WEST BANK | Cash Equivalent | | | | 8,341.20 | 7.99% | |
| **Total Bank Insured Deposit *** | | | | | **8,341.20** | **7.99%** | |
| **Equities** | | | | | | | |
| AFFILIATED MANAGERS GROUP INC | Cash | AMG | 10.000 | 111.590 | 1,115.90 | 1.07% | |
| AIRGAS INC | Cash | ARG | 8.000 | 79.320 | 634.56 | 0.61% | 12.80 |
| ALEXION PHARMACEUTICALS INC | Cash | ALXN | 5.000 | 104.850 | 524.25 | 0.50% | |
| AMERICAN CAMPUS COMMUNITIES INC (REITS) | Cash | ACC | 9.000 | 47.660 | 428.94 | 0.41% | 12.15 |
| AMERICAN CAPITAL AGENCY CORP | Cash | AGNC | 30.000 | 35.140 | 1,054.20 | 1.01% | 150.00 |
| AMERIGROUP CORPORATION | Cash | AGP | 12.000 | 89.880 | 1,078.56 | 1.03% | |
| AMERISOURCEBERGEN CORP | Cash | ABC | 30.000 | 39.700 | 1,191.00 | 1.14% | 15.60 |
| AMETEK AEROSPACE PRODUCTS | Cash | AME | 16.000 | 31.000 | 496.00 | 0.47% | 3.84 |
| AVAGO TECHNOLOGIES LTD ISIN #SG9999006241 | Cash | AVGO | 33.000 | 36.900 | 1,217.70 | 1.17% | 19.80 |
| AVALONBAY COMMUNITIES INC COM | Cash | AVB | 4.000 | 147.090 | 588.36 | 0.56% | 15.52 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| BEAM INC | Cash | BEAM | 24.000 | 62.880 | 1,509.12 | 1.45% | 19.68 |
| BRINKER INTL INC | Cash | EAT | 25.000 | 32.410 | 810.25 | 0.78% | 16.00 |
| CABOT OIL & GAS CORP | Cash | COG | 17.000 | 42.190 | 717.23 | 0.69% | 1.36 |
| CADENCE DESIGN SYSTEMS INC | Cash | CDNS | 113.000 | 12.220 | 1,380.86 | 1.32% | |
| CAMDEN PROPERTY TRUST | Cash | CPT | 7.000 | 71.310 | 499.17 | 0.48% | 15.68 |
| CAMERON INTERNATIONAL CORP | Cash | CAM | 27.000 | 50.270 | 1,357.29 | 1.30% | |
| CATAMARAN CORPORATION ISIN #CA1488871023 | Cash | CTRX | 6.000 | 84.510 | 507.06 | 0.49% | |
| CBS CORP NEW CL B | Cash | CBS | 51.000 | 33.460 | 1,706.46 | 1.63% | 24.48 |
| CF INDUSTRIES HOLDINGS INC | Cash | CF | 4.000 | 195.760 | 783.04 | 0.75% | 6.40 |
| CHIPOTLE MEXICAN GRILL INC | Cash | CMG | 2.000 | 292.330 | 584.66 | 0.56% | |
| CIGNA CORPORATION | Cash | CI | 22.000 | 40.280 | 886.16 | 0.85% | 0.88 |
| CITRIX SYSTEMS INC | Cash | CTXS | 6.000 | 72.680 | 436.08 | 0.42% | |
| COMMVAULT SYSTEMS INC | Cash | CVLT | 22.000 | 48.520 | 1,067.44 | 1.02% | |
| CORE LABORATORIES NV ISIN #NL0000200384 | Cash | CLB | 4.000 | 111.560 | 446.24 | 0.43% | 4.48 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| COSTAR GROUP INC | Cash | CSGP | 9.000 | 82.530 | 742.77 | 0.71% | |
| COVANCE INC | Cash | CVD | 19.000 | 46.940 | 891.86 | 0.85% | |
| DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 42.000 | 28.390 | 1,192.38 | 1.14% | |
| DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 58.000 | 15.120 | 876.96 | 0.84% | |
| DICKS SPORTING GOODS INC | Cash | DKS | 15.000 | 49.120 | 736.80 | 0.71% | 7.50 |
| DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | 27.000 | 46.620 | 1,258.74 | 1.21% | |
| DOLLAR GENERAL CORP | Cash | DG | 33.000 | 51.010 | 1,683.33 | 1.61% | |
| EASTMAN CHEMICAL CO | Cash | EMN | 27.000 | 52.280 | 1,411.56 | 1.35% | 28.08 |
| ECOLAB INCORPORATED | Cash | ECL | 8.000 | 65.450 | 523.60 | 0.50% | 6.40 |
| ENSCO PLC-CL A | Cash | ESV | 8.000 | 54.330 | 434.64 | 0.42% | 11.60 |
| EQUINIX INC NEW | Cash | EQIX | 4.000 | 178.180 | 712.72 | 0.68% | |
| EXTRA SPACE STORGAE INC (REITS) | Cash | EXR | 15.000 | 32.740 | 491.10 | 0.47% | 12.00 |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 13.000 | 93.380 | 1,213.94 | 1.16% | |
| FAMILY DOLLAR STORES | Cash | FDO | 7.000 | 66.080 | 462.56 | 0.44% | 5.88 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| FORTINET INC | Cash | FTNT | 26.000 | 24.010 | 624.26 | 0.60% | |
| FRESH MARKET INC | Cash | TFM | 35.000 | 58.890 | 2,061.15 | 1.97% | |
| HARLEY DAVIDSON INC | Cash | HOG | 15.000 | 43.230 | 648.45 | 0.62% | 9.30 |
| HMS HOLDINGS CORPORATION | Cash | HMSY | 15.000 | 34.410 | 516.15 | 0.49% | |
| IDENIX PHARMACEUTICALS INC | Cash | IDIX | 47.000 | 10.130 | 476.11 | 0.46% | |
| INCYTE CORPORATION FORMERLY INCYTE GENOMICS INCORP | Cash | INCY | 33.000 | 24.990 | 824.67 | 0.79% | |
| INFORMATICA CORP | Cash | INFA | 50.000 | 29.510 | 1,475.50 | 1.41% | |
| INTERCONTINENTALEXCHANGE INC | Cash | ICE | 5.000 | 131.220 | 656.10 | 0.63% | |
| ITC HOLDINGS CORP | Cash | ITC | 12.000 | 74.190 | 890.28 | 0.85% | 16.92 |
| JABIL CIRCUIT INC | Cash | JBL | 41.000 | 21.700 | 889.70 | 0.85% | 13.12 |
| JONES LANG LASALLE INC | Cash | JLL | 13.000 | 66.690 | 866.97 | 0.83% | 5.20 |
| JOY GLOBAL INC | Cash | JOY | 11.000 | 51.940 | 571.34 | 0.55% | 7.70 |
| KANSAS CITY SOUTHERN | Cash | KSU | 12.000 | 72.800 | 873.60 | 0.84% | 9.36 |
| LAM RESEARCH CORP | Cash | LRCX | 17.000 | 34.410 | 584.97 | 0.56% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LENNAR CORPORATION | Cash | LEN | 35.000 | 29.210 | 1,022.35 | 0.98% | 5.60 |
| LIMITED BRANDS INC | Cash | LTD | 27.000 | 47.550 | 1,283.85 | 1.23% | 27.00 |
| LINCOLN NATIONAL CORPORATION | Cash | LNC | 27.000 | 20.050 | 541.35 | 0.52% | 8.64 |
| LINKEDIN CORPORATION | Cash | LNKD | 11.000 | 102.650 | 1,129.15 | 1.08% | |
| LKQ CORP | Cash | LKQ | 24.000 | 35.330 | 847.92 | 0.81% | |
| LORILLARD INC | Cash | LO | 3.000 | 128.640 | 385.92 | 0.37% | 18.60 |
| MARRIOTT INTERNATIONAL INC CLASS A | Cash | MAR | 46.000 | 36.420 | 1,675.32 | 1.60% | 23.92 |
| MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 271.000 | 7.970 | 2,159.87 | 2.07% | |
| MICHAEL KORS HOLDINGS LTD ISIN #VGG607541015 | Cash | KORS | 19.000 | 41.290 | 784.51 | 0.75% | |
| MICROS SYSTEMS INCORPORATED | Cash | MCRS | 15.000 | 47.740 | 716.10 | 0.69% | |
| MOODYS CORP | Cash | MCO | 20.000 | 40.530 | 810.60 | 0.78% | 12.80 |
| MOTOROLA SOLUTIONS INC NEW | Cash | MSI | 17.000 | 48.340 | 821.78 | 0.79% | 17.68 |
| NCR CORP | Cash | NCR | 55.000 | 23.320 | 1,282.60 | 1.23% | |
| O REILLY AUTOMOTIVE INC NEW | Cash | ORLY | 6.000 | 85.740 | 514.44 | 0.49% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| OPENTABLE INC | Cash | OPEN | 34.000 | 36.360 | 1,236.24 | 1.18% | |
| P P G INDUSTRIES INC | Cash | PPG | 8.000 | 109.460 | 875.68 | 0.84% | 18.88 |
| PALL CORPORATION | Cash | PLL | 27.000 | 53.410 | 1,442.07 | 1.38% | 22.68 |
| PIONEER NATURAL RESOURCES CO. p | Cash | PXD | 17.000 | 88.630 | 1,506.71 | 1.44% | 1.36 |
| QLIK TECHNOLOGIES INC | Cash | QLIK | 38.000 | 20.000 | 760.00 | 0.73% | |
| QUESTCOR PHARMACEUTICALS INC | Cash | QCOR | 13.000 | 36.870 | 479.31 | 0.46% | |
| RALPH LAUREN CORP | Cash | RL | 4.000 | 144.340 | 577.36 | 0.55% | 6.40 |
| RED HAT INC | Cash | RHT | 15.000 | 53.660 | 804.90 | 0.77% | |
| ROBERT HALF INTERNATL INC | Cash | RHI | 38.000 | 27.010 | 1,026.38 | 0.98% | 22.80 |
| ROCKWOOD HOLDINGS INC | Cash | ROC | 14.000 | 44.220 | 619.08 | 0.59% | 19.60 |
| ROSS STORES INCORPORATED | Cash | ROST | 8.000 | 66.440 | 531.52 | 0.51% | 4.48 |
| SBA COMMUNICATIONS CORP | Cash | SBAC | 64.000 | 59.060 | 3,779.84 | 3.62% | |
| SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 16.000 | 53.850 | 861.60 | 0.83% | 7.68 |
| SIRIUS XM RADIO INC | Cash | SIRI | 253.000 | 2.160 | 546.48 | 0.52% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SKYWORKS SOLUTIONS INC | Cash | SWKS | 45.000 | 28.930 | 1,301.85 | 1.25% | |
| SPX CORP | Cash | SPW | 22.000 | 60.720 | 1,335.84 | 1.28% | 22.00 |
| STANDARD PACIFIC CORP | Cash | SPF | 112.000 | 5.670 | 635.04 | 0.61% | |
| STERICYCLE INC<br>ISIN # US8589121081 | Cash | SRCL | 16.000 | 92.850 | 1,485.60 | 1.42% | |
| SUPERIOR ENERGY SERVICES INC | Cash | SPN | 34.000 | 21.670 | 736.78 | 0.71% | |
| SVB FINANCIAL GROUP | Cash | SIVB | 8.000 | 57.810 | 462.48 | 0.44% | |
| TANGOE INC/CT | Cash | TNGO | 23.000 | 19.190 | 441.37 | 0.42% | |
| TENET HEALTHCARE CORP | Cash | THC | 198.000 | 4.620 | 914.76 | 0.88% | |
| TERADATA CORP | Cash | TDC | 16.000 | 67.620 | 1,081.92 | 1.04% | |
| TETRA TECH INC NEW | Cash | TTEK | 18.000 | 25.710 | 462.78 | 0.44% | |
| THE HERSHEY COMPANY<br>FORMERLY KNOWN AS HERSHEY FOOD CORP | Cash | HSY | 15.000 | 71.740 | 1,076.10 | 1.03% | 22.80 |
| TOLL BROTHERS INCORPORATED | Cash | TOL | 35.000 | 29.170 | 1,020.95 | 0.98% | |
| TRIMBLE NAVIGATION LTD | Cash | TRMB | 25.000 | 44.260 | 1,106.50 | 1.06% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 21.000 | 62.530 | 1,313.13 | 1.26% | 3.36 |
| ULTA SALON COSMETICS & FRAGRANCE INC | Cash | ULTA | 3.000 | 84.880 | 254.64 | 0.24% | |
| UNITED THERAPEUTICS CORP | Cash | UTHR | 26.000 | 54.780 | 1,424.28 | 1.36% | |
| UNIVERSAL HEALTH SERVICES CLASS-B | Cash | UHS | 20.000 | 39.080 | 781.60 | 0.75% | 4.00 |
| URBAN OUTFITTERS INC | Cash | URBN | 17.000 | 30.550 | 519.35 | 0.50% | |
| VALERO ENERGY CORP | Cash | VLO | 34.000 | 27.500 | 935.00 | 0.90% | 23.80 |
| VERISK ANALYTICS INC-CL A | Cash | VRSK | 23.000 | 50.250 | 1,155.75 | 1.11% | |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 17.000 | 48.510 | 824.67 | 0.79% | |
| VIROPHARMA INC | Cash | VPHM | 22.000 | 21.710 | 477.62 | 0.46% | |
| W W GRAINGER | Cash | GWW | 4.000 | 204.830 | 819.32 | 0.78% | 12.80 |
| WARNER CHILCOTT PLC IRELAND SHS-A ISIN #IE00B446CM77 | Cash | WCRX | 68.000 | 17.000 | 1,156.00 | 1.11% | |
| WATSON PHARMACEUTICALS INC | Cash | WPI | 20.000 | 77.830 | 1,556.60 | 1.49% | |
| WELLCARE HEALTH PLANS, INC formerly WELLCARE GROUP INC | Cash | WCG | 19.000 | 64.820 | 1,231.58 | 1.18% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WESTPORT INNOVATIONS INC<br>ISIN #CA9609083097 | Cash | WPRT | 14.000 | 37.630 | 526.82 | 0.50% | |
| WYNDHAM WORLDWIDE CORP | Cash | WYN | 20.000 | 52.050 | 1,041.00 | 1.00% | 18.40 |
| XILINX INC | Cash | XLNX | 28.000 | 32.400 | 907.20 | 0.87% | 24.64 |
| **Total Equities** | | | | | **101,622.20** | **97.33%** | **801.65** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/02 | Taxable Dividend | COOPER INDUSTRIES PLC-CL A<br>ISIN #IE00B40K9117 (IRELAND)<br>CBE on 18.000000 PD:2012-07-02 | Cash | CBE | 5.58 |
| 07/02 | Taxable Dividend | EASTMAN CHEMICAL CO<br>EMN on 14.000000 PD:2012-07-02 | Cash | EMN | 3.64 |
| 07/02 | Taxable Dividend | CBS CORP NEW CL B<br>CBS on 61.000000 PD:2012-07-01 | Cash | CBS | 6.10 |
| 07/03 | Taxable Dividend | SPX CORP<br>SPW on 22.000000 PD:2012-07-03 | Cash | SPW | 5.50 |
| 07/11 | Taxable Dividend | ROCKWOOD HOLDINGS INC<br>ROC on 14.000000 PD:2012-07-11 | Cash | ROC | 4.90 |
| 07/13 | Taxable Dividend | RALPH LAUREN CORP<br>RL on 4.000000 PD:2012-07-13 | Cash | RL | 1.60 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 07/16 | Taxable Dividend | ECOLAB INCORPORATED<br>ECL on 17.000000 PD:2012-07-16 | Cash | ECL | 3.40 |
| 07/25 | Taxable Dividend | LENNAR CORPORATION<br>LEN on 35.000000 PD:2012-07-25 | Cash | LEN | 1.40 |
| 07/27 | Taxable Dividend | AMERICAN CAPITAL AGENCY CORP<br>AGNC on 39.000000 PD:2012-07-27 | Cash | AGNC | 48.75 |
| 07/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.10 |
| **Total Income Activity** | | | | | **80.97** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/02 | Sell | VALIDUS HOLDINGS LTD<br>ISIN #BMG9319H1025 | Cash | VR | (13.000) | 32.110 | 417.42 |
| 07/02 | Sell | ROSS STORES INCORPORATED | Cash | ROST | (8.000) | 62.650 | 501.19 |
| 07/02 | Sell | HEALTH NET INC CL A<br>RECLASSIFIED AS COMMON STOCK | Cash | HNT | (21.000) | 23.430 | 492.02 |
| 07/02 | Sell | DOLLAR GENERAL CORP | Cash | DG | (14.000) | 54.650 | 765.08 |
| 07/02 | Sell | CELANESE CORP-SERIES A | Cash | CE | (16.000) | 33.310 | 532.95 |
| 07/02 | Sell | AMERICAN CAPITAL AGENCY CORP | Cash | AGNC | (9.000) | 33.510 | 301.58 |
| 07/10 | Sell | COOPER INDUSTRIES PLC-CL A<br>ISIN #IE00B40K9117 (IRELAND) | Cash | CBE | (12.000) | 67.610 | 811.30 |
| 07/10 | Sell | SCRIPPS NETWORKS INTERACTIVE<br>INC CLASS A | Cash | SNI | (8.000) | 54.710 | 437.67 |
| 07/10 | Sell | ECOLAB INCORPORATED | Cash | ECL | (9.000) | 67.580 | 608.21 |
| 07/10 | Sell | CIENA CORP NEW | Cash | CIEN | (49.000) | 15.440 | 756.54 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/10 | Sell | CEPHEID INC | Cash | CPHD | (13.000) | 42.640 | 554.31 |
| 07/11 | Sell | NCR CORP | Cash | NCR | (18.000) | 22.860 | 411.47 |
| 07/11 | Sell | FASTENAL COMPANY | Cash | FAST | (21.000) | 39.460 | 828.64 |
| 07/12 | Sell | CBS CORP NEW CL B | Cash | CBS | (10.000) | 30.660 | 306.59 |
| 07/13 | Sell | UNITED CONTINENTAL HOLDINGS | Cash | UAL | (22.000) | 24.100 | 530.19 |
| 07/13 | Sell | LULULEMON ATHLETICA INC | Cash | LULU | (12.000) | 56.080 | 672.94 |
| 07/13 | Sell | HARLEY DAVIDSON INC | Cash | HOG | (7.000) | 44.120 | 308.83 |
| 07/13 | Sell | COGNIZANT TECH SOLUTIONS CORP | Cash | CTSH | (13.000) | 56.990 | 740.85 |
| 07/13 | Sell | CHIPOTLE MEXICAN GRILL INC | Cash | CMG | (1.000) | 391.160 | 391.15 |
| 07/13 | Sell | BEAM INC | Cash | BEAM | (13.000) | 61.850 | 804.03 |
| 07/16 | Cash in Lieu | AMETEK AEROSPACE PRODUCTS<br>AME on -0.500000 PD:2012-06-29 | Cash | AME | (0.500) | | 16.50 |
| 07/17 | Sell | TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT | Cash | TGI | (8.000) | 58.940 | 471.51 |
| 07/17 | Sell | P P G INDUSTRIES INC | Cash | PPG | (4.000) | 103.940 | 415.75 |
| 07/17 | Sell | CIGNA CORPORATION | Cash | CI | (15.000) | 43.250 | 648.74 |
| 07/20 | Sell | SKYWORKS SOLUTIONS INC | Cash | SWKS | (11.000) | 28.460 | 313.05 |
| 07/24 | Sell | CIGNA CORPORATION | Cash | CI | (8.000) | 41.070 | 328.55 |
| 07/26 | Sell | VALIDUS HOLDINGS LTD<br>ISIN #BMG9319H1025 | Cash | VR | (22.000) | 32.670 | 718.72 |
| 07/26 | Sell | VERISK ANALYTICS INC-CL A | Cash | VRSK | (8.000) | 49.650 | 397.19 |
| 07/26 | Sell | SUPERIOR ENERGY SERVICES INC | Cash | SPN | (26.000) | 21.880 | 568.87 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/26 | Sell | SPIRIT AEROSYSTEMS HOLDINGS INC CL A | Cash | SPR | (26.000) | 22.700 | 590.19 |
| 07/26 | Sell | MEAD JOHNSON NUTRITION CO-CL A reclassified frm class A to Common | Cash | MJN | (12.000) | 71.095 | 853.12 |
| 07/26 | Sell | CYTEC INDUSTRIES INCORPORATED | Cash | CYT | (12.000) | 60.290 | 723.46 |
| 07/26 | Sell | AMETEK AEROSPACE PRODUCTS | Cash | AME | (13.000) | 31.090 | 404.16 |
| 07/27 | Sell | ALKERMES PLC ISIN #IE00B56GVS15 | Cash | ALKS | (27.000) | 19.690 | 531.62 |
| 07/27 | Sell | ZIMMER HOLDINGS INC | Cash | ZMH | (15.000) | 58.250 | 873.73 |
| 07/27 | Sell | SPIRIT AEROSYSTEMS HOLDINGS INC CL A | Cash | SPR | (38.000) | 23.300 | 885.38 |
| 07/30 | Sell | AVAGO TECHNOLOGIES LTD ISIN #SG9999006241 | Cash | AVGO | (9.000) | 35.900 | 323.09 |
| 07/30 | Sell | UNIVERSAL HEALTH SERVICES CLASS-B | Cash | UHS | (11.000) | 39.430 | 433.72 |
| 07/30 | Sell | TOLL BROTHERS INCORPORATED | Cash | TOL | (11.000) | 30.120 | 331.31 |
| 07/30 | Sell | INTERCONTINENTALEXCHANGE INC | Cash | ICE | (4.000) | 133.430 | 533.71 |
| 07/30 | Sell | AMETEK AEROSPACE PRODUCTS | Cash | AME | (11.000) | 31.220 | 343.41 |
| **Total Securities Sold/Matured** | | | | | | | **21,878.74** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 07/02 | Stock Split | AMETEK AEROSPACE PRODUCTS AME on 27.000000 PD:2012-06-29 | Cash | AME | 13.500 | |

## Account Activity

**Securities Received (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 07/11 | Corporate Action | CATAMARAN CORPORATION<br>ISIN #CA1488871023<br>N/C FRM 78505P100...SA | Cash | CTRX | 6.000 | |

**Total Securities Received**

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 07/18 | Journal | ADV FEE | Cash | | (397.60) |

