



**NORTH CAROLINA DEPARTMENT OF INSURANCE
RALEIGH, NORTH CAROLINA**

**STATE OF NORTH CAROLINA
COUNTY OF WAKE**

**BEFORE THE COMMISSIONER
OF INSURANCE**

**IN THE MATTER OF THE LICENSURE
OF INSIGHT SECURITIES INC.
LICENSE NO. 1000609056
NPN: 0001905852**

**VOLUNTARY SETTLEMENT
AGREEMENT**

NOW COME, INSIGHT SECURITIES, INC. (hereinafter "INSIGHT") and the Agent Services Division of the N.C. Department of Insurance (hereinafter "Agent Services Division"), and hereby voluntarily and knowingly enter into the following Voluntarily Settlement Agreement (hereinafter "this Agreement").

WHEREAS, the Agent Services Division has the authority and responsibility for enforcement of the insurance laws of this State, which includes the regulating and licensing of insurance agents and business entities selling, soliciting, or negotiating insurance; and

WHEREAS, INSIGHT currently holds a non-resident Corporation (Business Entity) license issued by the Department; and

WHEREAS, North Carolina General Statute § 58-33-31(b)(2) requires business entities to designate a licensed producer (DRLP), who is a natural person, responsible for the business entity's compliance with the insurance laws and administrative rules of this State and orders of the Commissioner; and

WHEREAS, North Carolina General Statute § 58-33-32(k) requires producers to report to the Commissioner any administrative action taken against the producer in another state or by another governmental agency in this State, including enforcement actions taken against the producer by the Financial Industry Regulatory Authority (FINRA), within 30 days after the final disposition of the matter; and

WHEREAS, N. C. Gen. Stat. § 58-33-46 (a) (1) provides that the Commissioner may place on probation, suspend, revoke, or refuse to renew any license issued under Article 33 of Chapter 58 of the General Statutes of North Carolina for providing materially incorrect, misleading, incomplete, or materially untrue information in the license application; and

WHEREAS, INSIGHT executed a Letter of Acceptance, Waiver, and Consent (AWC) with FINRA, effective March 13, 2007, wherein INSIGHT was fined in the amount of \$7,500.00 for inaccurate and untimely reporting of the Trade Reporting and Compliance Engine ("TRACE") eligible securities in violation of NASD Rule 6230, and Failure to Prepare Appropriate Order Tickets for TRACE Eligible Corporate Debt Securities in violation of SEC Rule 17a-3 and NASD Rules 2110 and 3110; and

WHEREAS, INSIGHT executed a Letter of Acceptance, Waiver, and Consent (AWC) with FINRA, effective July 03,2013, wherein INSIGHT was fined in the amount of \$5,000.00 for inaccurately reporting forty-six (46) transactions to the Trade Reporting and Compliance Engine ("TRACE") during the period October 01,2010 to October 31,2011 in violation of FINRA Rule 6730(a); and

WHEREAS, INSIGHT failed to disclose these FINRA administrative proceedings on its North Carolina license applications dated October 23,2018, February 26,2019, March 15,2021, February 15,2022 and February 07,2023 as requested and required thereon; and

WHEREAS, failure to include such information as required on such applications constitutes violations of the provisions of N. C. Gen. Stat. § 58-33-46 (a) (1); and

WHEREAS, North Carolina General Statute § 58-33-46(a)(2) provides that the Commissioner may place on probation, suspend, revoke, or refuse to issue or renew any license issued under Article 58 of the General Statutes of North Carolina for violating any insurance law of this or any other state, violating any administrative rule, subpoena, or order of the Commissioner or of another state's regulator; and

WHEREAS, N. C. Gen. Stat. § 58-2-70 provides that whenever the Commissioner has reason to believe that any person has violated any law that would subject the license or certification of that person to suspension or revocation, the Commissioner is authorized, in lieu of a hearing, to negotiate a mutually acceptable agreement as to the status of the person's license or certificate or to any civil penalty or restitution; and

WHEREAS, INSIGHT has agreed to settle, compromise, and resolve the matters referenced in this Agreement on behalf of itself, and the Agent Services Division has agreed not to pursue additional civil ramifications, including penalties, sanctions, remedies, or restitution based on these matters against INSIGHT; and

WHEREAS, the parties to this Agreement mutually wish to resolve this matter by consent before the Agent Services Division initiates an administrative hearing and have reached a mutually agreeable resolution of this matter as set out in this Agreement.

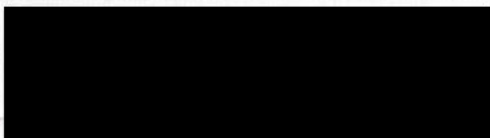
NOW, THEREFORE, in exchange for the consideration and promises and agreements set out herein, INSIGHT and the Agent Services Division hereby agree to the following:

1. Immediately upon the signing of this Agreement, INSIGHT shall pay a civil penalty of **\$1250.00** to the Department. The form of payment shall be by certified check, cashier's check, or money order. The check or money order for the payment of this civil penalty shall be payable to the "North Carolina Department of Insurance." INSIGHT shall remit the civil penalty by certified mail, return receipt requested, to the Agent Services Division along with a copy of this signed Agreement. The civil penalty and the signed Agreement must be received by the Agent Services Division no later than **October 02,2023**. The civil penalty shall be subject to disbursement in accordance with the provisions of Article IX, Section 7 of the North Carolina Constitution for the benefit of public schools.
2. This Agreement does not in any way affect the Agent Service's disciplinary power in any future examination of INSIGHT or in any other complaints involving INSIGHT.

3. INSIGHT enters into this Agreement, on behalf of itself, freely and voluntarily and with the knowledge of its right to have an administrative hearing on this matter. INSIGHT understands it may consult with an attorney prior to entering into this Agreement.
4. The parties to this Agreement agree that this Agreement shall have the full force and effect of an Order of the Commissioner. INSIGHT understands that N.C.G.S. § 58-33-46(a)(2) provides that a producer's or business entity's license may be revoked for violating an Order of the Commissioner.
5. This Agreement, when finalized, will be a public record and will not be held confidential by the Agent Services Division. Following the execution of this Agreement, all licenses issued by the Agent Services Division to INSIGHT shall reflect that Regulatory Action has been taken against it. The Agent Services Division is free to disclose the contents of this Agreement with third parties upon request or pursuant to any law or policy providing for such disclosure. The Agent Services Division, upon request, will provide a copy of the voluntary settlement agreement to any company that has appointed the licensee.
6. The parties have read and understand this Agreement and agree to abide by the terms and conditions stated herein.
7. Be aware that if a state or federal regulator other than the Agent Services Division has issued an occupational or professional license to your business entity, that regulator may require you to report this administrative action to it. The Agent Services Division cannot give you legal advice as to the specific reporting requirements of other state or federal regulators.

INSIGHT SECURITIES INC.
NPN: 1905852

NC. Department of Insurance
Agent Services Division


By: Omar J. Gaafar
DRLP
NPN: 8722035


By: Joe Wall
Deputy Commissioner

Date: 9/01/2023

Date: 9/26/2023