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10 BEFORE THE DEPARTMENT OF CORPORATIONS
11 OF THE STATE OF CALIFORNIA

12 In the Matter of the)
California Corporations Commissioner,)
13)
Complainant,)
14)
v.)
15)
William Jay Zubick,)
16)
Respondent,)
17)
For Order Barring From Any Employment,)
18 Management or Control of Any)
Broker-Dealer or Investment Adviser.)
19)

CRD No. 2462565

**ORDER OF PERMANENT
BAR FROM EMPLOYMENT,
MANAGEMENT OR CONTROL
OF ANY BROKER-DEALER OR
INVESTMENT ADVISER**

20 TO: WILLIAM JAY ZUBICK

21 Respondent WILLIAM JAY ZUBICK ("ZUBICK") is an individual who was hired as a
22 salesman for a licensed broker-dealer, Linsco/Private Ledger Corp. ("PLC"), during the period
23 January 3, 1997 to December 31, 1998. PLC at all times herein was licensed as a broker-dealer
24 with the California Corporations Commissioner ("Commissioner"). PLC, as a broker dealer, and
25 Zubick, as a registered representative, both registered with the National Association of Securities
26 Dealers ("NASD"). Zubick was assigned a number (2462565) in NASD's Central Registration
27 Depository (CRD).
28

1 On September 19, 2000, Zubick was barred from association with any NASD member in any
2 capacity for violations of NASD rules 2110, 3040 and 3050 during 1997 to 1998 when employed
3 with broker-dealer PLC, a NASD member firm. The NASD barred Zubick for effecting
4 approximately 160 transactions in brokerage accounts outside his employer, PLC, without giving
5 notification to and receiving approval from his employer. Zubick also opened a joint brokerage
6 account at another NASD member firm with a customer without approval from his employer, PLC.

7 Both before and after he was barred from the securities industry Zubick formed and managed
8 several entities that served as his alter egos to facilitate his access, control and misappropriation of
9 investors' funds.

10 From 1999 and continuing thereafter Zubick was engaged in unlicensed activities as a broker-
11 dealer and investment adviser but Zubick never informed his clients that the NASD had barred him.

12 Zubick deceived investors to acquire control of approximately \$14 million from investors
13 leading them to believe Zubick was purchasing investment securities on their behalf that were held in
14 accounts at the investment firms such as of A. B. Watley Direct, Inc., Charles Schwab & Co., or
15 Interactive Brokers. In fact, Zubick misappropriated investors' funds for the benefit of himself and
16 his family and failed to disclose to investors that he personally filed for bankruptcy in 1996.

17 On March 30, 2007, the Commissioner issued a Desist and Refrain Order to Zubick for
18 violations of California Corporations Code sections 25110, 25210, 25230 and 25401. Zubick did not
19 request a hearing concerning the Desist and Refrain Order and it is now final.

20 The NASD order against Zubick and the Commissioner's Desist and Refrain Order provide
21 grounds for the Commissioner to bar Zubick from any employment, management or control of any
22 broker-dealer or investment adviser, pursuant to Corporations Code sections 25213 and 25212,
23 subdivision (d).

24 Zubick was personally served on April 18, 2007, with a Notice of Intention to Issue an
25 Order pursuant to California Corporations Code section 25213 to Bar from Employment,
26 Management or Control of Any Broker-Dealer or Investment Adviser, Statement of Issues and
27 accompanying documents. The Commissioner has not received any request for a hearing from
28 Respondent and the time to request a hearing has expired.

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NOW GOOD CAUSE APPEARING THEREFORE, it is hereby ordered that Respondent WILLIAM JAY ZUBICK is barred from any position of employment, management or control of any broker-dealer or investment adviser. This Order is effective as of the date hereof.

Dated: May 21, 2007
Los Angeles, California

PRESTON DuFAUCHARD
California Corporations Commissioner

By _____

ALAN S. WEINGER
Lead Corporations Counsel
Enforcement Division