**Total Funds Withdrawn** **(397.60)**

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/02 | Buy | WARNER CHILCOTT PLC IRELAND SHS-A<br>ISIN #IE00B446CM77 | Cash | WCRX | 19.000 | 17.980 | (341.62) |
| 07/02 | Buy | TENET HEALTHCARE CORP | Cash | THC | 108.000 | 5.210 | (562.67) |
| 07/02 | Buy | STANDARD PACIFIC CORP | Cash | SPF | 112.000 | 6.180 | (692.15) |
| 07/02 | Buy | JABIL CIRCUIT INC | Cash | JBL | 15.000 | 19.950 | (299.25) |
| 07/02 | Buy | HMS HOLDINGS CORPORATION | Cash | HMSY | 15.000 | 33.280 | (499.20) |
| 07/02 | Buy | AMERIGROUP CORPORATION | Cash | AGP | 12.000 | 65.120 | (781.44) |
| 07/09 | Buy | TOLL BROTHERS INCORPORATED | Cash | TOL | 28.000 | 30.050 | (841.40) |
| 07/09 | Buy | MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 73.000 | 7.340 | (535.81) |
| 07/09 | Buy | JONES LANG LASALLE INC | Cash | JLL | 6.000 | 68.540 | (411.24) |
| 07/09 | Buy | INFORMATICA CORP | Cash | INFA | 15.000 | 30.970 | (464.55) |
| 07/10 | Buy | O REILLY AUTOMOTIVE INC NEW | Cash | ORLY | 6.000 | 86.780 | (520.68) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/12 | Buy | WELLCARE HEALTH PLANS, INC formerly WELLCARE GROUP INC | Cash | WCG | 19.000 | 65.270 | (1,240.13) |
| 07/13 | Buy | LORILLARD INC | Cash | LO | 3.000 | 138.550 | (415.65) |
| 07/13 | Buy | THE HERSHEY COMPANY FORMERLY KNOWN AS HERSHEY FOOD CORP | Cash | HSY | 6.000 | 72.280 | (433.68) |
| 07/13 | Buy | AVALONBAY COMMUNITIES INC COM | Cash | AVB | 4.000 | 148.440 | (593.76) |
| 07/13 | Buy | AMERICAN CAMPUS COMMUNITIES INC (REITS) | Cash | ACC | 9.000 | 46.220 | (415.98) |
| 07/17 | Buy | WARNER CHILCOTT PLC IRELAND SHS-A ISIN #IE00B446CM77 | Cash | WCRX | 25.000 | 18.180 | (454.50) |
| 07/17 | Buy | ZIMMER HOLDINGS INC | Cash | ZMH | 15.000 | 64.430 | (966.45) |
| 07/17 | Buy | WATSON PHARMACEUTICALS INC | Cash | WPI | 6.000 | 77.680 | (466.08) |
| 07/17 | Buy | ROBERT HALF INTERNATL INC | Cash | RHI | 11.000 | 28.110 | (309.21) |
| 07/17 | Buy | EXTRA SPACE STORGAE INC (REITS) | Cash | EXR | 15.000 | 32.220 | (483.30) |
| 07/17 | Buy | EASTMAN CHEMICAL CO | Cash | EMN | 13.000 | 49.000 | (637.00) |
| 07/17 | Buy | CAMDEN PROPERTY TRUST | Cash | CPT | 7.000 | 71.750 | (502.25) |
| 07/19 | Buy | ENSCO PLC-CL A | Cash | ESV | 8.000 | 51.490 | (411.92) |
| 07/25 | Buy | FRESH MARKET INC | Cash | TFM | 7.000 | 50.980 | (356.86) |
| 07/26 | Buy | QUESTCOR PHARMACEUTICALS INC | Cash | QCOR | 13.000 | 39.980 | (519.74) |
| 07/26 | Buy | PIONEER NATURAL RESOURCES CO. p | Cash | PXD | 6.000 | 89.140 | (534.84) |
| 07/26 | Buy | DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 21.000 | 15.260 | (320.46) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 07/27 | Buy | WYNDHAM WORLDWIDE CORP | Cash | WYN | 20.000 | 52.190 | (1,043.80) |
| 07/27 | Buy | WATSON PHARMACEUTICALS INC | Cash | WPI | 7.000 | 80.000 | (560.00) |
| 07/27 | Buy | TRIMBLE NAVIGATION LTD | Cash | TRMB | 25.000 | 44.320 | (1,108.00) |
| 07/27 | Buy | SIRIUS XM RADIO INC | Cash | SIRI | 253.000 | 2.150 | (543.95) |
| 07/27 | Buy | SBA COMMUNICATIONS CORP | Cash | SBAC | 10.000 | 59.020 | (590.20) |
| 07/27 | Buy | MOTOROLA SOLUTIONS INC NEW | Cash | MSI | 17.000 | 47.670 | (810.39) |
| 07/27 | Buy | MARRIOTT INTERNATIONAL INC CLASS A | Cash | MAR | 16.000 | 36.680 | (586.88) |
| 07/27 | Buy | LKQ CORP | Cash | LKQ | 24.000 | 35.940 | (862.56) |
| 07/27 | Buy | THE HERSHEY COMPANY FORMERLY KNOWN AS HERSHEY FOOD CORP | Cash | HSY | 9.000 | 72.370 | (651.33) |
| 07/30 | Buy | TETRA TECH INC NEW | Cash | TTEK | 18.000 | 26.180 | (471.24) |
| 07/30 | Buy | SVB FINANCIAL GROUP | Cash | SIVB | 8.000 | 59.290 | (474.32) |
| 07/30 | Buy | QLIK TECHNOLOGIES INC | Cash | QLIK | 19.000 | 19.960 | (379.24) |
| 07/30 | Buy | ITC HOLDINGS CORP | Cash | ITC | 12.000 | 73.690 | (884.28) |
| 07/30 | Buy | INFORMATICA CORP | Cash | INFA | 11.000 | 29.920 | (329.12) |
| 07/30 | Buy | COMMVAULT SYSTEMS INC | Cash | CVLT | 11.000 | 45.230 | (497.53) |
| **Total Securities Purchased** | | | | | | | **(24,804.66)** |

## Account Activity

**Securities Delivered**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 07/11 | Corporate Action | SXC HEALTH SOLUTIONS CORP<br>N/C TO 148887102<br>N/C TO 148887102....SA | Cash | SXCI OLD | (6.000) | |

**Total Securities Delivered**

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 80.87 | | 387.19 | |
| Money Market | 0.10 | | 1.11 | |
| **Total Income** | **80.97** | | **388.30** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(0.58)** |
| **Sales Proceeds** | **21,862.24** | **129,634.38** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 06/29/12 | Beginning Balance | | 4,862.74 |
| 07/02/12 | Sweep to 500 Bank Insured Deposit | 24.79 | 4,887.53 |
| 07/03/12 | Sweep to 500 Bank Insured Deposit | 1,180.17 | 6,067.70 |
| 07/06/12 | Sweep from 500 Bank Insured Deposit | (166.09) | 5,901.61 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 07/11/12 | Sweep to 500 Bank Insured Deposit | 4.90 | 5,906.51 |
| 07/12/12 | Sweep from 500 Bank Insured Deposit | (2,253.00) | 3,653.51 |
| 07/13/12 | Sweep to 500 Bank Insured Deposit | 2,648.95 | 6,302.46 |
| 07/16/12 | Sweep to 500 Bank Insured Deposit | 1,243.51 | 7,545.97 |
| 07/17/12 | Sweep from 500 Bank Insured Deposit | (917.04) | 6,628.93 |
| 07/18/12 | Sweep to 500 Bank Insured Deposit | 1,588.92 | 8,217.85 |
| 07/19/12 | Sweep from 500 Bank Insured Deposit | (397.60) | 7,820.25 |
| 07/20/12 | Sweep from 500 Bank Insured Deposit | (2,282.79) | 5,537.46 |
| 07/24/12 | Sweep from 500 Bank Insured Deposit | (411.92) | 5,125.54 |
| 07/25/12 | Sweep to 500 Bank Insured Deposit | 314.45 | 5,439.99 |
| 07/27/12 | Sweep to 500 Bank Insured Deposit | 377.30 | 5,817.29 |
| 07/30/12 | Accumulated Earnings Posted | 0.10 | 5,817.39 |
| 07/30/12 | Sweep from 500 Bank Insured Deposit | (356.86) | 5,460.53 |
| 07/31/12 | Sweep to 500 Bank Insured Deposit | 2,880.67 | 8,341.20 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 08/01/12 | Dividend | LINCOLN NATIONAL CORPORATION | LNC | 2.16 |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
July 31, 2012 to August 31, 2012

Kenny E. Marchant, Sr.
Fred Alger & Company
2125 N. Josey Ln., Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 6,295.05 | 101,464.89 | 107,759.94 |
| Total Assets Held in Account | | 6,295.05 | 101,464.89 | 107,759.94 |

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Fred Alger & Company**

| **Statement Period** | **Page** |
|---|---|
| July 31, 2012 to August 31, 2012 | 1 of 15 |

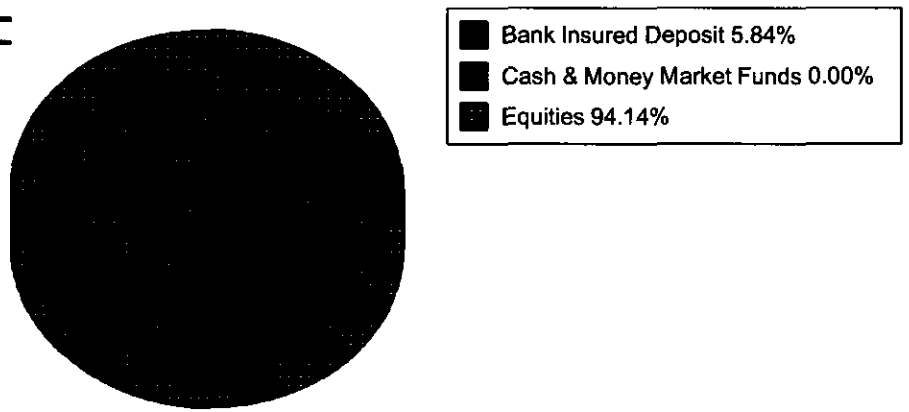
## Account Summary

| | 07/31/12 Value | 08 /31/12 Value |
|---|---|---|
| Cash & Money Market Funds | (5,536.87) | |
| Bank Insured Deposit * | 8,341.20 | 6,295.05 |
| Equities | 101,622.20 | 101,464.89 |
| **Total Account Value** | **104,426.53** | **107,759.94** |
| **Net Account Value** | **104,426.53** | **107,759.94** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 2,804.33 | 101,622.20 | 104,426.53 |
| Funds Deposited | | | |
| Income Activity | 20.17 | | 20.17 |
| Securities Sold/Matured | 10,961.74 | (10,961.74) | |
| Securities Received | | | |
| Funds Withdrawn | (0.17) | | (0.17) |
| Margin Interest | | | |
| Securities Purchased | (7,491.02) | 7,491.02 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 3,313.41 | 3,313.41 |
| **Ending Balance** | **6,295.05** | **101,464.89** | **107,759.94** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on August 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on August 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Bank Insured Deposit *** | | | | | | | |
| BANK OF AMERICA N.A. | Cash Equivalent | | | | 6,295.05 | 5.84% | |
| **Total Bank Insured Deposit *** | | | | | **6,295.05** | **5.84%** | |
| **Equities** | | | | | | | |
| AFFILIATED MANAGERS GROUP INC | Cash | AMG | 10.000 | 117.620 | 1,176.20 | 1.09% | |
| AIRGAS INC | Cash | ARG | 8.000 | 83.070 | 664.56 | 0.62% | 12.80 |
| ALEXION PHARMACEUTICALS INC | Cash | ALXN | 5.000 | 107.210 | 536.05 | 0.50% | |
| AMERICAN CAMPUS COMMUNITIES INC (REITS) | Cash | ACC | 9.000 | 46.620 | 419.58 | 0.39% | 12.15 |
| AMERICAN CAPITAL AGENCY CORP | Cash | AGNC | 30.000 | 34.840 | 1,045.20 | 0.97% | 150.00 |
| AMERIGROUP CORPORATION | Cash | AGP | 12.000 | 90.920 | 1,091.04 | 1.01% | |
| AVAGO TECHNOLOGIES LTD ISIN #SG9999006241 | Cash | AVGO | 33.000 | 36.570 | 1,206.81 | 1.12% | 21.12 |
| AVALONBAY COMMUNITIES INC COM | Cash | AVB | 4.000 | 141.520 | 566.08 | 0.53% | 15.52 |
| BEAM INC | Cash | BEAM | 24.000 | 58.360 | 1,400.64 | 1.30% | 19.68 |
| BRINKER INTL INC | Cash | EAT | 25.000 | 34.460 | 861.50 | 0.80% | 20.00 |
| CABOT OIL & GAS CORP | Cash | COG | 17.000 | 41.410 | 703.97 | 0.65% | 1.36 |
| CADENCE DESIGN SYSTEMS INC | Cash | CDNS | 113.000 | 13.200 | 1,491.60 | 1.38% | |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CAMDEN PROPERTY TRUST | Cash | CPT | 16.000 | 69.430 | 1,110.88 | 1.03% | 35.84 |
| CAMERON INTERNATIONAL CORP | Cash | CAM | 20.000 | 54.710 | 1,094.20 | 1.02% | |
| CARDINAL HEALTH INC | Cash | CAH | 15.000 | 39.550 | 593.25 | 0.55% | 14.25 |
| CATAMARAN CORPORATION ISIN #CA1488871023 | Cash | CTRX | 12.000 | 87.150 | 1,045.80 | 0.97% | |
| CBS CORP NEW CL B | Cash | CBS | 18.000 | 36.340 | 654.12 | 0.61% | 8.64 |
| CELANESE CORP-SERIES A | Cash | CE | 6.000 | 38.260 | 229.56 | 0.21% | 1.80 |
| CF INDUSTRIES HOLDINGS INC | Cash | CF | 4.000 | 207.010 | 828.04 | 0.77% | 6.40 |
| CHIPOTLE MEXICAN GRILL INC | Cash | CMG | 2.000 | 288.640 | 577.28 | 0.54% | |
| CIGNA CORPORATION | Cash | CI | 22.000 | 45.770 | 1,006.94 | 0.93% | 0.88 |
| CITRIX SYSTEMS INC | Cash | CTXS | 6.000 | 77.690 | 466.14 | 0.43% | |
| COMMVAULT SYSTEMS INC | Cash | CVLT | 22.000 | 50.420 | 1,109.24 | 1.03% | |
| CORE LABORATORIES NV ISIN #NL0000200384 | Cash | CLB | 4.000 | 122.190 | 488.76 | 0.45% | 4.48 |
| COSTAR GROUP INC | Cash | CSGP | 9.000 | 81.250 | 731.25 | 0.68% | |
| COVANCE INC | Cash | CVD | 19.000 | 47.790 | 908.01 | 0.84% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CROWN HOLDINGS INCORPORATED | Cash | CCK | 13.000 | 36.250 | 471.25 | 0.44% | |
| DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 42.000 | 30.290 | 1,272.18 | 1.18% | |
| DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 91.000 | 15.490 | 1,409.59 | 1.31% | |
| DICKS SPORTING GOODS INC | Cash | DKS | 15.000 | 49.760 | 746.40 | 0.69% | 7.50 |
| DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | 27.000 | 51.810 | 1,398.87 | 1.30% | |
| DOLLAR GENERAL CORP | Cash | DG | 33.000 | 51.070 | 1,685.31 | 1.56% | |
| EASTMAN CHEMICAL CO | Cash | EMN | 27.000 | 55.260 | 1,492.02 | 1.38% | 28.08 |
| ENSCO PLC-CL A | Cash | ESV | 8.000 | 57.370 | 458.96 | 0.43% | 11.80 |
| EQUINIX INC NEW | Cash | EQIX | 4.000 | 197.650 | 790.60 | 0.73% | |
| EXTRA SPACE STORGAE INC (REITS) | Cash | EXR | 15.000 | 34.110 | 511.65 | 0.47% | 12.00 |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 13.000 | 97.490 | 1,267.37 | 1.18% | |
| FAMILY DOLLAR STORES | Cash | FDO | 7.000 | 63.640 | 445.48 | 0.41% | 5.88 |
| FIFTH & PACIFIC CO INC ` | Cash | FNP | 65.000 | 13.250 | 861.25 | 0.80% | |
| FORTINET INC | Cash | FTNT | 26.000 | 26.510 | 689.26 | 0.64% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| FRESH MARKET INC | Cash | TFM | 27.000 | 57.720 | 1,558.44 | 1.45% | |
| HARLEY DAVIDSON INC | Cash | HOG | 15.000 | 41.960 | 629.40 | 0.58% | 9.30 |
| IDENIX PHARMACEUTICALS INC | Cash | IDIX | 47.000 | 5.650 | 265.55 | 0.25% | |
| ILLUMINA INC | Cash | ILMN | 14.000 | 42.080 | 589.12 | 0.55% | |
| INCYTE CORPORATION FORMERLY INCYTE GENOMICS INCORP | Cash | INCY | 33.000 | 20.010 | 660.33 | 0.61% | |
| INFORMATICA CORP | Cash | INFA | 50.000 | 32.600 | 1,630.00 | 1.51% | |
| INTERCONTINENTALEXCHANGE INC | Cash | ICE | 5.000 | 136.700 | 683.50 | 0.63% | |
| INTERNATIONAL PAPER COMPANY | Cash | IP | 20.000 | 34.560 | 691.20 | 0.64% | 21.00 |
| ITC HOLDINGS CORP | Cash | ITC | 12.000 | 71.980 | 863.76 | 0.80% | 18.12 |
| JABIL CIRCUIT INC | Cash | JBL | 41.000 | 22.780 | 933.98 | 0.87% | 13.12 |
| JONES LANG LASALLE INC | Cash | JLL | 21.000 | 72.130 | 1,514.73 | 1.41% | 8.40 |
| JOY GLOBAL INC | Cash | JOY | 11.000 | 53.380 | 587.18 | 0.54% | 7.70 |
| KANSAS CITY SOUTHERN | Cash | KSU | 12.000 | 77.330 | 927.96 | 0.86% | 9.36 |
| LAM RESEARCH CORP | Cash | LRCX | 17.000 | 34.130 | 580.21 | 0.54% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LENNAR CORPORATION | Cash | LEN | 35.000 | 32.430 | 1,135.05 | 1.05% | 5.60 |
| LIMITED BRANDS INC | Cash | LTD | 27.000 | 48.600 | 1,312.20 | 1.22% | 27.00 |
| LINCOLN NATIONAL CORPORATION | Cash | LNC | 27.000 | 23.220 | 626.94 | 0.58% | 8.64 |
| LINKEDIN CORPORATION | Cash | LNKD | 7.000 | 107.300 | 751.10 | 0.70% | |
| LKQ CORP | Cash | LKQ | 24.000 | 37.740 | 905.76 | 0.84% | |
| MARRIOTT INTERNATIONAL INC CLASS A | Cash | MAR | 46.000 | 37.680 | 1,733.28 | 1.61% | 23.92 |
| MEDIVATION INC | Cash | MDVN | 6.000 | 104.860 | 629.16 | 0.58% | |
| MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 271.000 | 7.960 | 2,157.16 | 2.00% | |
| MICHAEL KORS HOLDINGS LTD ISIN #VGG607541015 | Cash | KORS | 19.000 | 53.950 | 1,025.05 | 0.95% | |
| MOODYS CORP | Cash | MCO | 30.000 | 39.600 | 1,188.00 | 1.10% | 19.20 |
| MOTOROLA SOLUTIONS INC NEW | Cash | MSI | 17.000 | 47.660 | 810.22 | 0.75% | 17.68 |
| NCR CORP | Cash | NCR | 34.000 | 22.390 | 761.26 | 0.71% | |
| O REILLY AUTOMOTIVE INC NEW | Cash | ORLY | 6.000 | 84.950 | 509.70 | 0.47% | |
| OPENTABLE INC | Cash | OPEN | 34.000 | 42.450 | 1,443.30 | 1.34% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| P P G INDUSTRIES INC | Cash | PPG | 8.000 | 110.020 | 880.16 | 0.82% | 18.88 |
| PALL CORPORATION | Cash | PLL | 27.000 | 55.510 | 1,498.77 | 1.39% | 22.68 |
| PIONEER NATURAL RESOURCES CO. p | Cash | PXD | 17.000 | 97.360 | 1,655.12 | 1.54% | 1.36 |
| QLIK TECHNOLOGIES INC | Cash | QLIK | 38.000 | 21.150 | 803.70 | 0.75% | |
| QUESTCOR PHARMACEUTICALS INC | Cash | QCOR | 13.000 | 43.440 | 564.72 | 0.52% | |
| RALPH LAUREN CORP | Cash | RL | 4.000 | 158.650 | 634.60 | 0.59% | 6.40 |
| RED HAT INC | Cash | RHT | 15.000 | 56.040 | 840.60 | 0.78% | |
| ROBERT HALF INTERNATL INC | Cash | RHI | 38.000 | 26.300 | 999.40 | 0.93% | 22.80 |
| ROCKWOOD HOLDINGS INC | Cash | ROC | 21.000 | 47.340 | 994.14 | 0.92% | 29.40 |
| ROSS STORES INCORPORATED | Cash | ROST | 8.000 | 69.190 | 553.52 | 0.51% | 4.48 |
| SBA COMMUNICATIONS CORP | Cash | SBAC | 64.000 | 59.780 | 3,825.92 | 3.55% | |
| SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 16.000 | 59.100 | 945.60 | 0.88% | 7.68 |
| SIRIUS XM RADIO INC | Cash | SIRI | 253.000 | 2.530 | 640.09 | 0.59% | |
| SKYWORKS SOLUTIONS INC | Cash | SWKS | 45.000 | 30.460 | 1,370.70 | 1.27% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SPX CORP | Cash | SPW | 22.000 | 63.900 | 1,405.80 | 1.30% | 22.00 |
| STANDARD PACIFIC CORP | Cash | SPF | 112.000 | 6.700 | 750.40 | 0.70% | |
| STERICYCLE INC<br>ISIN # US8589121081 | Cash | SRCL | 16.000 | 91.520 | 1,464.32 | 1.36% | |
| SUPERIOR ENERGY SERVICES INC | Cash | SPN | 34.000 | 20.770 | 706.18 | 0.66% | |
| SVB FINANCIAL GROUP | Cash | SIVB | 8.000 | 57.990 | 463.92 | 0.43% | |
| TANGOE INC/CT | Cash | TNGO | 23.000 | 16.200 | 372.60 | 0.35% | |
| TENET HEALTHCARE CORP | Cash | THC | 198.000 | 5.190 | 1,027.62 | 0.95% | |
| TERADATA CORP | Cash | TDC | 16.000 | 76.380 | 1,222.08 | 1.13% | |
| TETRA TECH INC NEW | Cash | TTEK | 18.000 | 25.940 | 466.92 | 0.43% | |
| THE HERSHEY COMPANY<br>FORMERLY KNOWN AS HERSHEY FOOD CORP | Cash | HSY | 15.000 | 71.820 | 1,077.30 | 1.00% | 22.80 |
| TOLL BROTHERS INCORPORATED | Cash | TOL | 20.000 | 32.720 | 654.40 | 0.61% | |
| TRIMBLE NAVIGATION LTD | Cash | TRMB | 25.000 | 49.030 | 1,225.75 | 1.14% | |
| TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT | Cash | TGI | 21.000 | 59.430 | 1,248.03 | 1.16% | 3.36 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ULTA SALON COSMETICS & FRAGRANCE INC | Cash | ULTA | 3.000 | 94.000 | 282.00 | 0.26% | |
| UNITED THERAPEUTICS CORP | Cash | UTHR | 11.000 | 54.120 | 595.32 | 0.55% | |
| URBAN OUTFITTERS INC | Cash | URBN | 17.000 | 37.540 | 638.18 | 0.59% | |
| VALERO ENERGY CORP | Cash | VLO | 34.000 | 31.260 | 1,062.84 | 0.99% | 23.80 |
| VERISK ANALYTICS INC-CL A | Cash | VRSK | 13.000 | 48.520 | 630.76 | 0.59% | |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 17.000 | 53.330 | 906.61 | 0.84% | |
| W W GRAINGER | Cash | GWW | 4.000 | 205.960 | 823.84 | 0.76% | 12.80 |
| WARNER CHILCOTT PLC IRELAND SHS-A ISIN #IE00B446CM77 | Cash | WCRX | 68.000 | 13.620 | 926.16 | 0.86% | |
| WATSON PHARMACEUTICALS INC | Cash | WPI | 20.000 | 81.350 | 1,627.00 | 1.51% | |
| WELLCARE HEALTH PLANS, INC formerly WELLCARE GROUP INC | Cash | WCG | 19.000 | 56.690 | 1,077.11 | 1.00% | |
| WYNDHAM WORLDWIDE CORP | Cash | WYN | 20.000 | 52.140 | 1,042.80 | 0.97% | 18.40 |
| XILINX INC | Cash | XLNX | 28.000 | 33.910 | 949.48 | 0.88% | 24.64 |
| **Total Equities** | | | | | **101,464.89** | **94.14%** | **820.70** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 08/01 | Taxable Dividend | LINCOLN NATIONAL CORPORATION<br>LNC on 27.000000 PD:2012-08-01 | Cash | LNC | 2.16 |
| 08/09 | Taxable Dividend | CABOT OIL & GAS CORP<br>COG on 17.000000 PD:2012-08-09 | Cash | COG | 0.34 |
| 08/17 | Taxable Dividend | PALL CORPORATION<br>PLL on 27.000000 PD:2012-08-17 | Cash | PLL | 5.67 |
| 08/20 | Taxable Dividend | CORE LABORATORIES NV<br>ISIN #NL0000200384<br>CLB on 4.000000 PD:2012-08-20 | Cash | CLB | 1.12 |
| 08/28 | Taxable Dividend | AMERICAN CAMPUS COMMUNITIES INC (REITS)<br>ACC on 9.000000 PD:2012-08-28 | Cash | ACC | 3.04 |
| 08/29 | Taxable Dividend | XILINX INC<br>XLNX on 28.000000 PD:2012-08-29 | Cash | XLNX | 6.16 |
| 08/29 | Taxable Dividend | CF INDUSTRIES HOLDINGS INC<br>CF on 4.000000 PD:2012-08-29 | Cash | CF | 1.60 |
| 08/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.08 |
| **Total Income Activity** | | | | | **20.17** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/02 | Sell | LORILLARD INC | Cash | LO | (3.000) | 125.300 | 375.89 |
| 08/02 | Sell | CBS CORP NEW CL B | Cash | CBS | (33.000) | 32.970 | 1,087.99 |
| 08/02 | Sell | AMETEK AEROSPACE PRODUCTS | Cash | AME | (16.000) | 30.340 | 485.43 |
| 08/02 | Sell | AMERISOURCEBERGEN CORP | Cash | ABC | (30.000) | 38.760 | 1,162.77 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/06 | Sell | FRESH MARKET INC | Cash | TFM | (8.000) | 60.990 | 487.91 |
| 08/06 | Sell | ECOLAB INCORPORATED | Cash | ECL | (8.000) | 64.640 | 517.11 |
| 08/06 | Sell | CAMERON INTERNATIONAL CORP | Cash | CAM | (7.000) | 51.990 | 363.92 |
| 08/09 | Sell | MICROS SYSTEMS INCORPORATED | Cash | MCRS | (15.000) | 48.650 | 729.73 |
| 08/20 | Sell | NCR CORP | Cash | NCR | (21.000) | 22.160 | 465.35 |
| 08/21 | Sell | WESTPORT INNOVATIONS INC ISIN #CA9609083097 | Cash | WPRT | (14.000) | 37.300 | 522.19 |
| 08/22 | Sell | ALBEMARLE CORPORATION | Cash | ALB | (4.000) | 57.790 | 231.15 |
| 08/24 | Sell | VIROPHARMA INC | Cash | VPHM | (22.000) | 26.630 | 585.85 |
| 08/24 | Sell | VERISK ANALYTICS INC-CL A | Cash | VRSK | (10.000) | 48.580 | 485.79 |
| 08/24 | Sell | UNIVERSAL HEALTH SERVICES CLASS-B | Cash | UHS | (20.000) | 39.640 | 792.78 |
| 08/24 | Sell | UNITED THERAPEUTICS CORP | Cash | UTHR | (15.000) | 55.520 | 832.78 |
| 08/24 | Sell | TOLL BROTHERS INCORPORATED | Cash | TOL | (15.000) | 32.870 | 493.04 |
| 08/24 | Sell | SBA COMMUNICATIONS CORP | Cash | SBAC | (7.000) | 59.710 | 417.96 |
| 08/24 | Sell | LINKEDIN CORPORATION | Cash | LNKD | (4.000) | 104.880 | 419.51 |
| 08/24 | Sell | HMS HOLDINGS CORPORATION | Cash | HMSY | (15.000) | 33.640 | 504.59 |
| **Total Securities Sold/Matured** | | | | | | | **10,961.74** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 08/20 | Foreign Withholding-DIV | WH for CLB on 4.000000 P: 2012-08-20 | Cash | | (0.17) |
| **Total Funds Withdrawn** | | | | | **(0.17)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 08/06 | Buy | JONES LANG LASALLE INC | Cash | JLL | 8.000 | 67.290 | (538.32) |
| 08/06 | Buy | INTERNATIONAL PAPER COMPANY | Cash | IP | 7.000 | 32.710 | (228.97) |
| 08/06 | Buy | FIFTH & PACIFIC CO INC ` | Cash | FNP | 65.000 | 11.790 | (766.34) |
| 08/06 | Buy | CROWN HOLDINGS INCORPORATED | Cash | CCK | 13.000 | 36.590 | (475.67) |
| 08/06 | Buy | CELANESE CORP-SERIES A | Cash | CE | 6.000 | 38.670 | (232.02) |
| 08/06 | Buy | CATAMARAN CORPORATION ISIN #CA1488871023 | Cash | CTRX | 6.000 | 89.110 | (534.66) |
| 08/06 | Buy | ALBEMARLE CORPORATION | Cash | ALB | 4.000 | 59.040 | (236.16) |
| 08/09 | Buy | SBA COMMUNICATIONS CORP | Cash | SBAC | 7.000 | 59.850 | (418.95) |
| 08/20 | Buy | ROCKWOOD HOLDINGS INC | Cash | ROC | 7.000 | 47.070 | (329.49) |
| 08/20 | Buy | INTERNATIONAL PAPER COMPANY | Cash | IP | 13.000 | 34.440 | (447.72) |
| 08/24 | Buy | MOODYS CORP | Cash | MCO | 10.000 | 38.590 | (385.90) |
| 08/24 | Buy | MEDIVATION INC | Cash | MDVN | 6.000 | 95.550 | (573.30) |
| 08/24 | Buy | ILLUMINA INC | Cash | ILMN | 14.000 | 41.680 | (583.52) |
| 08/24 | Buy | DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 33.000 | 15.620 | (515.46) |
| 08/24 | Buy | CARDINAL HEALTH INC | Cash | CAH | 15.000 | 39.660 | (594.90) |
| 08/27 | Buy | CAMDEN PROPERTY TRUST | Cash | CPT | 9.000 | 69.960 | (629.64) |
| **Total Securities Purchased** | | | | | | | **(7,491.02)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 20.09 | | 407.28 | |
| Money Market | 0.08 | | 1.19 | |
| **Total Income** | **20.17** | | **408.47** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(0.17)** | **(0.75)** |
| **Sales Proceeds** | **10,961.74** | **140,596.12** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 07/31/12 | Beginning Balance | | 8,341.20 |
| 08/01/12 | Sweep from 500 Bank Insured Deposit | (4,464.22) | 3,876.98 |
| 08/02/12 | Sweep from 500 Bank Insured Deposit | (1,070.49) | 2,806.49 |
| 08/07/12 | Sweep to 500 Bank Insured Deposit | 3,112.08 | 5,918.57 |
| 08/09/12 | Sweep from 500 Bank Insured Deposit | (1,642.86) | 4,275.71 |
| 08/14/12 | Sweep to 500 Bank Insured Deposit | 310.78 | 4,586.49 |
| 08/17/12 | Sweep to 500 Bank Insured Deposit | 5.67 | 4,592.16 |
| 08/21/12 | Sweep to 500 Bank Insured Deposit | 0.95 | 4,593.11 |
| 08/23/12 | Sweep from 500 Bank Insured Deposit | (311.86) | 4,281.25 |
| 08/24/12 | Sweep to 500 Bank Insured Deposit | 522.19 | 4,803.44 |
| 08/27/12 | Sweep to 500 Bank Insured Deposit | 231.15 | 5,034.59 |
| 08/28/12 | Sweep to 500 Bank Insured Deposit | 3.04 | 5,037.63 |
| 08/29/12 | Sweep to 500 Bank Insured Deposit | 1,886.98 | 6,924.61 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 08/30/12 | Accumulated Earnings Posted | 0.08 | 6,924.69 |
| 08/30/12 | Sweep from 500 Bank Insured Deposit | (629.64) | 6,295.05 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 09/01/12 | Dividend | W W GRAINGER | GWW | 3.20 |
| 09/04/12 | Dividend | JABIL CIRCUIT INC | JBL | 3.28 |
| 09/04/12 | Dividend | BEAM INC | BEAM | 4.92 |
| 09/05/12 | Dividend | ROCKWOOD HOLDINGS INC | ROC | 4.90 |
| 09/07/12 | Dividend | WYNDHAM WORLDWIDE CORP | WYN | 4.60 |
| 09/10/12 | Dividend | MOODYS CORP | MCO | 3.20 |
| 09/12/12 | Dividend | P P G INDUSTRIES INC | PPG | 4.72 |
| 09/12/12 | Dividend | VALERO ENERGY CORP | VLO | 5.95 |
| 09/14/12 | Dividend | ROBERT HALF INTERNATL INC | RHI | 5.70 |
| 09/14/12 | Dividend | THE HERSHEY COMPANY FORMERLY KNOWN AS HERSHEY FOOD CORP | HSY | 5.70 |
| 09/14/12 | Dividend | MARRIOTT INTERNATIONAL INC CLASS A | MAR | 5.98 |
| 09/17/12 | Dividend | INTERNATIONAL PAPER COMPANY | IP | 1.84 |
| **Total** | | | | **53.99** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 pursuant to the 1934 Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Rule 15c3-3 pursuant to the 1934 Act. At December 30, 2011, the Company had net capital of $123,145,000, or approximately 38.3% of aggregate debit balances, which was $116,712,000 in excess of its minimum net capital requirement of $6,433,000 at that date. The unaudited statement of financial condition as of December 30, 2011 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to NASD Conduct Rule 2270 (Disclosure of Financial Condition to Customer). Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
August 31, 2012 to September 28, 2012

Kenny E. Marchant, Sr.
Fred Alger & Company
2125 N. Josey Ln., Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 9,855.14 | 100,127.28 | 109,982.42 |
| Total Assets Held in Account | | 9,855.14 | 100,127.28 | 109,982.42 |

***Please see the last page of this statement to review Southwest Securities' Privacy Policy***

Clearing agent for your account is:
Southwest Securities, Inc. Member NYSE/SIPC (214) 859-1770

Please be sure to read the Southwest Securities, Inc. Privacy Policy located on our website www.swst.com/pages/SwstCorporateGovernance.aspx

Account Number: [redacted]
Kenny E. Marchant, Sr.
Fred Alger & Company

**Statement Period**
August 31, 2012 to September 28, 2012

**Page**

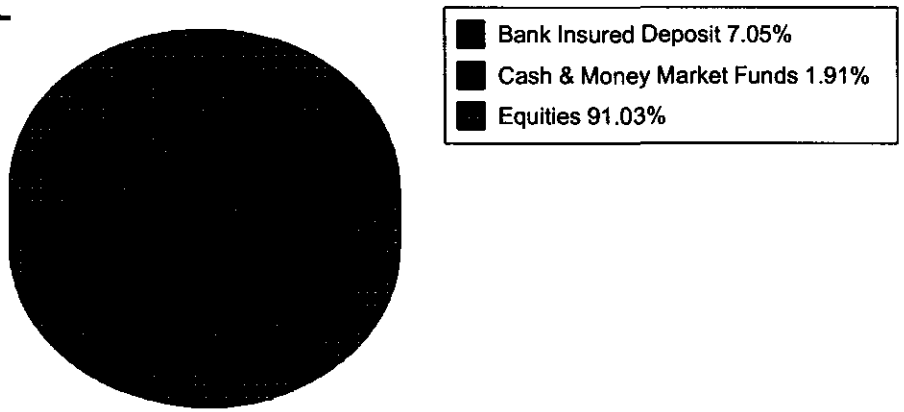

## Account Summary

| | 08/31/12 Value | 09 /28/12 Value |
|---|---|---|
| Cash & Money Market Funds | | 2,100.39 |
| Bank Insured Deposit * | 6,295.05 | 7,754.75 |
| Equities | 101,464.89 | 100,127.28 |
| **Total Account Value** | **107,759.94** | **109,982.42** |
| **Net Account Value** | **107,759.94** | **109,982.42** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 6,295.05 | 101,464.89 | 107,759.94 |
| Funds Deposited | | | |
| Income Activity | 386.26 | | 386.26 |
| Securities Sold/Matured | 18,816.74 | (18,816.74) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (15,642.91) | 15,642.91 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 1,836.22 | 1,836.22 |
| **Ending Balance** | **9,855.14** | **100,127.28** | **109,982.42** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on September 28, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on September 28, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 2,100.39 | 1.91% | |
| **Total Cash & Money Market Funds** | | | | | **2,100.39** | **1.91%** | |
| **Bank Insured Deposit *** | | | | | | | |
| BANCO POPULAR | Cash Equivalent | | | | 7,754.75 | 7.05% | |
| **Total Bank Insured Deposit *** | | | | | **7,754.75** | **7.05%** | |
| **Equities** | | | | | | | |
| AFFILIATED MANAGERS GROUP INC | Cash | AMG | 10.000 | 123.000 | 1,230.00 | 1.12% | |
| AIRGAS INC | Cash | ARG | 8.000 | 82.300 | 658.40 | 0.60% | 12.80 |
| ALEXION PHARMACEUTICALS INC | Cash | ALXN | 8.000 | 114.400 | 915.20 | 0.83% | |
| AMERICAN CAMPUS COMMUNITIES INC (REITS) | Cash | ACC | 9.000 | 43.880 | 394.92 | 0.36% | 12.15 |
| AMERICAN CAPITAL AGENCY CORP | Cash | AGNC | 30.000 | 34.600 | 1,038.00 | 0.94% | 150.00 |
| AVAGO TECHNOLOGIES LTD ISIN #SG9999006241 | Cash | AVGO | 33.000 | 34.865 | 1,150.55 | 1.05% | 21.12 |
| AVALONBAY COMMUNITIES INC COM | Cash | AVB | 4.000 | 135.990 | 543.96 | 0.49% | 15.52 |
| BEAM INC | Cash | BEAM | 34.000 | 57.540 | 1,956.36 | 1.78% | 27.88 |
| CABOT OIL & GAS CORP | Cash | COG | 10.000 | 44.900 | 449.00 | 0.41% | 0.80 |
| CADENCE DESIGN SYSTEMS INC | Cash | CDNS | 113.000 | 12.865 | 1,453.74 | 1.32% | |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CAMDEN PROPERTY TRUST | Cash | CPT | 16.000 | 64.490 | 1,031.84 | 0.94% | 35.84 |
| CAMERON INTERNATIONAL CORP | Cash | CAM | 20.000 | 56.070 | 1,121.40 | 1.02% | |
| CARDINAL HEALTH INC | Cash | CAH | 15.000 | 38.970 | 584.55 | 0.53% | 14.25 |
| CATAMARAN CORPORATION ISIN #CA1488871023 | Cash | CTRX | 12.000 | 97.970 | 1,175.64 | 1.07% | |
| CBS CORP NEW CL B | Cash | CBS | 42.000 | 36.330 | 1,525.86 | 1.39% | 20.16 |
| CERNER CORPORATION | Cash | CERN | 11.000 | 77.388 | 851.27 | 0.77% | |
| CF INDUSTRIES HOLDINGS INC | Cash | CF | 4.000 | 222.240 | 888.96 | 0.81% | 6.40 |
| CHARTER COMMUNICATION INC - A | Cash | CHTR | 10.000 | 75.060 | 750.60 | 0.68% | |
| CHECK POINT SOFTWARE TECH LTD ISIN #IL0009016382 | Cash | CHKP | 13.000 | 48.160 | 626.08 | 0.57% | |
| CHIPOTLE MEXICAN GRILL INC | Cash | CMG | 2.000 | 317.540 | 635.08 | 0.58% | |
| CIENA CORP NEW | Cash | CIEN | 27.000 | 13.590 | 366.93 | 0.33% | |
| CIGNA CORPORATION | Cash | CI | 12.000 | 47.170 | 566.04 | 0.51% | 0.48 |
| CITRIX SYSTEMS INC | Cash | CTXS | 22.000 | 76.529 | 1,683.63 | 1.53% | |
| COMMVAULT SYSTEMS INC | Cash | CVLT | 22.000 | 58.660 | 1,290.52 | 1.17% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CONAGRA FOODS INC | Cash | CAG | 20.000 | 27.590 | 551.80 | 0.50% | 20.00 |
| CORE LABORATORIES NV ISIN #NL0000200384 | Cash | CLB | 4.000 | 121.480 | 485.92 | 0.44% | 4.48 |
| COSTAR GROUP INC | Cash | CSGP | 9.000 | 81.540 | 733.86 | 0.67% | |
| CROWN HOLDINGS INCORPORATED | Cash | CCK | 13.000 | 36.750 | 477.75 | 0.43% | |
| DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 42.000 | 31.000 | 1,302.00 | 1.18% | |
| DELTA AIR LINES INC DEL NEW | Cash | DAL | 67.000 | 9.160 | 613.72 | 0.56% | |
| DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 91.000 | 16.160 | 1,470.56 | 1.34% | |
| DICKS SPORTING GOODS INC | Cash | DKS | 15.000 | 51.850 | 777.75 | 0.71% | 7.50 |
| DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | 11.000 | 56.040 | 616.44 | 0.56% | |
| DOLLAR GENERAL CORP | Cash | DG | 41.000 | 51.540 | 2,113.14 | 1.92% | |
| EASTMAN CHEMICAL CO | Cash | EMN | 13.000 | 57.010 | 741.13 | 0.67% | 13.52 |
| ENSCO PLC-CL A | Cash | ESV | 8.000 | 54.560 | 436.48 | 0.40% | 11.80 |
| EQUINIX INC NEW | Cash | EQIX | 4.000 | 206.050 | 824.20 | 0.75% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| EXTRA SPACE STORGAE INC (REITS) | Cash | EXR | 15.000 | 33.250 | 498.75 | 0.45% | 12.00 |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 13.000 | 104.640 | 1,360.32 | 1.24% | |
| FAMILY DOLLAR STORES | Cash | FDO | 14.000 | 66.300 | 928.20 | 0.84% | 11.76 |
| FIFTH & PACIFIC CO INC ` | Cash | FNP | 65.000 | 12.780 | 830.70 | 0.76% | |
| FORTINET INC | Cash | FTNT | 26.000 | 24.120 | 627.12 | 0.57% | |
| FRESH MARKET INC | Cash | TFM | 27.000 | 59.929 | 1,618.09 | 1.47% | |
| HARLEY DAVIDSON INC | Cash | HOG | 14.000 | 42.370 | 593.18 | 0.54% | 8.68 |
| IDENIX PHARMACEUTICALS INC | Cash | IDIX | 44.000 | 4.560 | 200.64 | 0.18% | |
| ILLUMINA INC | Cash | ILMN | 14.000 | 48.190 | 674.66 | 0.61% | |
| INFORMATICA CORP | Cash | INFA | 33.000 | 34.850 | 1,150.05 | 1.05% | |
| INTERCONTINENTALEXCHANGE INC | Cash | ICE | 5.000 | 133.410 | 667.05 | 0.61% | |
| INTERNATIONAL PAPER COMPANY | Cash | IP | 20.000 | 36.320 | 726.40 | 0.66% | 21.00 |
| ITC HOLDINGS CORP | Cash | ITC | 12.000 | 75.580 | 906.96 | 0.82% | 18.12 |
| JDS UNIPHASE CORP PAR $0.001 | Cash | JDSU | 45.000 | 12.380 | 557.10 | 0.51% | |
| JONES LANG LASALLE INC | Cash | JLL | 21.000 | 76.350 | 1,603.35 | 1.46% | 8.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| JOY GLOBAL INC | Cash | JOY | 11.000 | 56.060 | 616.66 | 0.56% | 7.70 |
| KANSAS CITY SOUTHERN | Cash | KSU | 12.000 | 75.780 | 909.36 | 0.83% | 9.36 |
| LAM RESEARCH CORP | Cash | LRCX | 17.000 | 31.780 | 540.26 | 0.49% | |
| LENNAR CORPORATION | Cash | LEN | 35.000 | 34.770 | 1,216.95 | 1.11% | 5.60 |
| LIMITED BRANDS INC | Cash | LTD | 27.000 | 49.260 | 1,330.02 | 1.21% | 27.00 |
| LINCOLN NATIONAL CORPORATION | Cash | LNC | 43.000 | 24.190 | 1,040.17 | 0.95% | 13.76 |
| LKQ CORP | Cash | LKQ | 48.000 | 18.475 | 886.80 | 0.81% | |
| MARRIOTT INTERNATIONAL INC CLASS A | Cash | MAR | 31.000 | 39.100 | 1,212.10 | 1.10% | 16.12 |
| MEDIVATION INC | Cash | MDVN | 12.000 | 56.350 | 676.20 | 0.61% | |
| MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 271.000 | 9.380 | 2,541.98 | 2.31% | |
| MICHAEL KORS HOLDINGS LTD ISIN #VGG607541015 | Cash | KORS | 19.000 | 53.180 | 1,010.42 | 0.92% | |
| MOODYS CORP | Cash | MCO | 30.000 | 44.170 | 1,325.10 | 1.20% | 19.20 |
| MOTOROLA SOLUTIONS INC NEW | Cash | MSI | 17.000 | 50.550 | 859.35 | 0.78% | 17.68 |
| O REILLY AUTOMOTIVE INC NEW | Cash | ORLY | 6.000 | 83.620 | 501.72 | 0.46% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| OPENTABLE INC | Cash | OPEN | 34.000 | 41.600 | 1,414.40 | 1.29% | |
| P P G INDUSTRIES INC | Cash | PPG | 12.000 | 114.840 | 1,378.08 | 1.25% | 28.32 |
| PALL CORPORATION | Cash | PLL | 27.000 | 63.490 | 1,714.23 | 1.56% | 27.00 |
| PIONEER NATURAL RESOURCES CO. p | Cash | PXD | 17.000 | 104.400 | 1,774.80 | 1.61% | 1.36 |
| QLIK TECHNOLOGIES INC | Cash | QLIK | 38.000 | 22.390 | 850.82 | 0.77% | |
| QUESTCOR PHARMACEUTICALS INC | Cash | QCOR | 13.000 | 18.470 | 240.11 | 0.22% | |
| RALPH LAUREN CORP | Cash | RL | 11.000 | 151.230 | 1,663.53 | 1.51% | 17.60 |
| RED HAT INC | Cash | RHT | 15.000 | 56.940 | 854.10 | 0.78% | |
| ROBERT HALF INTERNATL INC | Cash | RHI | 38.000 | 26.630 | 1,011.94 | 0.92% | 22.80 |
| ROCKWOOD HOLDINGS INC | Cash | ROC | 29.000 | 46.600 | 1,351.40 | 1.23% | 40.60 |
| ROSS STORES INCORPORATED | Cash | ROST | 8.000 | 64.590 | 516.72 | 0.47% | 4.48 |
| ROYAL CARIBBEAN CRUISES LTD ISIN #LR0008862868 . | Cash | RCL | 18.000 | 30.210 | 543.78 | 0.49% | 8.64 |
| SALIX PHARMACEUTICALS LTD NEW | Cash | SLXP | 13.000 | 42.340 | 550.42 | 0.50% | |
| SBA COMMUNICATIONS CORP | Cash | SBAC | 36.000 | 62.900 | 2,264.40 | 2.06% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 16.000 | 61.230 | 979.68 | 0.89% | 7.68 |
| SIRIUS XM RADIO INC | Cash | SIRI | 119.000 | 2.590 | 308.21 | 0.28% | |
| SKYWORKS SOLUTIONS INC | Cash | SWKS | 67.000 | 23.560 | 1,578.52 | 1.44% | |
| SPX CORP | Cash | SPW | 22.000 | 65.410 | 1,439.02 | 1.31% | 22.00 |
| STANDARD PACIFIC CORP | Cash | SPF | 112.000 | 6.760 | 757.12 | 0.69% | |
| STERICYCLE INC ISIN # US8589121081 | Cash | SRCL | 16.000 | 90.483 | 1,447.73 | 1.32% | |
| SUPERIOR ENERGY SERVICES INC | Cash | SPN | 53.000 | 20.520 | 1,087.56 | 0.99% | |
| SVB FINANCIAL GROUP | Cash | SIVB | 8.000 | 60.460 | 483.68 | 0.44% | |
| TANGOE INC/CT | Cash | TNGO | 23.000 | 13.130 | 301.99 | 0.27% | |
| TENET HEALTHCARE CORP | Cash | THC | 124.000 | 6.270 | 777.48 | 0.71% | |
| TERADATA CORP | Cash | TDC | 12.000 | 75.410 | 904.92 | 0.82% | |
| TETRA TECH INC NEW | Cash | TTEK | 18.000 | 26.260 | 472.68 | 0.43% | |
| THE HERSHEY COMPANY FORMERLY KNOWN AS HERSHEY FOOD CORP | Cash | HSY | 15.000 | 70.890 | 1,063.35 | 0.97% | 22.80 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TRIMBLE NAVIGATION LTD | Cash | TRMB | 11.000 | 47.660 | 524.26 | 0.48% | |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 27.000 | 62.500 | 1,687.50 | 1.53% | 4.32 |
| TW TELECOM INC | Cash | TWTC | 33.000 | 26.090 | 860.97 | 0.78% | |
| URBAN OUTFITTERS INC | Cash | URBN | 17.000 | 37.560 | 638.52 | 0.58% | |
| VALERO ENERGY CORP | Cash | VLO | 11.000 | 31.680 | 348.48 | 0.32% | 7.70 |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 23.000 | 55.890 | 1,285.47 | 1.17% | |
| W W GRAINGER | Cash | GWW | 4.000 | 208.370 | 833.48 | 0.76% | 12.80 |
| WARNER CHILCOTT PLC IRELAND SHS-A ISIN #IE00B446CM77 | Cash | WCRX | 68.000 | 13.500 | 918.00 | 0.83% | |
| WATSON PHARMACEUTICALS INC | Cash | WPI | 11.000 | 85.160 | 936.76 | 0.85% | |
| WELLCARE HEALTH PLANS, INC formerly WELLCARE GROUP INC | Cash | WCG | 13.000 | 56.550 | 735.15 | 0.67% | |
| WYNDHAM WORLDWIDE CORP | Cash | WYN | 20.000 | 52.480 | 1,049.60 | 0.95% | 18.40 |
| XILINX INC | Cash | XLNX | 28.000 | 33.410 | 935.48 | 0.85% | 24.64 |
| **Total Equities** | | | | | **100,127.28** | **91.03%** | **842.22** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/04 | Taxable Dividend | JABIL CIRCUIT INC<br>JBL on 41.000000 PD:2012-09-04 | Cash | JBL | 3.28 |
| 09/04 | Taxable Dividend | W W GRAINGER<br>GWW on 4.000000 PD:2012-09-01 | Cash | GWW | 3.20 |
| 09/04 | Taxable Dividend | BEAM INC<br>BEAM on 24.000000 PD:2012-09-04 | Cash | BEAM | 4.92 |
| 09/05 | Taxable Dividend | ROCKWOOD HOLDINGS INC<br>ROC on 14.000000 PD:2012-09-05 | Cash | ROC | 4.90 |
| 09/07 | Taxable Dividend | WYNDHAM WORLDWIDE CORP<br>WYN on 20.000000 PD:2012-09-07 | Cash | WYN | 4.60 |
| 09/07 | Taxable Dividend | LIMITED BRANDS INC<br>LTD on 27.000000 PD:2012-09-07 | Cash | LTD | 6.75 |
| 09/07 | Special Distribution | LIMITED BRANDS INC<br>LTD on 27.000000 PD:2012-09-07 | Cash | LTD | 27.00 |
| 09/10 | Taxable Dividend | WARNER CHILCOTT PLC IRELAND SHS-A<br>ISIN #IE00B446CM77<br>WCRX on 68.000000 PD:2012-09-10 | Cash | WCRX | 272.00 |
| 09/10 | Taxable Dividend | SCRIPPS NETWORKS INTERACTIVE INC CLASS A<br>SNI on 16.000000 PD:2012-09-10 | Cash | SNI | 1.92 |
| 09/10 | Taxable Dividend | MOODYS CORP<br>MCO on 20.000000 PD:2012-09-10 | Cash | MCO | 3.20 |
| 09/12 | Taxable Dividend | VALERO ENERGY CORP<br>VLO on 34.000000 PD:2012-09-12 | Cash | VLO | 5.95 |
| 09/12 | Taxable Dividend | P P G INDUSTRIES INC<br>PPG on 8.000000 PD:2012-09-12 | Cash | PPG | 4.72 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/14 | Taxable Dividend | ROBERT HALF INTERNATL INC<br>RHI on 38.000000 PD:2012-09-14 | Cash | RHI | 5.70 |
| 09/14 | Taxable Dividend | MARRIOTT INTERNATIONAL INC<br>CLASS A<br>MAR on 46.000000 PD:2012-09-14 | Cash | MAR | 5.98 |
| 09/14 | Taxable Dividend | THE HERSHEY COMPANY<br>FORMERLY KNOWN AS HERSHEY FOOD CORP<br>HSY on 15.000000 PD:2012-09-14 | Cash | HSY | 5.70 |
| 09/17 | Taxable Dividend | TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT<br>TGI on 21.000000 PD:2012-09-15 | Cash | TGI | 0.84 |
| 09/17 | Taxable Dividend | ITC HOLDINGS CORP<br>ITC on 12.000000 PD:2012-09-17 | Cash | ITC | 4.53 |
| 09/17 | Taxable Dividend | INTERNATIONAL PAPER COMPANY<br>IP on 7.000000 PD:2012-09-17 | Cash | IP | 1.84 |
| 09/18 | Taxable Dividend | JOY GLOBAL INC<br>JOY on 11.000000 PD:2012-09-18 | Cash | JOY | 1.93 |
| 09/21 | Taxable Dividend | ENSCO PLC-CL A<br>ESV on 8.000000 PD:2012-09-21 | Cash | ESV | 3.00 |
| 09/27 | Taxable Dividend | BRINKER INTL INC<br>EAT on 25.000000 PD:2012-09-27 | Cash | EAT | 5.00 |
| 09/27 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.10 |
| 09/28 | Taxable Dividend | ROSS STORES INCORPORATED<br>ROST on 8.000000 PD:2012-09-28 | Cash | ROST | 1.12 |
| 09/28 | Taxable Dividend | EXTRA SPACE STORGAE INC (REITS)<br>EXR on 15.000000 PD:2012-09-28 | Cash | EXR | 3.00 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 09/28 | Taxable Dividend | DICKS SPORTING GOODS INC<br>DKS on 15.000000 PD:2012-09-28 | Cash | DKS | 1.88 |
| 09/28 | Taxable Dividend | AIRGAS INC<br>ARG on 8.000000 PD:2012-09-28 | Cash | ARG | 3.20 |
| **Total Income Activity** | | | | | **386.26** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/05 | Sell | DISCOVERY COMMUNICATIONS INC<br>NEW SER C | Cash | DISCK | (8.000) | 51.680 | 413.43 |
| 09/07 | Sell | WATSON PHARMACEUTICALS INC | Cash | WPI | (5.000) | 83.220 | 416.09 |
| 09/07 | Sell | SBA COMMUNICATIONS CORP | Cash | SBAC | (13.000) | 60.320 | 784.14 |
| 09/07 | Sell | JABIL CIRCUIT INC | Cash | JBL | (41.000) | 21.770 | 892.55 |
| 09/07 | Sell | AMERIGROUP CORPORATION | Cash | AGP | (12.000) | 91.050 | 1,092.58 |
| 09/10 | Sell | UNITED THERAPEUTICS CORP | Cash | UTHR | (11.000) | 54.150 | 595.64 |
| 09/10 | Sell | TENET HEALTHCARE CORP | Cash | THC | (74.000) | 5.390 | 398.85 |
| 09/10 | Sell | NCR CORP | Cash | NCR | (34.000) | 23.010 | 782.32 |
| 09/11 | Sell | VERISK ANALYTICS INC-CL A | Cash | VRSK | (13.000) | 48.140 | 625.81 |
| 09/11 | Sell | TERADATA CORP | Cash | TDC | (4.000) | 75.130 | 300.51 |
| 09/11 | Sell | SIRIUS XM RADIO INC | Cash | SIRI | (134.000) | 2.470 | 330.98 |
| 09/11 | Sell | INCYTE CORPORATION<br>FORMERLY INCYTE GENOMICS INCORP | Cash | INCY | (33.000) | 17.990 | 593.66 |
| 09/11 | Sell | EASTMAN CHEMICAL CO | Cash | EMN | (8.000) | 56.890 | 455.11 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/11 | Sell | CELANESE CORP-SERIES A | Cash | CE | (6.000) | 40.130 | 240.77 |
| 09/12 | Sell | EASTMAN CHEMICAL CO | Cash | EMN | (6.000) | 56.410 | 338.45 |
| 09/14 | Sell | TRIMBLE NAVIGATION LTD | Cash | TRMB | (14.000) | 53.900 | 754.58 |
| 09/14 | Sell | INFORMATICA CORP | Cash | INFA | (8.000) | 38.450 | 307.59 |
| 09/18 | Sell | WELLCARE HEALTH PLANS, INC formerly WELLCARE GROUP INC | Cash | WCG | (6.000) | 60.600 | 363.59 |
| 09/18 | Sell | SBA COMMUNICATIONS CORP | Cash | SBAC | (5.000) | 60.320 | 301.59 |
| 09/18 | Sell | IDENIX PHARMACEUTICALS INC | Cash | IDIX | (60.000) | 5.700 | 342.00 |
| 09/18 | Sell | COVANCE INC | Cash | CVD | (19.000) | 47.420 | 900.96 |
| 09/25 | Sell | VALERO ENERGY CORP | Cash | VLO | (23.000) | 31.850 | 732.53 |
| 09/25 | Sell | INFORMATICA CORP | Cash | INFA | (9.000) | 34.630 | 311.66 |
| 09/25 | Sell | CAVIUM INC | Cash | CAVM | (16.000) | 34.360 | 549.75 |
| 09/25 | Sell | CABOT OIL & GAS CORP | Cash | COG | (7.000) | 44.390 | 310.72 |
| 09/27 | Sell | WATSON PHARMACEUTICALS INC | Cash | WPI | (4.000) | 83.210 | 332.83 |
| 09/27 | Sell | TOLL BROTHERS INCORPORATED | Cash | TOL | (20.000) | 34.080 | 681.58 |
| 09/27 | Sell | SBA COMMUNICATIONS CORP | Cash | SBAC | (10.000) | 62.340 | 623.39 |
| 09/27 | Sell | MARRIOTT INTERNATIONAL INC CLASS A | Cash | MAR | (15.000) | 39.630 | 594.44 |
| 09/27 | Sell | DISCOVERY COMMUNICATIONS INC *NEW SER C* | Cash | DISCK | (8.000) | 55.740 | 445.91 |
| 09/27 | Sell | CIGNA CORPORATION | Cash | CI | (10.000) | 46.950 | 469.49 |
| 09/28 | Sell | ULTA SALON COSMETICS & FRAGRANCE INC | Cash | ULTA | (3.000) | 96.820 | 290.45 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/28 | Sell | LINKEDIN CORPORATION | Cash | LNKD | (7.000) | 121.270 | 848.87 |
| 09/28 | Sell | HARLEY DAVIDSON INC | Cash | HOG | (12.000) | 42.600 | 511.19 |
| 09/28 | Sell | BRINKER INTL INC | Cash | EAT | (25.000) | 35.310 | 882.73 |
| **Total Securities Sold/Matured** | | | | | | | **18,816.74** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 09/19 | Stock Split | LKQ CORP<br>LKQ on 24.000000 PD:2012-09-18 | Cash | LKQ | 24.000 | |
| 09/24 | Stock Split | MEDIVATION INC<br>MDVN on 6.000000 PD:2012-09-21 | Cash | MDVN | 6.000 | |
| **Total Securities Received** | | | | | | |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/05 | Buy | LINCOLN NATIONAL CORPORATION | Cash | LNC | 16.000 | 23.180 | (370.88) |
| 09/05 | Buy | DOLLAR GENERAL CORP | Cash | DG | 8.000 | 51.340 | (410.72) |
| 09/05 | Buy | ALEXION PHARMACEUTICALS INC | Cash | ALXN | 3.000 | 106.280 | (318.84) |
| 09/07 | Buy | TRIUMPH GROUP INC<br>2:1 FORWARD SPLIT | Cash | TGI | 6.000 | 60.430 | (362.58) |
| 09/07 | Buy | JDS UNIPHASE CORP PAR $0.001 | Cash | JDSU | 45.000 | 12.310 | (553.95) |
| 09/07 | Buy | IDENIX PHARMACEUTICALS INC | Cash | IDIX | 57.000 | 5.840 | (332.87) |
| 09/07 | Buy | DELTA AIR LINES INC DEL NEW | Cash | DAL | 67.000 | 9.300 | (623.09) |
| 09/07 | Buy | CIENA CORP NEW | Cash | CIEN | 27.000 | 14.500 | (391.50) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/07 | Buy | CAVIUM INC | Cash | CAVM | 16.000 | 33.490 | (535.84) |
| 09/10 | Buy | ROYAL CARIBBEAN CRUISES LTD ISIN #LR0008862868 | Cash | RCL | 18.000 | 29.510 | (531.18) |
| 09/10 | Buy | VERTEX PHARMACEUTICALS INC | Cash | VRTX | 6.000 | 56.690 | (340.14) |
| 09/10 | Buy | SUPERIOR ENERGY SERVICES INC | Cash | SPN | 19.000 | 22.000 | (418.00) |
| 09/10 | Buy | SALIX PHARMACEUTICALS LTD NEW | Cash | SLXP | 13.000 | 42.510 | (552.63) |
| 09/10 | Buy | RALPH LAUREN CORP | Cash | RL | 4.000 | 161.070 | (644.28) |
| 09/10 | Buy | HARLEY DAVIDSON INC | Cash | HOG | 11.000 | 44.990 | (494.89) |
| 09/10 | Buy | CERNER CORPORATION | Cash | CERN | 11.000 | 74.460 | (819.06) |
| 09/10 | Buy | CBS CORP NEW CL B | Cash | CBS | 12.000 | 37.030 | (444.36) |
| 09/14 | Buy | CHECK POINT SOFTWARE TECH LTD ISIN #IL0009016382 | Cash | CHKP | 6.000 | 47.660 | (285.96) |
| 09/18 | Buy | SKYWORKS SOLUTIONS INC | Cash | SWKS | 22.000 | 29.150 | (641.30) |
| 09/18 | Buy | RALPH LAUREN CORP | Cash | RL | 3.000 | 159.630 | (478.89) |
| 09/18 | Buy | FAMILY DOLLAR STORES | Cash | FDO | 7.000 | 63.820 | (446.74) |
| 09/18 | Buy | CBS CORP NEW CL B | Cash | CBS | 12.000 | 36.700 | (440.40) |
| 09/20 | Buy | CHECK POINT SOFTWARE TECH LTD ISIN #IL0009016382 | Cash | CHKP | 7.000 | 47.040 | (329.28) |
| 09/20 | Buy | CITRIX SYSTEMS INC | Cash | CTXS | 16.000 | 80.940 | (1,295.04) |
| 09/27 | Buy | TW TELECOM INC | Cash | TWTC | 33.000 | 26.170 | (863.61) |
| 09/27 | Buy | ROCKWOOD HOLDINGS INC | Cash | ROC | 8.000 | 46.780 | (374.24) |
| 09/27 | Buy | P P G INDUSTRIES INC | Cash | PPG | 4.000 | 115.660 | (462.64) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 09/27 | Buy | CHARTER COMMUNICATION INC - A | Cash | CHTR | 10.000 | 75.280 | (752.80) |
| 09/28 | Buy | CONAGRA FOODS INC | Cash | CAG | 20.000 | 27.560 | (551.20) |
| 09/28 | Buy | BEAM INC | Cash | BEAM | 10.000 | 57.600 | (576.00) |
| **Total Securities Purchased** | | | | | | | **(15,642.91)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 386.16 | | 793.44 | |
| Money Market | 0.10 | | 1.29 | |
| **Total Income** | **386.26** | | **794.73** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(0.75)** |
| **Sales Proceeds** | **18,816.74** | **159,412.86** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 08/31/12 | Beginning Balance | | 6,295.05 |
| 09/04/12 | Sweep to 500 Bank Insured Deposit | 11.40 | 6,306.45 |
| 09/05/12 | Sweep to 500 Bank Insured Deposit | 4.90 | 6,311.35 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 09/07/12 | Sweep to 500 Bank Insured Deposit | 11.35 | 6,322.70 |
| 09/10/12 | Sweep from 500 Bank Insured Deposit | (654.89) | 5,667.81 |
| 09/11/12 | Sweep to 500 Bank Insured Deposit | 272.00 | 5,939.81 |
| 09/12/12 | Sweep to 500 Bank Insured Deposit | 396.20 | 6,336.01 |
| 09/13/12 | Sweep from 500 Bank Insured Deposit | (2,467.73) | 3,868.28 |
| 09/14/12 | Sweep to 500 Bank Insured Deposit | 2,564.22 | 6,432.50 |
| 09/17/12 | Sweep to 500 Bank Insured Deposit | 345.66 | 6,778.16 |
| 09/18/12 | Sweep to 500 Bank Insured Deposit | 1.93 | 6,780.09 |
| 09/19/12 | Sweep to 500 Bank Insured Deposit | 776.21 | 7,556.30 |
| 09/21/12 | Sweep from 500 Bank Insured Deposit | (96.19) | 7,460.11 |
| 09/25/12 | Sweep from 500 Bank Insured Deposit | (1,624.32) | 5,835.79 |
| 09/27/12 | Accumulated Earnings Posted | 0.10 | 5,835.89 |
| 09/27/12 | Sweep to 500 Bank Insured Deposit | 5.00 | 5,840.89 |
| 09/28/12 | Sweep to 500 Bank Insured Deposit | 1,913.86 | 7,754.75 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/01/12 | Dividend | CBS CORP NEW CL B | CBS | 2.16 |
| 10/01/12 | Dividend | EASTMAN CHEMICAL CO | EMN | 4.94 |
| 10/01/12 | Dividend | AVAGO TECHNOLOGIES LTD ISIN #SG9999006241 | AVGO | 5.28 |
| 10/03/12 | Dividend | KANSAS CITY SOUTHERN | KSU | 2.34 |
| 10/03/12 | Dividend | SPX CORP | SPW | 5.50 |
| 10/15/12 | Dividend | FAMILY DOLLAR STORES | FDO | 1.47 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 10/15/12 | Dividend | MOTOROLA SOLUTIONS INC NEW | MSI | 4.42 |
| 10/26/12 | Dividend | AMERICAN CAPITAL AGENCY CORP | AGNC | 37.50 |
| **Total** | | | | **63.61** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

## End of Statement

**Statement Period**
September 28, 2012 to October 31, 2012

Kenny E. Marchant, Sr.
Fred Alger & Company
2125 N. Josey Ln., Ste. 200
Carrollton, TX 75006

## Your Account Executive

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

## This Package Includes Statements for the Following Accounts:

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 3,620.47 | 103,034.32 | 106,654.79 |
| Total Assets Held in Account | | 3,620.47 | 103,034.32 | 106,654.79 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest.á If you invest in Canadian Securities please go to http://cdntax.swst.comá on the SWS website for additional information.

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Fred Alger & Company**

| **Statement Period** | **Page** |
|---|---|
| September 28, 2012 to October 31, 2012 | 1 of 17 |

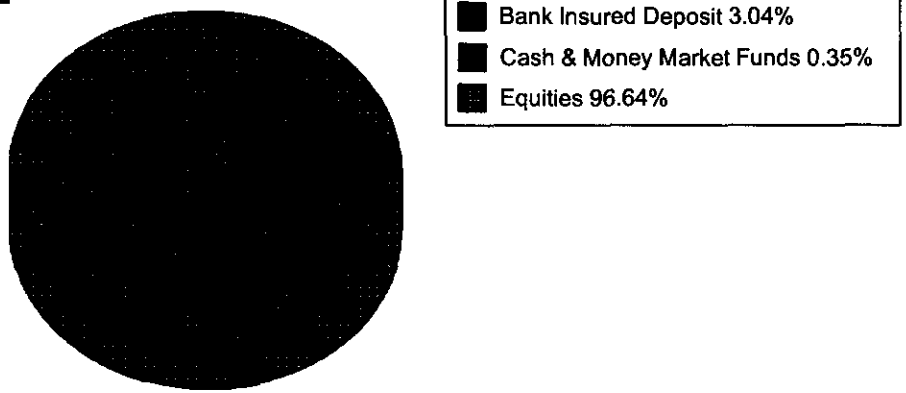
## Account Summary

| | 09/28/12 Value | 10/31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 2,100.39 | 377.03 |
| Bank Insured Deposit * | 7,754.75 | 3,243.44 |
| Equities | 100,127.28 | 103,034.32 |
| **Total Account Value** | **109,982.42** | **106,654.79** |
| **Net Account Value** | **109,982.42** | **106,654.79** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 9,855.14 | 100,127.28 | 109,982.42 |
| Funds Deposited | | | |
| Income Activity | 92.79 | | 92.79 |
| Securities Sold/Matured | 9,391.33 | (9,391.33) | |
| Securities Received | | | |
| Funds Withdrawn | (414.69) | | (414.69) |
| Margin Interest | | | |
| Securities Purchased | (15,304.10) | 15,304.10 | |
| Securities Delivered | | | |
| Change in Value of Securities | | (3,005.73) | (3,005.73) |
| **Ending Balance** | **3,620.47** | **103,034.32** | **106,654.79** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on October 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on October 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.02% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 377.03 | 0.35% | |
| **Total Cash & Money Market Funds** | | | | | **377.03** | **0.35%** | |
| **Bank Insured Deposit *** | | | | | | | |
| 500 Bank Insured Deposit | MMkt | | | | 3,243.44 | 3.04% | |
| **Total Bank Insured Deposit *** | | | | | **3,243.44** | **3.04%** | |
| **Equities** | | | | | | | |
| AFFILIATED MANAGERS GROUP INC | Cash | AMG | 7.000 | 126.500 | 885.50 | 0.83% | |
| AGILENT TECHNOLOGIES INC | Cash | A | 23.000 | 35.990 | 827.77 | 0.78% | 9.20 |
| AIRGAS INC | Cash | ARG | 8.000 | 88.970 | 711.76 | 0.67% | 12.80 |
| ALEXION PHARMACEUTICALS INC | Cash | ALXN | 8.000 | 90.380 | 723.04 | 0.68% | |
| AMERICAN CAMPUS COMMUNITIES INC (REITS) | Cash | ACC | 9.000 | 45.310 | 407.79 | 0.38% | 12.15 |
| AVAGO TECHNOLOGIES LTD ISIN #SG9999006241 | Cash | AVGO | 33.000 | 33.030 | 1,089.99 | 1.02% | 21.12 |
| AVALONBAY COMMUNITIES INC COM | Cash | AVB | 4.000 | 135.560 | 542.24 | 0.51% | 15.52 |
| BEAM INC | Cash | BEAM | 34.000 | 55.560 | 1,889.04 | 1.77% | 27.88 |
| CABOT OIL & GAS CORP | Cash | COG | 18.000 | 46.980 | 845.64 | 0.79% | 1.44 |
| CADENCE DESIGN SYSTEMS INC | Cash | CDNS | 113.000 | 12.650 | 1,429.45 | 1.34% | |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CAMDEN PROPERTY TRUST | Cash | CPT | 22.000 | 65.630 | 1,443.86 | 1.35% | 49.28 |
| CAMERON INTERNATIONAL CORP | Cash | CAM | 20.000 | 50.640 | 1,012.80 | 0.95% | |
| CARDINAL HEALTH INC | Cash | CAH | 15.000 | 41.130 | 616.95 | 0.58% | 16.50 |
| CATAMARAN CORPORATION ISIN #CA1488871023 | Cash | CTRX | 24.000 | 47.160 | 1,131.84 | 1.06% | |
| CBS CORP NEW CL B | Cash | CBS | 42.000 | 32.400 | 1,360.80 | 1.28% | 20.16 |
| CELANESE CORP-SERIES A | Cash | CE | 14.000 | 37.990 | 531.86 | 0.50% | 4.20 |
| CERNER CORPORATION | Cash | CERN | 11.000 | 76.190 | 838.09 | 0.79% | |
| CF INDUSTRIES HOLDINGS INC | Cash | CF | 4.000 | 205.190 | 820.76 | 0.77% | 6.40 |
| CHARTER COMMUNICATION INC - A | Cash | CHTR | 10.000 | 77.410 | 774.10 | 0.73% | |
| CHIPOTLE MEXICAN GRILL INC | Cash | CMG | 2.000 | 254.530 | 509.06 | 0.48% | |
| CIENA CORP NEW | Cash | CIEN | 27.000 | 12.420 | 335.34 | 0.31% | |
| CIGNA CORPORATION | Cash | CI | 12.000 | 51.000 | 612.00 | 0.57% | 0.48 |
| CITRIX SYSTEMS INC | Cash | CTXS | 28.000 | 61.780 | 1,729.84 | 1.62% | |
| COMMVAULT SYSTEMS INC | Cash | CVLT | 22.000 | 62.370 | 1,372.14 | 1.29% | |
| CONAGRA FOODS INC | Cash | CAG | 20.000 | 27.840 | 556.80 | 0.52% | 20.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CORE LABORATORIES NV ISIN #NL0000200384 | Cash | CLB | 4.000 | 103.660 | 414.64 | 0.39% | 4.48 |
| COSTAR GROUP INC | Cash | CSGP | 9.000 | 82.900 | 746.10 | 0.70% | |
| CROWN HOLDINGS INCORPORATED | Cash | CCK | 13.000 | 38.250 | 497.25 | 0.47% | |
| DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 42.000 | 31.440 | 1,320.48 | 1.24% | |
| DELTA AIR LINES INC DEL NEW | Cash | DAL | 116.000 | 9.630 | 1,117.08 | 1.05% | |
| DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 91.000 | 15.330 | 1,395.03 | 1.31% | |
| DICKS SPORTING GOODS INC | Cash | DKS | 22.000 | 50.000 | 1,100.00 | 1.03% | 11.00 |
| DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | 11.000 | 54.780 | 602.58 | 0.56% | |
| DOLLAR GENERAL CORP | Cash | DG | 47.000 | 48.620 | 2,285.14 | 2.14% | |
| EASTMAN CHEMICAL CO | Cash | EMN | 13.000 | 59.240 | 770.12 | 0.72% | 13.52 |
| EQUINIX INC NEW | Cash | EQIX | 4.000 | 180.590 | 722.36 | 0.68% | |
| EXTRA SPACE STORGAE INC (REITS) | Cash | EXR | 15.000 | 34.490 | 517.35 | 0.49% | 12.00 |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 13.000 | 82.590 | 1,073.67 | 1.01% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| FAMILY DOLLAR STORES | Cash | FDO | 14.000 | 65.960 | 923.44 | 0.87% | 11.76 |
| FIFTH & PACIFIC CO INC | Cash | FNP | 115.000 | 10.980 | 1,262.70 | 1.18% | |
| FORTINET INC | Cash | FTNT | 26.000 | 19.370 | 503.62 | 0.47% | |
| FRESH MARKET INC | Cash | TFM | 27.000 | 56.590 | 1,527.93 | 1.43% | |
| HARLEY DAVIDSON INC | Cash | HOG | 14.000 | 46.760 | 654.64 | 0.61% | 8.68 |
| HMS HOLDINGS CORPORATION | Cash | HMSY | 20.000 | 23.120 | 462.40 | 0.43% | |
| ILLUMINA INC | Cash | ILMN | 14.000 | 47.500 | 665.00 | 0.62% | |
| INTERCONTINENTALEXCHANGE INC | Cash | ICE | 5.000 | 131.000 | 655.00 | 0.61% | |
| INTERNATIONAL PAPER COMPANY | Cash | IP | 20.000 | 35.830 | 716.60 | 0.67% | 24.00 |
| ITC HOLDINGS CORP | Cash | ITC | 12.000 | 79.620 | 955.44 | 0.90% | 18.12 |
| JDS UNIPHASE CORP PAR $0.001 | Cash | JDSU | 75.000 | 9.695 | 727.13 | 0.68% | |
| JONES LANG LASALLE INC | Cash | JLL | 15.000 | 77.740 | 1,166.10 | 1.09% | 6.00 |
| KANSAS CITY SOUTHERN | Cash | KSU | 12.000 | 80.460 | 965.52 | 0.91% | 9.36 |
| LAM RESEARCH CORP | Cash | LRCX | 29.000 | 35.400 | 1,026.60 | 0.96% | |
| LENNAR CORPORATION | Cash | LEN | 35.000 | 37.470 | 1,311.45 | 1.23% | 5.60 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| LIMITED BRANDS INC | Cash | LTD | 27.000 | 47.890 | 1,293.03 | 1.21% | 27.00 |
| LINCOLN NATIONAL CORPORATION | Cash | LNC | 43.000 | 24.790 | 1,065.97 | 1.00% | 13.76 |
| LKQ CORP | Cash | LKQ | 48.000 | 20.870 | 1,001.75 | 0.94% | |
| MEDIVATION INC | Cash | MDVN | 21.000 | 51.120 | 1,073.52 | 1.01% | |
| MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 191.000 | 6.180 | 1,180.38 | 1.11% | |
| MICHAEL KORS HOLDINGS LTD ISIN #VGG607541015 | Cash | KORS | 19.000 | 54.690 | 1,039.11 | 0.97% | |
| MOODYS CORP | Cash | MCO | 30.000 | 48.160 | 1,444.80 | 1.35% | 19.20 |
| MOTOROLA SOLUTIONS INC NEW | Cash | MSI | 17.000 | 51.680 | 878.56 | 0.82% | 17.68 |
| ONYX PHARM INC | Cash | ONXX | 6.000 | 78.340 | 470.04 | 0.44% | |
| OPENTABLE INC | Cash | OPEN | 34.000 | 46.970 | 1,596.98 | 1.50% | |
| P P G INDUSTRIES INC | Cash | PPG | 12.000 | 117.080 | 1,404.96 | 1.32% | 28.32 |
| PALL CORPORATION | Cash | PLL | 27.000 | 62.960 | 1,699.92 | 1.59% | 27.00 |
| PAYCHEX INC | Cash | PAYX | 17.000 | 32.420 | 551.13 | 0.52% | 22.44 |
| PIONEER NATURAL RESOURCES CO. p | Cash | PXD | 17.000 | 105.650 | 1,796.05 | 1.68% | 1.36 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| PVH CORP | Cash | PVH | 13.000 | 109.990 | 1,429.87 | 1.34% | 1.95 |
| QLIK TECHNOLOGIES INC | Cash | QLIK | 38.000 | 18.410 | 699.58 | 0.66% | |
| QUESTCOR PHARMACEUTICALS INC | Cash | QCOR | 28.000 | 25.480 | 713.43 | 0.67% | 5.60 |
| RALPH LAUREN CORP | Cash | RL | 11.000 | 153.690 | 1,690.59 | 1.59% | 17.60 |
| RED HAT INC | Cash | RHT | 15.000 | 49.170 | 737.55 | 0.69% | |
| ROBERT HALF INTERNATL INC | Cash | RHI | 38.000 | 26.890 | 1,021.82 | 0.96% | 22.80 |
| ROCKWOOD HOLDINGS INC | Cash | ROC | 29.000 | 45.900 | 1,331.10 | 1.25% | 40.60 |
| ROSS STORES INCORPORATED | Cash | ROST | 18.000 | 60.950 | 1,097.10 | 1.03% | 10.08 |
| ROYAL CARIBBEAN CRUISES LTD ISIN #LR0008862868 | Cash | RCL | 37.000 | 33.670 | 1,245.79 | 1.17% | 17.76 |
| SBA COMMUNICATIONS CORP | Cash | SBAC | 36.000 | 66.361 | 2,389.01 | 2.24% | |
| SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 16.000 | 60.720 | 971.52 | 0.91% | 7.68 |
| SIRIUS XM RADIO INC | Cash | SIRI | 273.000 | 2.800 | 764.40 | 0.72% | |
| SKYWORKS SOLUTIONS INC | Cash | SWKS | 67.000 | 23.390 | 1,567.13 | 1.47% | |
| SOURCEFIRE INC | Cash | FIRE | 11.000 | 42.790 | 470.69 | 0.44% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SPLUNK INC | Cash | SPLK | 16.000 | 28.030 | 448.48 | 0.42% | |
| SPX CORP | Cash | SPW | 22.000 | 68.590 | 1,508.98 | 1.41% | 22.00 |
| STANDARD PACIFIC CORP | Cash | SPF | 112.000 | 6.900 | 772.80 | 0.72% | |
| STERICYCLE INC<br>ISIN # US8589121081 | Cash | SRCL | 12.000 | 94.760 | 1,137.12 | 1.07% | |
| SUPERIOR ENERGY SERVICES INC | Cash | SPN | 53.000 | 20.330 | 1,077.49 | 1.01% | |
| SVB FINANCIAL GROUP | Cash | SIVB | 8.000 | 56.590 | 452.72 | 0.42% | |
| T ROWE PRICE GROUP INC | Cash | TROW | 19.000 | 64.880 | 1,232.72 | 1.16% | 25.84 |
| TANGOE INC/CT | Cash | TNGO | 23.000 | 12.920 | 297.16 | 0.28% | |
| TENET HEALTHCARE CORP NEW | Cash | THC | 31.000 | 23.600 | 731.60 | 0.69% | |
| TERADATA CORP | Cash | TDC | 17.000 | 68.310 | 1,161.27 | 1.09% | |
| TETRA TECH INC NEW | Cash | TTEK | 18.000 | 25.930 | 466.74 | 0.44% | |
| THE HERSHEY COMPANY<br>FORMERLY KNOWN AS HERSHEY FOOD CORP | Cash | HSY | 21.000 | 68.850 | 1,445.85 | 1.36% | 35.28 |
| TRIMBLE NAVIGATION LTD | Cash | TRMB | 11.000 | 47.170 | 518.87 | 0.49% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| TRIUMPH GROUP INC 2:1 FORWARD SPLIT | Cash | TGI | 27.000 | 65.420 | 1,766.34 | 1.66% | 4.32 |
| TW TELECOM INC | Cash | TWTC | 33.000 | 25.460 | 840.18 | 0.79% | |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 23.000 | 48.280 | 1,110.44 | 1.04% | |
| VIVUS INC | Cash | VVUS | 16.000 | 14.900 | 238.40 | 0.22% | |
| W W GRAINGER | Cash | GWW | 4.000 | 201.410 | 805.64 | 0.76% | 12.80 |
| WARNER CHILCOTT PLC IRELAND SHS-A ISIN #IE00B446CM77 | Cash | WCRX | 68.000 | 11.570 | 786.76 | 0.74% | |
| WATSON PHARMACEUTICALS INC | Cash | WPI | 17.000 | 85.950 | 1,461.15 | 1.37% | |
| WYNDHAM WORLDWIDE CORP | Cash | WYN | 20.000 | 50.400 | 1,008.00 | 0.95% | 18.40 |
| XILINX INC | Cash | XLNX | 28.000 | 32.770 | 917.56 | 0.86% | 24.64 |
| ZIONS BANCORP | Cash | ZION | 53.000 | 21.480 | 1,138.44 | 1.07% | 2.12 |
| **Total Equities** | | | | | **103,034.32** | **96.64%** | **767.88** |

**End of Account Positions**

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/01 | Taxable Dividend | AVAGO TECHNOLOGIES LTD<br>ISIN #SG9999006241<br>AVGO on 33.000000 PD:2012-10-01 | Cash | AVGO | 5.28 |
| 10/01 | Taxable Dividend | EASTMAN CHEMICAL CO<br>EMN on 19.000000 PD:2012-10-01 | Cash | EMN | 4.94 |
| 10/01 | Taxable Dividend | CBS CORP NEW CL B<br>CBS on 18.000000 PD:2012-10-01 | Cash | CBS | 2.16 |
| 10/03 | Taxable Dividend | SPX CORP<br>SPW on 22.000000 PD:2012-10-03 | Cash | SPW | 5.50 |
| 10/03 | Taxable Dividend | KANSAS CITY SOUTHERN<br>KSU on 12.000000 PD:2012-10-03 | Cash | KSU | 2.34 |
| 10/09 | Taxable Dividend | ROYAL CARIBBEAN CRUISES LTD<br>ISIN #LR0008862868<br>RCL on 18.000000 PD:2012-10-09 | Cash | RCL | 2.16 |
| 10/12 | Taxable Dividend | RALPH LAUREN CORP<br>RL on 11.000000 PD:2012-10-12 | Cash | RL | 4.40 |
| 10/12 | Taxable Dividend | PIONEER NATURAL RESOURCES CO.<br>p<br>PXD on 17.000000 PD:2012-10-12 | Cash | PXD | 0.68 |
| 10/12 | Taxable Dividend | HARLEY DAVIDSON INC<br>HOG on 26.000000 PD:2012-10-12 | Cash | HOG | 4.03 |
| 10/15 | Taxable Dividend | MOTOROLA SOLUTIONS INC NEW<br>MSI on 17.000000 PD:2012-10-15 | Cash | MSI | 4.42 |
| 10/15 | Taxable Dividend | FAMILY DOLLAR STORES<br>FDO on 7.000000 PD:2012-10-15 | Cash | FDO | 1.47 |
| 10/15 | Taxable Dividend | CARDINAL HEALTH INC<br>CAH on 15.000000 PD:2012-10-15 | Cash | CAH | 3.56 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 10/15 | Taxable Dividend | AVALONBAY COMMUNITIES INC COM AVB on 4.000000 PD:2012-10-15 | Cash | AVB | 3.88 |
| 10/17 | Taxable Dividend | CAMDEN PROPERTY TRUST CPT on 16.000000 PD:2012-10-17 | Cash | CPT | 8.96 |
| 10/26 | Taxable Dividend | AMERICAN CAPITAL AGENCY CORP AGNC on 30.000000 PD:2012-10-26 | Cash | AGNC | 37.50 |
| 10/29 | Taxable Dividend | LENNAR CORPORATION LEN on 35.000000 PD:2012-10-29 | Cash | LEN | 1.40 |
| 10/30 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.11 |
| **Total Income Activity** | | | | | **92.79** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/02 | Sell | WELLCARE HEALTH PLANS, INC formerly WELLCARE GROUP INC | Cash | WCG | (13.000) | 56.130 | 729.67 |
| 10/02 | Sell | MARRIOTT INTERNATIONAL INC CLASS A | Cash | MAR | (31.000) | 38.690 | 1,199.36 |
| 10/11 | Sell | VALERO ENERGY CORP | Cash | VLO | (11.000) | 29.110 | 320.20 |
| 10/11 | Sell | MERRIMACK PHARMACEUTICALS INC | Cash | MACK | (80.000) | 7.531 | 602.49 |
| 10/11 | Sell | JOY GLOBAL INC | Cash | JOY | (11.000) | 58.710 | 645.80 |
| 10/12 | Sell | INFORMATICA CORP | Cash | INFA | (33.000) | 27.260 | 899.56 |
| 10/15 | Sell | SALIX PHARMACEUTICALS LTD NEW | Cash | SLXP | (13.000) | 40.100 | 521.29 |
| 10/18 | Sell | CHECK POINT SOFTWARE TECH LTD ISIN #IL0009016382 | Cash | CHKP | (13.000) | 41.120 | 534.55 |
| 10/19 | Sell | URBAN OUTFITTERS INC | Cash | URBN | (17.000) | 37.080 | 630.35 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/19 | Sell | O REILLY AUTOMOTIVE INC NEW | Cash | ORLY | (6.000) | 80.450 | 482.69 |
| 10/19 | Sell | AMERICAN CAPITAL AGENCY CORP | Cash | AGNC | (30.000) | 32.940 | 988.18 |
| 10/19 | Sell | AFFILIATED MANAGERS GROUP INC | Cash | AMG | (3.000) | 123.550 | 370.64 |
| 10/25 | Sell | ENSCO PLC-CL A | Cash | ESV | (8.000) | 58.450 | 467.59 |
| 10/25 | Sell | JONES LANG LASALLE INC | Cash | JLL | (6.000) | 75.860 | 455.15 |
| 10/25 | Sell | IDENIX PHARMACEUTICALS INC | Cash | IDIX | (44.000) | 3.791 | 166.78 |
| 10/31 | Sell | STERICYCLE INC<br>ISIN # US8589121081 | Cash | SRCL | (4.000) | 94.260 | 377.03 |
| **Total Securities Sold/Matured** | | | | | | | **9,391.33** |

**Securities Received**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 10/02 | Stock Split | CATAMARAN CORPORATION<br>ISIN #CA1488871023<br>CTRX on 12.000000 PD:2012-10-01 | Cash | CTRX | 12.000 | |
| 10/11 | Reverse Stock Split | TENET HEALTHCARE CORP NEW<br>1/4 R/S FRM 88033G100....SA | Cash | THC | 31.000 | |
| **Total Securities Received** | | | | | | |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 10/11 | Journal | ADV FEE | Cash | | (414.69) |
| **Total Funds Withdrawn** | | | | | **(414.69)** |

## Account Activity

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/02 | Buy | WATSON PHARMACEUTICALS INC | Cash | WPI | 6.000 | 85.340 | (512.04) |
| 10/02 | Buy | SIRIUS XM RADIO INC | Cash | SIRI | 154.000 | 2.640 | (406.56) |
| 10/02 | Buy | PVH CORP | Cash | PVH | 9.000 | 93.200 | (838.80) |
| 10/02 | Buy | MEDIVATION INC | Cash | MDVN | 9.000 | 56.940 | (512.46) |
| 10/02 | Buy | AGILENT TECHNOLOGIES INC | Cash | A | 23.000 | 38.720 | (890.56) |
| 10/04 | Buy | HMS HOLDINGS CORPORATION | Cash | HMSY | 20.000 | 28.240 | (564.80) |
| 10/04 | Buy | DOLLAR GENERAL CORP | Cash | DG | 6.000 | 52.230 | (313.38) |
| 10/09 | Buy | ZIONS BANCORP<br>Reported Price: 21.7799 | Cash | ZION | 37.000 | 21.780 | (805.86) |
| 10/09 | Buy | THE HERSHEY COMPANY<br>FORMERLY KNOWN AS HERSHEY FOOD CORP<br>Reported Price: 71.6099 | Cash | HSY | 6.000 | 71.610 | (429.66) |
| 10/11 | Buy | ROYAL CARIBBEAN CRUISES LTD<br>ISIN #LR0008862868 | Cash | RCL | 19.000 | 30.820 | (585.58) |
| 10/11 | Buy | FIFTH & PACIFIC CO INC | Cash | FNP | 50.000 | 10.419 | (520.94) |
| 10/11 | Buy | DELTA AIR LINES INC DEL NEW | Cash | DAL | 49.000 | 9.759 | (478.18) |
| 10/11 | Buy | CITRIX SYSTEMS INC | Cash | CTXS | 6.000 | 67.000 | (402.00) |
| 10/11 | Buy | CAMDEN PROPERTY TRUST | Cash | CPT | 6.000 | 63.300 | (379.80) |
| 10/12 | Buy | VIVUS INC | Cash | VVUS | 16.000 | 22.700 | (363.20) |
| 10/12 | Buy | TERADATA CORP | Cash | TDC | 5.000 | 73.870 | (369.35) |
| 10/12 | Buy | QUESTCOR PHARMACEUTICALS INC | Cash | QCOR | 15.000 | 22.000 | (330.00) |
| 10/15 | Buy | ZIONS BANCORP | Cash | ZION | 16.000 | 22.020 | (352.32) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 10/15 | Buy | ONYX PHARM INC | Cash | ONXX | 6.000 | 89.110 | (534.66) |
| 10/15 | Buy | LAM RESEARCH CORP | Cash | LRCX | 12.000 | 32.470 | (389.64) |
| 10/18 | Buy | SPLUNK INC | Cash | SPLK | 16.000 | 31.280 | (500.48) |
| 10/18 | Buy | SOURCEFIRE INC | Cash | FIRE | 11.000 | 43.230 | (475.53) |
| 10/19 | Buy | ROSS STORES INCORPORATED | Cash | ROST | 10.000 | 61.930 | (619.30) |
| 10/19 | Buy | T ROWE PRICE GROUP INC | Cash | TROW | 19.000 | 65.500 | (1,244.50) |
| 10/19 | Buy | PVH CORP | Cash | PVH | 4.000 | 96.980 | (387.92) |
| 10/19 | Buy | DICKS SPORTING GOODS INC | Cash | DKS | 7.000 | 51.330 | (359.31) |
| 10/22 | Buy | JDS UNIPHASE CORP PAR $0.001 | Cash | JDSU | 30.000 | 10.170 | (305.10) |
| 10/25 | Buy | PAYCHEX INC | Cash | PAYX | 17.000 | 32.810 | (557.77) |
| 10/25 | Buy | CELANESE CORP-SERIES A | Cash | CE | 14.000 | 37.880 | (530.32) |
| 10/25 | Buy | CABOT OIL & GAS CORP | Cash | COG | 8.000 | 43.010 | (344.08) |
| **Total Securities Purchased** | | | | | | | **(15,304.10)** |

**Securities Delivered**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Amount |
|---|---|---|---|---|---|---|
| 10/11 | Reverse Stock Split | TENET HEALTHCARE CORP<br>1/4 REV SPLIT TO 88033G407<br>1/4 R/S TO 88033G47.....SA | Cash | THCOLDD | (124.000) | |
| **Total Securities Delivered** | | | | | | |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 92.68 | | 886.12 | |
| Money Market | 0.11 | | 1.40 | |
| **Total Income** | **92.79** | | **887.52** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(0.75)** |
| **Sales Proceeds** | **9,391.33** | **168,804.19** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 09/28/12 | Beginning Balance | | 7,754.75 |
| 10/01/12 | Sweep to 500 Bank Insured Deposit | 7.10 | 7,761.85 |
| 10/02/12 | Sweep to 500 Bank Insured Deposit | 699.63 | 8,461.48 |
| 10/03/12 | Sweep to 500 Bank Insured Deposit | 1,413.88 | 9,875.36 |
| 10/05/12 | Sweep from 500 Bank Insured Deposit | (1,231.39) | 8,643.97 |
| 10/10/12 | Sweep from 500 Bank Insured Deposit | (876.02) | 7,767.95 |
| 10/11/12 | Sweep from 500 Bank Insured Deposit | (1,235.52) | 6,532.43 |
| 10/12/12 | Sweep from 500 Bank Insured Deposit | (405.58) | 6,126.85 |
| 10/15/12 | Sweep to 500 Bank Insured Deposit | 8.91 | 6,135.76 |
| 10/16/12 | Sweep from 500 Bank Insured Deposit | (793.59) | 5,342.17 |
| 10/17/12 | Sweep from 500 Bank Insured Deposit | (154.03) | 5,188.14 |
| 10/18/12 | Sweep from 500 Bank Insured Deposit | (755.33) | 4,432.81 |
| 10/23/12 | Sweep from 500 Bank Insured Deposit | (441.46) | 3,991.35 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/24/12 | Sweep from 500 Bank Insured Deposit | (139.17) | 3,852.18 |
| 10/25/12 | Sweep from 500 Bank Insured Deposit | (305.10) | 3,547.08 |
| 10/26/12 | Sweep to 500 Bank Insured Deposit | 37.50 | 3,584.58 |
| 10/29/12 | Sweep to 500 Bank Insured Deposit | 1.40 | 3,585.98 |
| 10/30/12 | Accumulated Earnings Posted | 0.11 | 3,586.09 |
| 10/30/12 | Sweep from 500 Bank Insured Deposit | (342.65) | 3,243.44 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 11/01/12 | Dividend | LINCOLN NATIONAL CORPORATION | LNC | 3.44 |
| 11/02/12 | Dividend | PALL CORPORATION | PLL | 6.75 |
| 11/20/12 | Dividend | CORE LABORATORIES NV<br>ISIN #NL0000200384 | CLB | 1.12 |
| **Total** | | | | **11.31** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
October 31, 2012 to November 30, 2012

Kenny E. Marchant, Sr.
Fred Alger & Company
2125 N. Josey Ln., Ste. 200
Carrollton, TX 75006

**Your Account Executive**

Mark Clift

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 4,122.45 | 104,863.65 | 108,986.10 |
| Total Assets Held in Account | | 4,122.45 | 104,863.65 | 108,986.10 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Fred Alger & Company**

| Statement Period | Page |
|---|---|
| October 31, 2012 to November 30, 2012 | 1 of 18 |

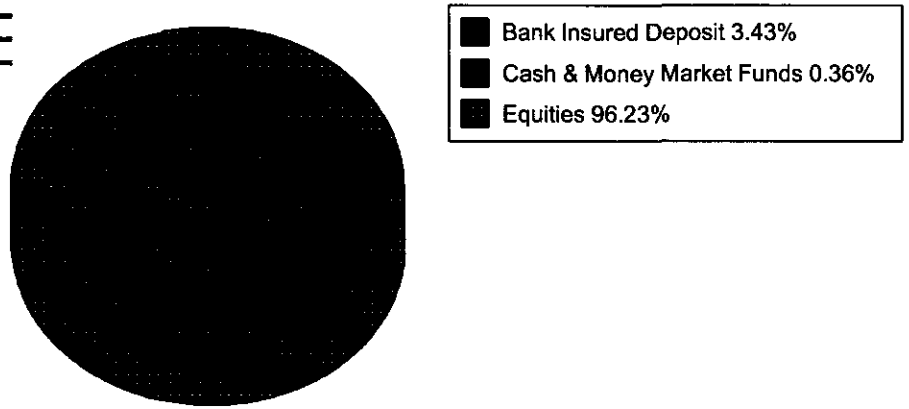
## Account Summary

| | 10/31/12 Value | 11 /30/12 Value |
|---|---|---|
| Cash & Money Market Funds | 377.03 | 389.20 |
| Bank Insured Deposit * | 3,243.44 | 3,733.25 |
| Equities | 103,034.32 | 104,863.65 |
| **Total Account Value** | **106,654.79** | **108,986.10** |
| **Net Account Value** | **106,654.79** | **108,986.10** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 3,620.47 | 103,034.32 | 106,654.79 |
| Funds Deposited | | | |
| Income Activity | 34.25 | | 34.25 |
| Securities Sold/Matured | 17,958.65 | (17,958.65) | |
| Securities Received | | | |
| Funds Withdrawn | (0.17) | | (0.17) |
| Margin Interest | | | |
| Securities Purchased | (17,490.75) | 17,490.75 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,297.22 | 2,297.22 |
| **Ending Balance** | **4,122.45** | **104,863.65** | **108,986.10** |

## Account Holdings




## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on November 30, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.00% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on November 30, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| Cash | Cash | | | | 389.20 | 0.36% | |
| **Total Cash & Money Market Funds** | | | | | **389.20** | **0.36%** | |
| **Bank Insured Deposit *** | | | | | | | |
| NEW YORK COMMUNITY BA | Cash Equivalent | | | | 3,733.25 | 3.43% | |
| **Total Bank Insured Deposit *** | | | | | **3,733.25** | **3.43%** | |
| **Equities** | | | | | | | |
| AFFILIATED MANAGERS GROUP INC | Cash | AMG | 7.000 | 128.870 | 902.09 | 0.83% | |
| AGILENT TECHNOLOGIES INC | Cash | A | 23.000 | 38.290 | 880.67 | 0.81% | 9.20 |
| ALEXION PHARMACEUTICALS INC | Cash | ALXN | 14.000 | 96.020 | 1,344.28 | 1.23% | |
| AMERICAN CAMPUS COMMUNITIES INC (REITS) | Cash | ACC | 9.000 | 43.800 | 394.20 | 0.36% | 12.15 |
| AVAGO TECHNOLOGIES LTD ISIN #SG9999006241 | Cash | AVGO | 33.000 | 35.100 | 1,158.30 | 1.06% | 21.12 |
| BEAM INC | Cash | BEAM | 25.000 | 56.110 | 1,402.75 | 1.29% | 20.50 |
| CABOT OIL & GAS CORP | Cash | COG | 18.000 | 47.100 | 847.80 | 0.78% | 1.44 |
| CADENCE DESIGN SYSTEMS INC | Cash | CDNS | 113.000 | 12.750 | 1,440.75 | 1.32% | |
| CAMDEN PROPERTY TRUST | Cash | CPT | 17.000 | 65.700 | 1,116.90 | 1.02% | 38.08 |
| CAMERON INTERNATIONAL CORP | Cash | CAM | 37.000 | 53.950 | 1,996.15 | 1.83% | |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CARDINAL HEALTH INC | Cash | CAH | 35.000 | 40.450 | 1,415.75 | 1.30% | 38.50 |
| CATAMARAN CORPORATION ISIN #CA1488871023 | Cash | CTRX | 24.000 | 48.690 | 1,168.56 | 1.07% | |
| CBS CORP NEW CL B | Cash | CBS | 53.000 | 35.980 | 1,906.94 | 1.75% | 25.44 |
| CELANESE CORP-SERIES A | Cash | CE | 28.000 | 41.040 | 1,149.12 | 1.05% | 8.40 |
| CHIPOTLE MEXICAN GRILL INC | Cash | CMG | 2.000 | 263.780 | 527.56 | 0.48% | |
| CIENA CORP NEW | Cash | CIEN | 27.000 | 14.880 | 401.76 | 0.37% | |
| CIGNA CORPORATION | Cash | CI | 12.000 | 52.270 | 627.24 | 0.58% | 0.48 |
| CITRIX SYSTEMS INC | Cash | CTXS | 23.000 | 61.160 | 1,406.68 | 1.29% | |
| CLEAN HARBORS INCORPORATED | Cash | CLH | 11.000 | 57.280 | 630.08 | 0.58% | |
| COMMVAULT SYSTEMS INC | Cash | CVLT | 22.000 | 66.360 | 1,459.92 | 1.34% | |
| CONAGRA FOODS INC | Cash | CAG | 46.000 | 29.860 | 1,373.56 | 1.26% | 46.00 |
| CORE LABORATORIES NV ISIN #NL0000200384 | Cash | CLB | 4.000 | 103.180 | 412.72 | 0.38% | 4.48 |
| COSTAR GROUP INC | Cash | CSGP | 9.000 | 86.860 | 781.74 | 0.72% | |
| CROWN HOLDINGS INCORPORATED | Cash | CCK | 13.000 | 37.350 | 485.55 | 0.45% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 30.000 | 33.990 | 1,019.70 | 0.94% | |
| DELTA AIR LINES INC DEL NEW | Cash | DAL | 116.000 | 10.000 | 1,160.00 | 1.06% | |
| DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 91.000 | 15.430 | 1,404.13 | 1.29% | |
| DOLLAR GENERAL CORP | Cash | DG | 40.000 | 50.000 | 2,000.00 | 1.84% | |
| EASTMAN CHEMICAL CO | Cash | EMN | 13.000 | 60.850 | 791.05 | 0.73% | 13.52 |
| EQUINIX INC NEW | Cash | EQIX | 4.000 | 185.760 | 743.04 | 0.68% | |
| EXTRA SPACE STORGAE INC (REITS) | Cash | EXR | 15.000 | 35.150 | 527.25 | 0.48% | 15.00 |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 13.000 | 93.680 | 1,217.84 | 1.12% | |
| FAMILY DOLLAR STORES | Cash | FDO | 8.000 | 71.200 | 569.60 | 0.52% | 6.72 |
| FIDELITY NATIONAL FINANCIAL INC | Cash | FNF | 23.000 | 24.210 | 556.83 | 0.51% | 14.72 |
| FIFTH & PACIFIC CO INC ` | Cash | FNP | 115.000 | 12.050 | 1,385.75 | 1.27% | |
| FORTINET INC | Cash | FTNT | 54.000 | 19.980 | 1,078.92 | 0.99% | |
| FRESH MARKET INC | Cash | TFM | 27.000 | 51.830 | 1,399.41 | 1.28% | |
| HARLEY DAVIDSON INC | Cash | HOG | 14.000 | 46.960 | 657.44 | 0.60% | 8.68 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ILLUMINA INC | Cash | ILMN | 14.000 | 53.710 | 751.94 | 0.69% | |
| INTERNATIONAL PAPER COMPANY | Cash | IP | 20.000 | 37.140 | 742.80 | 0.68% | 24.00 |
| ITC HOLDINGS CORP | Cash | ITC | 12.000 | 78.550 | 942.60 | 0.86% | 18.12 |
| JDS UNIPHASE CORP PAR $0.001 | Cash | JDSU | 75.000 | 12.130 | 909.75 | 0.83% | |
| JONES LANG LASALLE INC | Cash | JLL | 22.000 | 82.010 | 1,804.22 | 1.66% | 8.80 |
| KANSAS CITY SOUTHERN | Cash | KSU | 7.000 | 78.150 | 547.05 | 0.50% | 5.46 |
| LAM RESEARCH CORP | Cash | LRCX | 29.000 | 35.120 | 1,018.48 | 0.93% | |
| LENNAR CORPORATION | Cash | LEN | 16.000 | 38.040 | 608.64 | 0.56% | 2.56 |
| LIMITED BRANDS INC | Cash | LTD | 27.000 | 52.150 | 1,408.05 | 1.29% | 27.00 |
| LINCOLN NATIONAL CORPORATION | Cash | LNC | 30.000 | 24.700 | 741.00 | 0.68% | 14.40 |
| LINKEDIN CORPORATION | Cash | LNKD | 9.000 | 108.140 | 973.26 | 0.89% | |
| LKQ CORP | Cash | LKQ | 48.000 | 21.900 | 1,051.20 | 0.96% | |
| MEDIVATION INC | Cash | MDVN | 34.000 | 52.150 | 1,773.10 | 1.63% | |
| MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 191.000 | 7.140 | 1,363.74 | 1.25% | |
| MICHAEL KORS HOLDINGS LTD<br>ISIN #VGG607541015 | Cash | KORS | 10.000 | 53.150 | 531.50 | 0.49% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| MICROSEMI CORPORATION | Cash | MSCC | 24.000 | 19.140 | 459.36 | 0.42% | |
| MOODYS CORP | Cash | MCO | 12.000 | 48.580 | 582.96 | 0.53% | 7.68 |
| MOTOROLA SOLUTIONS INC NEW | Cash | MSI | 17.000 | 54.450 | 925.65 | 0.85% | 17.68 |
| ONYX PHARM INC | Cash | ONXX | 6.000 | 75.470 | 452.82 | 0.42% | |
| OPENTABLE INC | Cash | OPEN | 34.000 | 44.890 | 1,526.26 | 1.40% | |
| OWENS CORNING INC | Cash | OC | 14.000 | 34.580 | 484.12 | 0.44% | |
| P P G INDUSTRIES INC | Cash | PPG | 9.000 | 124.270 | 1,118.43 | 1.03% | 21.24 |
| PALL CORPORATION | Cash | PLL | 17.000 | 59.480 | 1,011.16 | 0.93% | 17.00 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 6.000 | 82.150 | 492.90 | 0.45% | 9.84 |
| PAYCHEX INC | Cash | PAYX | 17.000 | 32.540 | 553.18 | 0.51% | 22.44 |
| PIONEER NATURAL RESOURCES CO. p | Cash | PXD | 22.000 | 107.000 | 2,354.00 | 2.16% | 1.76 |
| PVH CORP | Cash | PVH | 13.000 | 114.590 | 1,489.67 | 1.37% | 1.95 |
| QLIK TECHNOLOGIES INC | Cash | QLIK | 38.000 | 19.380 | 736.44 | 0.68% | |
| QUANTA SERVICE INC | Cash | PWR | 23.000 | 25.860 | 594.78 | 0.55% | |
| QUESTCOR PHARMACEUTICALS INC | Cash | QCOR | 28.000 | 25.900 | 725.20 | 0.67% | 22.40 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| RALPH LAUREN CORP | Cash | RL | 8.000 | 157.090 | 1,256.72 | 1.15% | 12.80 |
| RED HAT INC | Cash | RHT | 15.000 | 49.400 | 741.00 | 0.68% | |
| ROBERT HALF INTERNATL INC | Cash | RHI | 38.000 | 28.260 | 1,073.88 | 0.99% | 22.80 |
| ROCKWELL AUTOMATION | Cash | ROK | 6.000 | 79.240 | 475.44 | 0.44% | 11.28 |
| ROCKWOOD HOLDINGS INC | Cash | ROC | 29.000 | 45.870 | 1,330.23 | 1.22% | 40.60 |
| ROSS STORES INCORPORATED | Cash | ROST | 35.000 | 57.076 | 1,997.66 | 1.83% | 19.60 |
| ROYAL CARIBBEAN CRUISES LTD ISIN #LR0008862868 | Cash | RCL | 37.000 | 35.250 | 1,304.25 | 1.20% | 17.76 |
| SBA COMMUNICATIONS CORP | Cash | SBAC | 31.000 | 68.820 | 2,133.42 | 1.96% | |
| SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 16.000 | 59.040 | 944.64 | 0.87% | 7.68 |
| SIRIUS XM RADIO INC | Cash | SIRI | 273.000 | 2.765 | 754.85 | 0.69% | |
| SKYWORKS SOLUTIONS INC | Cash | SWKS | 84.000 | 22.650 | 1,902.60 | 1.75% | |
| SOURCEFIRE INC | Cash | FIRE | 22.000 | 49.230 | 1,083.06 | 0.99% | |
| SPLUNK INC | Cash | SPLK | 41.000 | 30.200 | 1,238.20 | 1.14% | |
| SPX CORP | Cash | SPW | 11.000 | 68.120 | 749.32 | 0.69% | 11.00 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| STANDARD PACIFIC CORP | Cash | SPF | 112.000 | 6.700 | 750.40 | 0.69% | |
| STERICYCLE INC<br>ISIN # US8589121081 | Cash | SRCL | 12.000 | 93.470 | 1,121.64 | 1.03% | |
| SUPERIOR ENERGY SERVICES INC | Cash | SPN | 53.000 | 20.310 | 1,076.43 | 0.99% | |
| T ROWE PRICE GROUP INC | Cash | TROW | 19.000 | 64.670 | 1,228.73 | 1.13% | 25.84 |
| TENET HEALTHCARE CORP NEW | Cash | THC | 31.000 | 28.960 | 897.76 | 0.82% | |
| TERADATA CORP | Cash | TDC | 17.000 | 59.480 | 1,011.16 | 0.93% | |
| THE HERSHEY COMPANY<br>FORMERLY KNOWN AS HERSHEY FOOD CORP | Cash | HSY | 21.000 | 73.270 | 1,538.67 | 1.41% | 35.28 |
| TRIUMPH GROUP INC | Cash | TGI | 27.000 | 65.610 | 1,771.47 | 1.63% | 4.32 |
| TW TELECOM INC | Cash | TWTC | 33.000 | 25.690 | 847.77 | 0.78% | |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 13.000 | 39.790 | 517.27 | 0.47% | |
| W W GRAINGER | Cash | GWW | 4.000 | 194.020 | 776.08 | 0.71% | 12.80 |
| WARNER CHILCOTT PLC IRELAND SHS-A<br>ISIN #IE00B446CM77 | Cash | WCRX | 105.000 | 11.660 | 1,224.30 | 1.12% | 52.50 |
| WATSON PHARMACEUTICALS INC | Cash | WPI | 17.000 | 88.010 | 1,496.17 | 1.37% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| WHOLE FOODS MARKET INC | Cash | WFM | 5.000 | 93.360 | 466.80 | 0.43% | 4.00 |
| WYNDHAM WORLDWIDE CORP | Cash | WYN | 20.000 | 49.090 | 981.80 | 0.90% | 18.40 |
| XILINX INC | Cash | XLNX | 28.000 | 34.650 | 970.20 | 0.89% | 24.64 |
| XYLEM INC | Cash | XYL | 37.000 | 26.090 | 965.33 | 0.89% | 14.99 |
| YELP INC CL A | Cash | YELP | 40.000 | 18.910 | 756.40 | 0.69% | |
| ZIONS BANCORP | Cash | ZION | 53.000 | 20.070 | 1,063.71 | 0.98% | 2.12 |
| **Total Equities** | | | | | **104,863.65** | **96.23%** | **845.17** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/01 | Taxable Dividend | LINCOLN NATIONAL CORPORATION<br>LNC on 43.000000 PD:2012-11-01 | Cash | LNC | 3.44 |
| 11/02 | Taxable Dividend | PALL CORPORATION<br>PLL on 27.000000 PD:2012-11-02 | Cash | PLL | 6.75 |
| 11/15 | Taxable Dividend | QUESTCOR PHARMACEUTICALS INC<br>QCOR on 28.000000 PD:2012-11-15 | Cash | QCOR | 5.60 |
| 11/15 | Taxable Dividend | PAYCHEX INC<br>PAYX on 17.000000 PD:2012-11-15 | Cash | PAYX | 5.61 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 11/15 | Taxable Dividend | CABOT OIL & GAS CORP<br>COG on 18.000000 PD:2012-11-15 | Cash | COG | 0.36 |
| 11/20 | Taxable Dividend | CORE LABORATORIES NV<br>ISIN #NL0000200384<br>CLB on 4.000000 PD:2012-11-20 | Cash | CLB | 1.12 |
| 11/27 | Taxable Dividend | AMERICAN CAMPUS COMMUNITIES INC (REITS)<br>ACC on 9.000000 PD:2012-11-27 | Cash | ACC | 3.04 |
| 11/28 | Taxable Dividend | XILINX INC<br>XLNX on 28.000000 PD:2012-11-28 | Cash | XLNX | 6.16 |
| 11/29 | Taxable Dividend | ZIONS BANCORP<br>ZION on 53.000000 PD:2012-11-29 | Cash | ZION | 0.53 |
| 11/29 | Taxable Dividend | CF INDUSTRIES HOLDINGS INC<br>CF on 4.000000 PD:2012-11-29 | Cash | CF | 1.60 |
| 11/29 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.04 |
| **Total Income Activity** | | | | | **34.25** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/02 | Sell | VIVUS INC | Cash | VVUS | (16.000) | 14.650 | 234.39 |
| 11/02 | Sell | SBA COMMUNICATIONS CORP | Cash | SBAC | (5.000) | 66.410 | 332.04 |
| 11/02 | Sell | INTERCONTINENTALEXCHANGE INC | Cash | ICE | (5.000) | 130.660 | 653.29 |
| 11/02 | Sell | HMS HOLDINGS CORPORATION | Cash | HMSY | (20.000) | 21.800 | 435.99 |
| 11/02 | Sell | DICKS SPORTING GOODS INC | Cash | DKS | (10.000) | 50.690 | 506.89 |
| 11/02 | Sell | CERNER CORPORATION | Cash | CERN | (11.000) | 78.150 | 859.63 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/02 | Sell | BEAM INC | Cash | BEAM | (9.000) | 57.680 | 519.11 |
| 11/02 | Sell | AIRGAS INC | Cash | ARG | (8.000) | 89.800 | 718.38 |
| 11/06 | Sell | DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | (12.000) | 32.771 | 393.24 |
| 11/06 | Sell | SVB FINANCIAL GROUP | Cash | SIVB | (8.000) | 56.560 | 452.47 |
| 11/06 | Sell | RALPH LAUREN CORP | Cash | RL | (3.000) | 160.920 | 482.75 |
| 11/06 | Sell | MOODYS CORP | Cash | MCO | (11.000) | 47.090 | 517.98 |
| 11/06 | Sell | LINCOLN NATIONAL CORPORATION | Cash | LNC | (13.000) | 25.960 | 337.47 |
| 11/09 | Sell | TANGOE INC/CT | Cash | TNGO | (23.000) | 13.590 | 312.56 |
| 11/09 | Sell | SPX CORP | Cash | SPW | (11.000) | 66.460 | 731.04 |
| 11/13 | Sell | MICHAEL KORS HOLDINGS LTD ISIN #VGG607541015 | Cash | KORS | (9.000) | 51.120 | 460.07 |
| 11/13 | Sell | DISCOVERY COMMUNICATIONS INC NEW SER C | Cash | DISCK | (11.000) | 53.140 | 584.53 |
| 11/13 | Sell | DICKS SPORTING GOODS INC | Cash | DKS | (12.000) | 51.040 | 612.47 |
| 11/14 | Sell | LENNAR CORPORATION | Cash | LEN | (9.000) | 35.660 | 320.93 |
| 11/14 | Sell | BEACON ROOFING SUPPLY INC | Cash | BECN | (17.000) | 30.530 | 519.00 |
| 11/14 | Sell | AVALONBAY COMMUNITIES INC COM | Cash | AVB | (9.000) | 128.700 | 1,158.27 |
| 11/15 | Sell | MOODYS CORP | Cash | MCO | (7.000) | 46.140 | 322.97 |
| 11/15 | Sell | CAMDEN PROPERTY TRUST | Cash | CPT | (5.000) | 63.500 | 317.49 |
| 11/16 | Sell | TRIMBLE NAVIGATION LTD | Cash | TRMB | (11.000) | 52.820 | 581.01 |
| 11/16 | Sell | LENNAR CORPORATION | Cash | LEN | (10.000) | 36.030 | 360.29 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/16 | Sell | FAMILY DOLLAR STORES | Cash | FDO | (6.000) | 66.350 | 398.09 |
| 11/16 | Sell | CHARTER COMMUNICATION INC - A | Cash | CHTR | (10.000) | 69.100 | 690.98 |
| 11/19 | Sell | VERTEX PHARMACEUTICALS INC | Cash | VRTX | (10.000) | 41.263 | 412.62 |
| 11/19 | Sell - Cancel | TRIMBLE NAVIGATION LTD | Cash | TRMB | 11.000 | 52.820 | (581.01) |
| 11/19 | Sell | TRIMBLE NAVIGATION LTD | Cash | TRMB | (11.000) | 52.820 | 581.01 |
| 11/19 | Sell | P P G INDUSTRIES INC | Cash | PPG | (3.000) | 118.400 | 355.19 |
| 11/19 | Sell - Cancel | LENNAR CORPORATION | Cash | LEN | 10.000 | 36.030 | (360.29) |
| 11/19 | Sell - Cancel | LENNAR CORPORATION | Cash | LEN | 10.000 | 36.030 | (360.29) |
| 11/19 | Sell | LENNAR CORPORATION | Cash | LEN | (10.000) | 36.030 | 360.29 |
| 11/19 | Sell | LENNAR CORPORATION | Cash | LEN | (10.000) | 36.030 | 360.29 |
| 11/19 | Sell - Cancel | FAMILY DOLLAR STORES | Cash | FDO | 6.000 | 66.350 | (398.09) |
| 11/19 | Sell | FAMILY DOLLAR STORES | Cash | FDO | (6.000) | 66.350 | 398.09 |
| 11/19 | Sell - Cancel | CHARTER COMMUNICATION INC - A | Cash | CHTR | 10.000 | 69.100 | (690.98) |
| 11/19 | Sell | CHARTER COMMUNICATION INC - A | Cash | CHTR | (10.000) | 69.100 | 690.98 |
| 11/20 | Sell | UNITED RENTALS INC | Cash | URI | (11.000) | 39.870 | 438.56 |
| 11/20 | Sell | TETRA TECH INC NEW | Cash | TTEK | (18.000) | 24.460 | 440.27 |
| 11/20 | Sell | PALL CORPORATION | Cash | PLL | (10.000) | 60.250 | 602.49 |
| 11/20 | Sell | KANSAS CITY SOUTHERN | Cash | KSU | (5.000) | 75.610 | 378.04 |
| 11/29 | Sell | DOLLAR GENERAL CORP | Cash | DG | (7.000) | 50.110 | 350.76 |
| 11/29 | Sell | CITRIX SYSTEMS INC | Cash | CTXS | (5.000) | 62.340 | 311.69 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/30 | Sell | CF INDUSTRIES HOLDINGS INC | Cash | CF | (4.000) | 213.930 | 855.70 |
| **Total Securities Sold/Matured** | | | | | | | **17,958.65** |

**Funds Withdrawn**

| Date | Transaction | Description | Account Type | Transaction Number | Amount |
|---|---|---|---|---|---|
| 11/20 | Foreign Withholding-DIV | WH for CLB on 4.000000 P: 2012-11-20 | Cash | | (0.17) |
| **Total Funds Withdrawn** | | | | | **(0.17)** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/02 | Buy | YELP INC CL A | Cash | YELP | 40.000 | 21.200 | (848.00) |
| 11/02 | Buy | QUANTA SERVICE INC | Cash | PWR | 23.000 | 25.650 | (589.95) |
| 11/02 | Buy | CLEAN HARBORS INCORPORATED | Cash | CLH | 11.000 | 58.500 | (643.50) |
| 11/02 | Buy | CARDINAL HEALTH INC | Cash | CAH | 20.000 | 41.440 | (828.80) |
| 11/02 | Buy | BEACON ROOFING SUPPLY INC | Cash | BECN | 17.000 | 31.940 | (542.98) |
| 11/02 | Buy | AVALONBAY COMMUNITIES INC COM | Cash | AVB | 5.000 | 138.720 | (693.60) |
| 11/02 | Buy | ALEXION PHARMACEUTICALS INC | Cash | ALXN | 6.000 | 90.080 | (540.48) |
| 11/06 | Buy | XYLEM INC | Cash | XYL | 37.000 | 26.040 | (963.48) |
| 11/06 | Buy | OWENS CORNING INC | Cash | OC | 14.000 | 35.010 | (490.14) |
| 11/06 | Buy | CBS CORP NEW CL B | Cash | CBS | 11.000 | 34.310 | (377.41) |
| 11/07 | Buy | UNITED RENTALS INC | Cash | URI | 11.000 | 39.850 | (438.35) |
| 11/09 | Buy | LINKEDIN CORPORATION | Cash | LNKD | 4.000 | 96.640 | (386.56) |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/13 | Buy | WARNER CHILCOTT PLC IRELAND SHS-A ISIN #IE00B446CM77 | Cash | WCRX | 37.000 | 11.670 | (431.79) |
| 11/13 | Buy | MEDIVATION INC | Cash | MDVN | 13.000 | 47.860 | (622.18) |
| 11/14 | Buy | ROSS STORES INCORPORATED | Cash | ROST | 17.000 | 55.590 | (945.03) |
| 11/14 | Buy | LINKEDIN CORPORATION | Cash | LNKD | 5.000 | 98.180 | (490.90) |
| 11/15 | Buy | MICROSEMI CORPORATION | Cash | MSCC | 24.000 | 17.620 | (422.88) |
| 11/15 | Buy | JONES LANG LASALLE INC | Cash | JLL | 7.000 | 73.430 | (514.01) |
| 11/16 | Buy | WHOLE FOODS MARKET INC | Cash | WFM | 5.000 | 90.420 | (452.10) |
| 11/16 | Buy | ROCKWELL AUTOMATION | Cash | ROK | 6.000 | 75.980 | (455.88) |
| 11/16 | Buy | CONAGRA FOODS INC | Cash | CAG | 26.000 | 27.610 | (717.86) |
| 11/16 | Buy | CAMERON INTERNATIONAL CORP | Cash | CAM | 17.000 | 51.960 | (883.32) |
| 11/19 | Buy | WHOLE FOODS MARKET INC | Cash | WFM | 5.000 | 90.420 | (452.10) |
| 11/19 | Buy - Cancel | WHOLE FOODS MARKET INC | Cash | WFM | (5.000) | 90.420 | 452.10 |
| 11/19 | Buy | SPLUNK INC | Cash | SPLK | 25.000 | 27.590 | (689.75) |
| 11/19 | Buy | ROCKWELL AUTOMATION | Cash | ROK | 6.000 | 75.980 | (455.88) |
| 11/19 | Buy - Cancel | ROCKWELL AUTOMATION | Cash | ROK | (6.000) | 75.980 | 455.88 |
| 11/19 | Buy | PARKER HANNIFIN CORPORATION | Cash | PH | 6.000 | 80.630 | (483.78) |
| 11/19 | Buy | CONAGRA FOODS INC | Cash | CAG | 26.000 | 27.610 | (717.86) |
| 11/19 | Buy - Cancel | CONAGRA FOODS INC | Cash | CAG | (26.000) | 27.610 | 717.86 |
| 11/19 | Buy | CAMERON INTERNATIONAL CORP | Cash | CAM | 17.000 | 51.960 | (883.32) |
| 11/19 | Buy - Cancel | CAMERON INTERNATIONAL CORP | Cash | CAM | (17.000) | 51.960 | 883.32 |

## Account Activity

**Securities Purchased (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 11/20 | Buy | SOURCEFIRE INC | Cash | FIRE | 11.000 | 46.820 | (515.02) |
| 11/20 | Buy | SKYWORKS SOLUTIONS INC | Cash | SWKS | 17.000 | 21.020 | (357.34) |
| 11/20 | Buy | PIONEER NATURAL RESOURCES CO. p | Cash | PXD | 5.000 | 104.050 | (520.25) |
| 11/20 | Buy | FORTINET INC | Cash | FTNT | 28.000 | 18.445 | (516.46) |
| 11/29 | Buy | FIDELITY NATIONAL FINANCIAL INC | Cash | FNF | 23.000 | 24.110 | (554.53) |
| 11/30 | Buy | CELANESE CORP-SERIES A | Cash | CE | 14.000 | 41.030 | (574.42) |
| **Total Securities Purchased** | | | | | | | **(17,490.75)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Dividends-Ordinary | 34.21 | | 920.33 | |
| Money Market | 0.04 | | 1.44 | |
| **Total Income** | **34.25** | | **921.77** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | **(0.17)** | **(0.92)** |
| **Sales Proceeds** | **17,958.65** | **186,762.84** |

## Other Important Information

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 10/31/12 | Beginning Balance | | 3,243.44 |
| 11/01/12 | Sweep to 500 Bank Insured Deposit | 3.44 | 3,246.88 |
| 11/02/12 | Sweep to 500 Bank Insured Deposit | 6.75 | 3,253.63 |
| 11/05/12 | Sweep to 500 Bank Insured Deposit | 377.03 | 3,630.66 |
| 11/07/12 | Sweep from 500 Bank Insured Deposit | (427.59) | 3,203.07 |
| 11/09/12 | Sweep to 500 Bank Insured Deposit | 352.88 | 3,555.95 |
| 11/13/12 | Sweep from 500 Bank Insured Deposit | (438.35) | 3,117.60 |
| 11/15/12 | Sweep to 500 Bank Insured Deposit | 668.61 | 3,786.21 |
| 11/16/12 | Sweep to 500 Bank Insured Deposit | 603.10 | 4,389.31 |
| 11/19/12 | Sweep to 500 Bank Insured Deposit | 562.27 | 4,951.58 |
| 11/20/12 | Sweep from 500 Bank Insured Deposit | (296.43) | 4,655.15 |
| 11/21/12 | Sweep from 500 Bank Insured Deposit | (478.79) | 4,176.36 |
| 11/23/12 | Sweep from 500 Bank Insured Deposit | (404.77) | 3,771.59 |
| 11/26/12 | Sweep from 500 Bank Insured Deposit | (49.71) | 3,721.88 |
| 11/27/12 | Sweep to 500 Bank Insured Deposit | 3.04 | 3,724.92 |
| 11/28/12 | Sweep to 500 Bank Insured Deposit | 6.16 | 3,731.08 |
| 11/29/12 | Accumulated Earnings Posted | 0.04 | 3,731.12 |
| 11/29/12 | Sweep to 500 Bank Insured Deposit | 2.13 | 3,733.25 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 12/01/12 | Dividend | W W GRAINGER | GWW | 3.20 |
| 12/03/12 | Dividend | BEAM INC | BEAM | 5.13 |

## Other Important Information

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 12/04/12 | Dividend | CONAGRA FOODS INC | CAG | 5.00 |
| 12/07/12 | Dividend | WYNDHAM WORLDWIDE CORP | WYN | 4.60 |
| 12/10/12 | Dividend | MOODYS CORP | MCO | 1.92 |
| 12/10/12 | Dividend | LIMITED BRANDS INC | LTD | 6.75 |
| 12/12/12 | Dividend | P P G INDUSTRIES INC | PPG | 7.08 |
| 12/14/12 | Dividend | JONES LANG LASALLE INC | JLL | 3.00 |
| 12/14/12 | Dividend | ROBERT HALF INTERNATL INC | RHI | 5.70 |
| 12/14/12 | Dividend | THE HERSHEY COMPANY FORMERLY KNOWN AS HERSHEY FOOD CORP | HSY | 8.82 |
| 12/17/12 | Dividend | INTERNATIONAL PAPER COMPANY | IP | 6.00 |
| 12/18/12 | Dividend | ROCKWOOD HOLDINGS INC | ROC | 10.15 |
| 12/20/12 | Dividend | PVH CORP | PVH | 0.49 |
| **Total** | | | | **67.84** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**

**Statement Period**
November 30, 2012 to December 31, 2012

Kenny E. Marchant, Sr.
Fred Alger & Company
2125 N. Josey Ln., Ste. 200
Carrollton, TX 75006

**Your Account Executive**

*Mark Clift*

Email: mclift@swst.com
Office: 14Z / 2197 AE#: 112702

**This Package Includes Statements for the Following Accounts:**

| Account Number | Account Name | Cash & Money Markets | Securities | Account Totals |
|---|---|---|---|---|
| [redacted] | Kenny E. Marchant, Sr. | 5,436.72 | 105,865.11 | 111,301.83 |
| Total Assets Held in Account | | 5,436.72 | 105,865.11 | 111,301.83 |

Effective January 1, 2013, the Canada Revenue Agency is requiring a residency certification from investors that are eligible for a favorable rate of withholding on dividends and interest. If you invest in Canadian Securities please go to http://cdntax.swst.com on the SWS website for additional information.

**Account Number:** [redacted]
**Kenny E. Marchant, Sr.**
**Fred Alger & Company**

| Statement Period | Page |
|---|---|
| November 30, 2012 to December 31, 2012 | 1 of 16 |

## Account Summary

| | 11/30/12 Value | 12/31/12 Value |
|---|---|---|
| Cash & Money Market Funds | 389.20 | (949.84) |
| Bank Insured Deposit * | 3,733.25 | 6,386.56 |
| Equities | 104,863.65 | 105,865.11 |
| **Total Account Value** | **108,986.10** | **111,301.83** |
| **Net Account Value** | **108,986.10** | **111,301.83** |

## Change in Account Value

| | Cash/MMkt Margin/Short | Investments | Total Account |
|---|---|---|---|
| Beginning Balance | 4,122.45 | 104,863.65 | 108,986.10 |
| Funds Deposited | | | |
| Income Activity | 284.01 | | 284.01 |
| Securities Sold/Matured | 5,609.52 | (5,609.52) | |
| Securities Received | | | |
| Funds Withdrawn | | | |
| Margin Interest | | | |
| Securities Purchased | (4,579.26) | 4,579.26 | |
| Securities Delivered | | | |
| Change in Value of Securities | | 2,031.72 | 2,031.72 |
| ***Ending Balance*** | **5,436.72** | **105,865.11** | **111,301.83** |

## Messages

Average 7 Day Yield for Dreyfus Money Market Funds Class B on December 31, 2012
Interest Rates listed as 0.00 have an actual rate less than .01%.

| | |
|---|---|
| Money Market Fund | 0.01% |
| U.S. Government Fund | 0.01% |
| Municipal Money Market Fund | 0.00% |
| Credit Interest *** | 0.02% |

Annual Percentage Yield for Bank Insured Funds on December 31, 2012

| | |
|---|---|
| Bank Insured Deposit | 0.01% |

For questions concerning the Bank Insured Deposit (Southwest Securities' new FDIC cash management account), contact your Financial Advisor today. (Not available for all accounts)

*** Please note that SIPC coverage does not protect cash balances created and maintained solely for the purpose of earning interest. Any cash credit balances held by Southwest Securities in your name are being maintained solely for the purpose of future reinvestment.

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Cash & Money Market Funds** | | | | | | | |
| *Cash* | Cash | | | | (949.84) | (0.85%) | |
| **Total Cash & Money Market Funds** | | | | | **-949.84** | **(0.85%)** | |
| **Bank Insured Deposit *** | | | | | | | |
| NEW YORK COMMUNITY BA | Cash Equivalent | | | | 6,386.56 | 5.74% | |
| **Total Bank Insured Deposit *** | | | | | **6,386.56** | **5.74%** | |
| **Equities** | | | | | | | |
| AFFILIATED MANAGERS GROUP INC | Cash | AMG | 7.000 | 130.150 | 911.05 | 0.82% | |
| AGILENT TECHNOLOGIES INC | Cash | A | 23.000 | 40.940 | 941.62 | 0.85% | 9.20 |
| ALEXION PHARMACEUTICALS INC | Cash | ALXN | 10.000 | 93.740 | 937.40 | 0.84% | |
| AVAGO TECHNOLOGIES LTD<br>ISIN #SG9999006241 | Cash | AVGO | 33.000 | 31.651 | 1,044.48 | 0.94% | 22.44 |
| BEAM INC | Cash | BEAM | 31.000 | 61.090 | 1,893.79 | 1.70% | 25.42 |
| CABOT OIL & GAS CORP | Cash | COG | 18.000 | 49.740 | 895.32 | 0.80% | 1.44 |
| CADENCE DESIGN SYSTEMS INC | Cash | CDNS | 113.000 | 13.510 | 1,526.63 | 1.37% | |
| CAMDEN PROPERTY TRUST | Cash | CPT | 17.000 | 68.210 | 1,159.57 | 1.04% | 38.08 |
| CAMERON INTERNATIONAL CORP | Cash | CAM | 37.000 | 56.460 | 2,089.02 | 1.88% | |
| CARDINAL HEALTH INC | Cash | CAH | 35.000 | 41.180 | 1,441.30 | 1.29% | 38.50 |

* - FDIC-insured sweep deposits are not protected by Securities Investor Protection Corporation ("SIPC"; for more information, visit www.sipc.org). See web site www.swst.com for "Sweep Account Disclosure" details, additional Bank Insured Deposit Terms and Conditions and a list of Bank Insured Deposit participant banks.

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| CATAMARAN CORPORATION ISIN #CA1488871023 | Cash | CTRX | 24.000 | 47.100 | 1,130.40 | 1.02% | |
| CBS CORP NEW CL B | Cash | CBS | 53.000 | 38.050 | 2,016.65 | 1.81% | 25.44 |
| CELANESE CORP-SERIES A | Cash | CE | 28.000 | 44.530 | 1,246.84 | 1.12% | 8.40 |
| CHIPOTLE MEXICAN GRILL INC | Cash | CMG | 2.000 | 297.460 | 594.92 | 0.53% | |
| CIENA CORP NEW | Cash | CIEN | 27.000 | 15.700 | 423.90 | 0.38% | |
| CIGNA CORPORATION | Cash | CI | 12.000 | 53.460 | 641.52 | 0.58% | 0.48 |
| CITRIX SYSTEMS INC | Cash | CTXS | 23.000 | 65.620 | 1,509.26 | 1.36% | |
| CLEAN HARBORS INCORPORATED | Cash | CLH | 22.000 | 55.010 | 1,210.22 | 1.09% | |
| COMMVAULT SYSTEMS INC | Cash | CVLT | 16.000 | 69.662 | 1,114.60 | 1.00% | |
| CONAGRA FOODS INC | Cash | CAG | 61.000 | 29.500 | 1,799.50 | 1.62% | 61.00 |
| CORE LABORATORIES NV ISIN #NL0000200384 | Cash | CLB | 4.000 | 109.310 | 437.24 | 0.39% | 4.48 |
| COSTAR GROUP INC | Cash | CSGP | 9.000 | 89.370 | 804.33 | 0.72% | |
| CROWN HOLDINGS INCORPORATED | Cash | CCK | 13.000 | 36.810 | 478.53 | 0.43% | |
| DELPHI AUTOMOTIVE PLC ISIN #JE00B783TY65 | Cash | DLPH | 30.000 | 38.250 | 1,147.50 | 1.03% | |

## *Account Positions*

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| DELTA AIR LINES INC DEL NEW | Cash | DAL | 116.000 | 11.870 | 1,376.92 | 1.24% | |
| DENBURY RESOURCES INC (NEW) (DEL) | Cash | DNR | 91.000 | 16.200 | 1,474.20 | 1.32% | |
| DOLLAR GENERAL CORP | Cash | DG | 40.000 | 44.090 | 1,763.60 | 1.58% | |
| EASTMAN CHEMICAL CO | Cash | EMN | 13.000 | 68.050 | 884.65 | 0.79% | 15.60 |
| EXTRA SPACE STORGAE INC (REITS) | Cash | EXR | 15.000 | 36.390 | 545.85 | 0.49% | 15.00 |
| F5 NETWORKS INCORPORATED | Cash | FFIV | 13.000 | 97.150 | 1,262.95 | 1.13% | |
| FAMILY DOLLAR STORES | Cash | FDO | 8.000 | 63.410 | 507.28 | 0.46% | 6.72 |
| FIDELITY NATIONAL FINANCIAL INC | Cash | FNF | 23.000 | 23.550 | 541.65 | 0.49% | 14.72 |
| FIFTH & PACIFIC CO INC | Cash | FNP | 115.000 | 12.450 | 1,431.75 | 1.29% | |
| FORTINET INC | Cash | FTNT | 54.000 | 21.020 | 1,135.08 | 1.02% | |
| FRESH MARKET INC | Cash | TFM | 27.000 | 48.090 | 1,298.43 | 1.17% | |
| HARLEY DAVIDSON INC | Cash | HOG | 14.000 | 48.830 | 683.62 | 0.61% | 8.68 |
| HMS HOLDINGS CORPORATION | Cash | HMSY | 31.000 | 25.920 | 803.52 | 0.72% | |
| ILLUMINA INC | Cash | ILMN | 14.000 | 55.590 | 778.26 | 0.70% | |
| INTERNATIONAL PAPER COMPANY | Cash | IP | 33.000 | 39.840 | 1,314.72 | 1.18% | 39.60 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ITC HOLDINGS CORP | Cash | ITC | 16.000 | 76.910 | 1,230.56 | 1.11% | 24.16 |
| JDS UNIPHASE CORP PAR $0.001 | Cash | JDSU | 75.000 | 13.500 | 1,012.50 | 0.91% | |
| JONES LANG LASALLE INC | Cash | JLL | 22.000 | 83.940 | 1,846.68 | 1.66% | 8.80 |
| KANSAS CITY SOUTHERN | Cash | KSU | 7.000 | 83.480 | 584.36 | 0.53% | 5.46 |
| LAM RESEARCH CORP | Cash | LRCX | 29.000 | 36.130 | 1,047.77 | 0.94% | |
| LIMITED BRANDS INC | Cash | LTD | 27.000 | 47.060 | 1,270.62 | 1.14% | 27.00 |
| LINCOLN NATIONAL CORPORATION | Cash | LNC | 30.000 | 25.900 | 777.00 | 0.70% | 14.40 |
| LINKEDIN CORPORATION | Cash | LNKD | 12.000 | 114.820 | 1,377.84 | 1.24% | |
| LKQ CORP | Cash | LKQ | 48.000 | 21.100 | 1,012.80 | 0.91% | |
| MEDIVATION INC | Cash | MDVN | 34.000 | 51.160 | 1,739.44 | 1.56% | |
| MERRIMACK PHARMACEUTICALS INC | Cash | MACK | 148.000 | 6.090 | 901.32 | 0.81% | |
| MICHAEL KORS HOLDINGS LTD ISIN #VGG607541015 | Cash | KORS | 10.000 | 51.030 | 510.30 | 0.46% | |
| MICROSEMI CORPORATION | Cash | MSCC | 24.000 | 21.040 | 504.96 | 0.45% | |
| MOODYS CORP | Cash | MCO | 12.000 | 50.320 | 603.84 | 0.54% | 9.60 |
| MOTOROLA SOLUTIONS INC NEW | Cash | MSI | 17.000 | 55.680 | 946.56 | 0.85% | 17.68 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ONYX PHARM INC | Cash | ONXX | 6.000 | 75.530 | 453.18 | 0.41% | |
| OPENTABLE INC | Cash | OPEN | 34.000 | 48.800 | 1,659.20 | 1.49% | |
| OWENS CORNING INC | Cash | OC | 14.000 | 36.990 | 517.86 | 0.47% | |
| P P G INDUSTRIES INC | Cash | PPG | 9.000 | 135.350 | 1,218.15 | 1.09% | 21.24 |
| PALL CORPORATION | Cash | PLL | 17.000 | 60.260 | 1,024.42 | 0.92% | 17.00 |
| PARKER HANNIFIN CORPORATION | Cash | PH | 6.000 | 85.060 | 510.36 | 0.46% | 9.84 |
| PAYCHEX INC | Cash | PAYX | 17.000 | 31.100 | 528.70 | 0.48% | 22.44 |
| PIONEER NATURAL RESOURCES CO. p | Cash | PXD | 22.000 | 106.590 | 2,344.98 | 2.11% | 1.76 |
| PVH CORP | Cash | PVH | 13.000 | 111.010 | 1,443.13 | 1.30% | 1.95 |
| QLIK TECHNOLOGIES INC | Cash | QLIK | 38.000 | 21.720 | 825.36 | 0.74% | |
| QUANTA SERVICE INC | Cash | PWR | 23.000 | 27.290 | 627.67 | 0.56% | |
| QUESTCOR PHARMACEUTICALS INC | Cash | QCOR | 28.000 | 26.720 | 748.16 | 0.67% | 22.40 |
| RALPH LAUREN CORP | Cash | RL | 8.000 | 149.920 | 1,199.36 | 1.08% | 12.80 |
| RED HAT INC | Cash | RHT | 24.000 | 52.960 | 1,271.04 | 1.14% | |
| ROBERT HALF INTERNATL INC | Cash | RHI | 38.000 | 31.820 | 1,209.16 | 1.09% | 22.80 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| ROCKWELL AUTOMATION | Cash | ROK | 6.000 | 83.990 | 503.94 | 0.45% | 11.28 |
| ROCKWOOD HOLDINGS INC | Cash | ROC | 29.000 | 49.460 | 1,434.34 | 1.29% | 40.60 |
| ROSS STORES INCORPORATED | Cash | ROST | 19.000 | 54.090 | 1,027.71 | 0.92% | 10.64 |
| ROYAL CARIBBEAN CRUISES LTD ISIN #LR0008862868 | Cash | RCL | 20.000 | 34.000 | 680.00 | 0.61% | 9.60 |
| SBA COMMUNICATIONS CORP | Cash | SBAC | 31.000 | 70.980 | 2,200.38 | 1.98% | |
| SCRIPPS NETWORKS INTERACTIVE INC CLASS A | Cash | SNI | 16.000 | 57.920 | 926.72 | 0.83% | 7.68 |
| SIRIUS XM RADIO INC | Cash | SIRI | 273.000 | 2.890 | 788.97 | 0.71% | |
| SKYWORKS SOLUTIONS INC | Cash | SWKS | 66.000 | 20.300 | 1,339.80 | 1.20% | |
| SOURCEFIRE INC | Cash | FIRE | 22.000 | 47.220 | 1,038.84 | 0.93% | |
| SPLUNK INC | Cash | SPLK | 41.000 | 29.020 | 1,189.82 | 1.07% | |
| SPX CORP | Cash | SPW | 11.000 | 70.150 | 771.65 | 0.69% | 11.00 |
| STANDARD PACIFIC CORP | Cash | SPF | 112.000 | 7.350 | 823.20 | 0.74% | |
| STERICYCLE INC ISIN # US8589121081 | Cash | SRCL | 12.000 | 93.280 | 1,119.36 | 1.01% | |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| SUPERIOR ENERGY SERVICES INC | Cash | SPN | 53.000 | 20.720 | 1,098.16 | 0.99% | |
| T ROWE PRICE GROUP INC | Cash | TROW | 19.000 | 65.117 | 1,237.22 | 1.11% | 25.84 |
| TENET HEALTHCARE CORP NEW | Cash | THC | 31.000 | 32.470 | 1,006.57 | 0.90% | |
| THE HERSHEY COMPANY<br>FORMERLY KNOWN AS HERSHEY FOOD CORP | Cash | HSY | 21.000 | 72.220 | 1,516.62 | 1.36% | 35.28 |
| TRIUMPH GROUP INC | Cash | TGI | 27.000 | 65.300 | 1,763.10 | 1.58% | 4.32 |
| TW TELECOM INC | Cash | TWTC | 33.000 | 25.470 | 840.51 | 0.76% | |
| VERISK ANALYTICS INC-CL A | Cash | VRSK | 18.000 | 50.970 | 917.46 | 0.82% | |
| VERTEX PHARMACEUTICALS INC | Cash | VRTX | 13.000 | 41.900 | 544.70 | 0.49% | |
| W W GRAINGER | Cash | GWW | 4.000 | 202.370 | 809.48 | 0.73% | 12.80 |
| WARNER CHILCOTT PLC IRELAND SHS-A<br>*ISIN #IE00B446CM77* | Cash | WCRX | 105.000 | 12.040 | 1,264.20 | 1.14% | 52.50 |
| WATSON PHARMACEUTICALS INC | Cash | WPI | 17.000 | 86.000 | 1,462.00 | 1.31% | |
| WHOLE FOODS MARKET INC | Cash | WFM | 5.000 | 91.160 | 455.80 | 0.41% | 4.00 |
| WYNDHAM WORLDWIDE CORP | Cash | WYN | 20.000 | 53.210 | 1,064.20 | 0.96% | 18.40 |
| XILINX INC | Cash | XLNX | 28.000 | 35.861 | 1,004.11 | 0.90% | 24.64 |

## Account Positions

| | Account Type | Symbol/ Cusip | Quantity Long/Short | Current Price | Current Value | % of Entire Portfolio | Est Annual Income |
|---|---|---|---|---|---|---|---|
| **Equities (Continued)** | | | | | | | |
| XYLEM INC | Cash | XYL | 37.000 | 27.100 | 1,002.70 | 0.90% | 14.99 |
| YELP INC CL A | Cash | YELP | 40.000 | 18.850 | 754.00 | 0.68% | |
| ZIONS BANCORP | Cash | ZION | 53.000 | 21.400 | 1,134.20 | 1.02% | 2.12 |
| ***Total Equities*** | | | | | **105,865.11** | **95.11%** | **860.22** |

## End of Account Positions

## Account Activity

**Income Activity**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/03 | Taxable Dividend | W W GRAINGER<br>GWW on 4.000000 PD:2012-12-01 | Cash | GWW | 3.20 |
| 12/03 | Taxable Dividend | BEAM INC<br>BEAM on 25.000000 PD:2012-12-03 | Cash | BEAM | 5.13 |
| 12/04 | Taxable Dividend | CONAGRA FOODS INC<br>CAG on 20.000000 PD:2012-12-04 | Cash | CAG | 5.00 |
| 12/07 | Taxable Dividend | WYNDHAM WORLDWIDE CORP<br>WYN on 20.000000 PD:2012-12-07 | Cash | WYN | 4.60 |
| 12/10 | Taxable Dividend | SCRIPPS NETWORKS INTERACTIVE INC CLASS A<br>SNI on 16.000000 PD:2012-12-10 | Cash | SNI | 1.92 |
| 12/10 | Taxable Dividend | MOODYS CORP<br>MCO on 12.000000 PD:2012-12-10 | Cash | MCO | 1.92 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/10 | Taxable Dividend | LIMITED BRANDS INC<br>LTD on 27.000000 PD:2012-12-10 | Cash | LTD | 6.75 |
| 12/12 | Taxable Dividend | P P G INDUSTRIES INC<br>PPG on 12.000000 PD:2012-12-12 | Cash | PPG | 7.08 |
| 12/14 | Taxable Dividend | WARNER CHILCOTT PLC IRELAND SHS-A<br>ISIN #IE00B446CM77<br>WCRX on 105.000000 PD:2012-12-14 | Cash | WCRX | 26.25 |
| 12/14 | Taxable Dividend | ROBERT HALF INTERNATL INC<br>RHI on 38.000000 PD:2012-12-14 | Cash | RHI | 5.70 |
| 12/14 | Taxable Dividend | JONES LANG LASALLE INC<br>JLL on 15.000000 PD:2012-12-14 | Cash | JLL | 3.00 |
| 12/14 | Taxable Dividend | THE HERSHEY COMPANY<br>FORMERLY KNOWN AS HERSHEY FOOD CORP<br>HSY on 21.000000 PD:2012-12-14 | Cash | HSY | 8.82 |
| 12/17 | Taxable Dividend | TRIUMPH GROUP INC<br>TGI on 27.000000 PD:2012-12-15 | Cash | TGI | 1.08 |
| 12/17 | Taxable Dividend | ITC HOLDINGS CORP<br>ITC on 12.000000 PD:2012-12-17 | Cash | ITC | 4.53 |
| 12/17 | Taxable Dividend | INTERNATIONAL PAPER COMPANY<br>IP on 20.000000 PD:2012-12-17 | Cash | IP | 6.00 |
| 12/18 | Taxable Dividend | ROCKWOOD HOLDINGS INC<br>ROC on 29.000000 PD:2012-12-18 | Cash | ROC | 10.15 |
| 12/20 | Taxable Dividend | PVH CORP<br>PVH on 13.000000 PD:2012-12-20 | Cash | PVH | 0.49 |
| 12/21 | Special Distribution | WHOLE FOODS MARKET INC<br>WFM on 5.000000 PD:2012-12-21 | Cash | WFM | 10.00 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/21 | Taxable Dividend | QUESTCOR PHARMACEUTICALS INC<br>QCOR on 28.000000 PD:2012-12-21 | Cash | QCOR | 5.60 |
| 12/26 | Special Distribution | LIMITED BRANDS INC<br>LTD on 27.000000 PD:2012-12-26 | Cash | LTD | 81.00 |
| 12/27 | Taxable Dividend | SPX CORP<br>SPW on 11.000000 PD:2012-12-27 | Cash | SPW | 2.75 |
| 12/27 | Taxable Dividend | T ROWE PRICE GROUP INC<br>TROW on 19.000000 PD:2012-12-27 | Cash | TROW | 6.46 |
| 12/27 | Taxable Dividend | FAMILY DOLLAR STORES<br>FDO on 8.000000 PD:2012-12-27 | Cash | FDO | 1.68 |
| 12/28 | Taxable Dividend | AVAGO TECHNOLOGIES LTD<br>ISIN #SG9999006241<br>AVGO on 33.000000 PD:2012-12-28 | Cash | AVGO | 5.61 |
| 12/28 | Taxable Dividend | ROYAL CARIBBEAN CRUISES LTD<br>ISIN #LR0008862868<br>RCL on 20.000000 PD:2012-12-28 | Cash | RCL | 2.40 |
| 12/28 | Special Distribution | SIRIUS XM RADIO INC<br>SIRI on 273.000000 PD:2012-12-28 | Cash | SIRI | 13.65 |
| 12/28 | Taxable Dividend | ROSS STORES INCORPORATED<br>ROST on 35.000000 PD:2012-12-28 | Cash | ROST | 4.90 |
| 12/28 | Taxable Dividend | RALPH LAUREN CORP<br>RL on 8.000000 PD:2012-12-28 | Cash | RL | 3.20 |
| 12/28 | Special Distribution | T ROWE PRICE GROUP INC<br>TROW on 19.000000 PD:2012-12-28 | Cash | TROW | 19.00 |
| 12/28 | Taxable Dividend | PAYCHEX INC<br>PAYX on 17.000000 PD:2012-12-28 | Cash | PAYX | 11.22 |

## Account Activity

**Income Activity (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Amount |
|---|---|---|---|---|---|
| 12/28 | Taxable Dividend | KANSAS CITY SOUTHERN<br>KSU on 7.000000 PD:2012-12-28 | Cash | KSU | 1.37 |
| 12/28 | Taxable Dividend | HARLEY DAVIDSON INC<br>HOG on 14.000000 PD:2012-12-28 | Cash | HOG | 2.17 |
| 12/28 | Taxable Dividend | FIDELITY NATIONAL FINANCIAL INC<br>FNF on 23.000000 PD:2012-12-28 | Cash | FNF | 3.68 |
| 12/28 | Taxable Mny Div | Accumulated Earnings Posted | MMkt | | 0.05 |
| 12/31 | Taxable Dividend | EXTRA SPACE STORGAE INC (REITS)<br>EXR on 15.000000 PD:2012-12-31 | Cash | EXR | 3.75 |
| 12/31 | Taxable Dividend | EASTMAN CHEMICAL CO<br>EMN on 13.000000 PD:2012-12-31 | Cash | EMN | 3.90 |
| **Total Income Activity** | | | | | **284.01** |

**Securities Sold/Matured**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/04 | Sell | TERADATA CORP | Cash | TDC | (6.000) | 58.230 | 349.37 |
| 12/04 | Sell | ROSS STORES INCORPORATED | Cash | ROST | (16.000) | 55.650 | 890.38 |
| 12/04 | Sell | MERRIMACK PHARMACEUTICALS INC | Cash | MACK | (43.000) | 6.981 | 300.17 |
| 12/04 | Sell | EQUINIX INC NEW | Cash | EQIX | (4.000) | 182.640 | 730.54 |
| 12/04 | Sell | AMERICAN CAMPUS COMMUNITIES INC (REITS) | Cash | ACC | (9.000) | 44.470 | 400.22 |
| 12/05 | Sell | *TERADATA CORP* | *Cash* | *TDC* | *(11.000)* | *57.810* | *635.90* |
| 12/05 | Sell | COMMVAULT SYSTEMS INC | Cash | CVLT | (6.000) | 66.051 | 396.30 |
| 12/07 | Sell | ROYAL CARIBBEAN CRUISES LTD<br>ISIN #LR0008862868 | Cash | RCL | (17.000) | 35.010 | 595.16 |

## Account Activity

**Securities Sold/Matured (Continued)**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/07 | Sell | LENNAR CORPORATION | Cash | LEN | (16.000) | 36.661 | 586.57 |
| 12/07 | Sell | ALEXION PHARMACEUTICALS INC | Cash | ALXN | (4.000) | 91.390 | 365.55 |
| 12/21 | Sell | SKYWORKS SOLUTIONS INC | Cash | SWKS | (18.000) | 19.965 | 359.36 |
| **Total Securities Sold/Matured** | | | | | | | **5,609.52** |

**Securities Purchased**

| Date | Transaction | Description | Account Type | Symbol/ Cusip | Quantity | Price | Amount |
|---|---|---|---|---|---|---|---|
| 12/04 | Buy | HMS HOLDINGS CORPORATION | Cash | HMSY | 31.000 | 23.310 | (722.61) |
| 12/05 | Buy | RED HAT INC | Cash | RHT | 9.000 | 48.470 | (436.23) |
| 12/10 | Buy | VERISK ANALYTICS INC-CL A | Cash | VRSK | 18.000 | 49.429 | (889.72) |
| 12/10 | Buy | LINKEDIN CORPORATION | Cash | LNKD | 3.000 | 111.360 | (334.08) |
| 12/17 | Buy | ITC HOLDINGS CORP | Cash | ITC | 4.000 | 77.680 | (310.72) |
| 12/20 | Buy | CLEAN HARBORS INCORPORATED | Cash | CLH | 11.000 | 51.600 | (567.60) |
| 12/20 | Buy | BEAM INC | Cash | BEAM | 6.000 | 61.410 | (368.46) |
| 12/28 | Buy | INTERNATIONAL PAPER COMPANY | Cash | IP | 13.000 | 39.130 | (508.69) |
| 12/28 | Buy | CONAGRA FOODS INC | Cash | CAG | 15.000 | 29.410 | (441.15) |
| **Total Securities Purchased** | | | | | | | **(4,579.26)** |

## End of Account Activity

## Other Important Information

### Income Summary

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| *Dividends-Ordinary* | 283.96 | | 1,204.29 | |

## Other Important Information

### Income Summary (continued)

| Type of Income | Current Period Taxable | Current Period Nontaxable | Year to Date Taxable | Year to Date Nontaxable |
|---|---|---|---|---|
| Money Market | 0.05 | | 1.49 | |
| **Total Income** | **284.01** | | **1,205.78** | |

### Other Tax Information

| | Current Period | Year to Date |
|---|---|---|
| **Foreign Taxes Paid** | | **(0.92)** |
| **Sales Proceeds** | **5,609.52** | **192,372.36** |

### Money Market Account Summary

| Date | Description | Amount | Balance |
|---|---|---|---|
| 11/30/12 | Beginning Balance | | 3,733.25 |
| 12/03/12 | Sweep to 500 Bank Insured Deposit | 8.33 | 3,741.58 |
| 12/04/12 | Sweep to 500 Bank Insured Deposit | 112.92 | 3,854.50 |
| 12/05/12 | Sweep to 500 Bank Insured Deposit | 281.28 | 4,135.78 |
| 12/07/12 | Sweep to 500 Bank Insured Deposit | 1,952.67 | 6,088.45 |
| 12/10/12 | Sweep to 500 Bank Insured Deposit | 606.56 | 6,695.01 |
| 12/12/12 | Sweep to 500 Bank Insured Deposit | 1,554.36 | 8,249.37 |
| 12/13/12 | Sweep from 500 Bank Insured Deposit | (1,223.80) | 7,025.57 |
| 12/14/12 | Sweep to 500 Bank Insured Deposit | 17.52 | 7,043.09 |
| 12/17/12 | Sweep to 500 Bank Insured Deposit | 37.86 | 7,080.95 |
| 12/18/12 | Sweep to 500 Bank Insured Deposit | 10.15 | 7,091.10 |
| 12/20/12 | Sweep from 500 Bank Insured Deposit | (310.23) | 6,780.87 |
| 12/21/12 | Sweep to 500 Bank Insured Deposit | 5.60 | 6,786.47 |

## Other Important Information

### Money Market Account Summary (continued)

| Date | Description | Amount | Balance |
|---|---|---|---|
| 12/24/12 | Sweep to 500 Bank Insured Deposit | 10.00 | 6,796.47 |
| 12/26/12 | Sweep from 500 Bank Insured Deposit | (936.06) | 5,860.41 |
| 12/27/12 | Sweep to 500 Bank Insured Deposit | 451.25 | 6,311.66 |
| 12/28/12 | Accumulated Earnings Posted | 0.05 | 6,311.71 |
| 12/28/12 | Sweep to 500 Bank Insured Deposit | 15.32 | 6,327.03 |
| 12/31/12 | Sweep to 500 Bank Insured Deposit | 59.53 | 6,386.56 |

### Estimated Pending Income

| Date | Transaction | Description | Symbol/ Cusip | Amount |
|---|---|---|---|---|
| 01/01/13 | Dividend | CBS CORP NEW CL B | CBS | 6.36 |
| 01/15/13 | Dividend | MOTOROLA SOLUTIONS INC NEW | MSI | 4.42 |
| 01/17/13 | Dividend | CAMDEN PROPERTY TRUST | CPT | 9.52 |
| **Total** | | | | **20.30** |

Advisory fees are calculated on the fair market value of the assets, as determined by SWS (Envestnet for Premier Advisors accounts), on the last business day of the preceding calendar quarter. If the management of the account commences or is terminated at any time other than at the beginning or end of a calendar quarter, the fee is prorated based on the initial account value and the number of days the account was open in that quarter. For calculation purposes the fee is based on 365 actual days in a year (366 for leap year). The calculation is as follows: (Market Value x Rate x ((Days / 365)) with the Rate being the agreed upon fee within the Advisory Agreement. For more complete information on the fee charged, please contact your representative. If you would like a copy of the most recent form ADV or disclosure brochure document, which describes our programs, including services and fees, you may contact your representative.

Southwest Securities, Inc. (the "Company") is subject to the U.S. Securities and Exchange Commission's Uniform Net Capital Rule (the "Rule"), which requires the maintenance of minimum net capital. The Company has elected to use the alternative method, permitted by the Rule, which requires that it maintain minimum net capital, as defined in Rule 15c3-1 of the Exchange Act, equal to the greater of $1,000,000 or 2% of aggregate debit balances, as defined in Exchange Act Rule 15c3-3 of the Securities Exchange Act of 1934. At June 29, 2012, the Company had net capital of $150,328,000, or approximately 44.9% of aggregate debit balances, which was $143,635,000 in excess of its minimum net capital requirement of $6,693,000 at that date. The audited statement of financial condition as of June 29, 2012 is available on the Company's web site at www.swst.com, or by dialing our toll-free request line, 800-326-2174, and is provided pursuant to the Financial Industry Regulatory Authority ("FINRA") Conduct Rule 2261 (Disclosure of Financial Condition). The following information is being provided to you as required by FINRA 2267 (Investor Education and Protection). The toll-free FINRA Regulation and Disclosure Program Hotline is 800-289-9999, and the FINRA web site is www.finra.org. An investor brochure that includes information describing the Public Disclosure Program can be obtained by calling the toll-free number or visiting the web site. Rule references are still identified as NASD Rules until further notice by FINRA*. *FINRA is the acronym for the Financial Industry Regulatory Authority formerly known as the NASD. In compliance with NASD Rule 2340 which requires us to provide valuations and disclosures relating to direct participation program (DPP) and real estate investment trust (REIT) securities on customer statements, we have chosen to provide an estimated value for each security from one of the following sources: 1) annual report 2) outside service or 3) other source. These estimated values have been developed from data that is as of a date no more than 18 months prior to the date of this statement. Further, please note that DPP or REIT securities are generally illiquid, and that the estimated value may not be realized when the investor seeks to liquidate the security.

**End of Statement**