

DENISE VOIGT CRAWFORD
SECURITIES COMMISSIONER

DON A. RASCHKE
DEPUTY SECURITIES COMMISSIONER

Mail: P.O. BOX 13167
AUSTIN, TEXAS 78711-3167

Phone: (512) 305-8300
Facsimile: (512) 305-8310



Texas State Securities Board

208 E. 10th Street, 5th Floor
Austin, Texas 78701-2407
www.ssb.state.tx.us

JOSE ADAN TREVINO
CHAIRMAN

KENNETH W. ANDERSON, JR.
MEMBER

JACK D. LADD
MEMBER

BRYAN K. BROWN
MEMBER

BETH ANN BLACKWOOD
MEMBER

IN THE MATTER OF THE APPLICATION §
FOR THE AGENT REGISTRATION OF §
BINGQING LIU §

Order No. IC04-CAF-16

TO: BingQing Liu (CRD No. 3263994)
Golden Beneficial Securities
5850 San Felipe, Suite 111
Houston, Texas 77057

DISCIPLINARY ORDER

Be it remembered that BingQing Liu ("Respondent"), appeared before the Securities Commissioner of the State of Texas ("Securities Commissioner") and consented to the entry of this order ("Order"), with attached Undertaking, and the Findings of Fact and the Conclusions of Law contained herein.

FINDINGS OF FACT

1. Respondent has waived (a) Respondent's right to notice and hearing in this matter; (b) Respondent's right to appear and present evidence in this matter; (c) Respondent's right to appeal this Order; and (d) all other procedural rights granted to Respondent by The Securities Act, TEX. REV. CIV. STAT. ANN. art. 581-1 et seq. (Vernon 1964 & Supp. 2004-2005) ("Texas Securities Act") and the Administrative Procedure Act, TEX. GOV'T CODE ANN. § 2001.001 et seq. (Vernon 2000 & Supp. 2004-2005) ("Administrative Procedure Act").
2. On or about January 30, 2004, Respondent filed a Uniform Application for Securities Industry Registration or Transfer ("Form U-4"), for registration with the Securities Commissioner as an agent of Golden Beneficial Securities, a registered securities dealer, which is currently pending.
3. On or about May 20, 2002, a written customer complaint ("the Customer Complaint") was filed against Respondent with the National Association of Securities Dealers, Inc. ("NASD"). This complaint alleged conversion of funds for Respondent's personal use out of the complainant's brokerage account.
4. On or about July 31, 2002, the NASD provided Respondent with a copy of the customer complaint.

5. On or about November 13, 2002, Respondents prior brokerage firm advised the Securities Commissioner that it had contacted Respondent concerning the customer complaint and indicated Respondent was aware of the customer complaint.
6. On or about March 24, 2004, the staff of the Texas State Securities Board requested information from Respondent ("the Request") in connection with Respondent's pending application for registration. The Request included information concerning the Customer Complaint.
7. On or about April 21, 2004 and in response to the Request, Respondent filed with the Securities Commissioner a Statement Of The Facts ("Statement") notarized as true, correct and complete to the best of Respondent's knowledge and belief.
8. Item No. 2 of the Statement included: "I learned of the complaint on 03/09/2004 from Jennifer Woods in the registration department of my employing firm, Golden Beneficial Securities, Corp."
9. Item 14.I(3)(b) on the Form U-4 required Respondent to answer: "Within the past twenty four (24) months, have you been the subject of an investment-related, consumer-initiated, written complaint, not otherwise reported under question 14.I(1) or (2) above, which: ... (b) alleged that you were involved in forgery, theft, misappropriation or conversion of funds or securities?"
10. Respondent answered "no" to Item 14.I(3)(b) on her January 30, 2004 Form U-4, on her March 8, 2004 Form U-4, on her April 21, 2004 Form U-4, and such response remains on the Form U-4 as of the date of this Order.
11. On or about December 31, 2003, a Texas Franchise Tax Public Information Report was filed for the Everich Investment Group, Inc. ("Everich"), that was signed by Respondent and indicated her position as Manager. From at least December 31, 2003 to the present, Respondent has been the Manager of Everich, a Texas business corporation.
12. Item 12 on the Form U-4 required Respondent to provide a complete employment history for the past 10 years.
13. Respondent did not report her position as the Manager of Everich on Item 12 of the Form U-4.
14. Item 13 on the Form U-4 required Respondent to answer: "Are you currently engaged in any other business either as a proprietor, partner, officer, director, employee, trustee, agent, or otherwise?"
15. Respondent answered "no" to Item 13 on the Form U-4; failing to disclose Respondent's position as Manager of Everich.

16. Pursuant to Sections 101.2(c) and 133.33(a)(3) of the Rules and Regulations of the State Securities Board ("Board Rules"), certain forms required to be filed with the Securities Commissioner, including the Form U-4, have been adopted as Board Rules and have the same force and effect.
17. Pursuant to Section 115.2(e)(2) of the Board Rules, uniform forms submitted through the Central Registration Depository System of the National Association of Securities Dealers, Inc., including the Form U-4, that designate the State of Texas as a jurisdiction in which the filing is to be made, are deemed to be filed with the Securities Commissioner and constitute official records of the Texas State Securities Board.
18. Item 15.A(1) on the January 30, 2004 Form U-4 stated: "I swear or affirm that I have read and understand the items and instructions on this form and that my answers (including attachments) are true and complete to the best of my knowledge. I understand that I am subject to administrative, civil or criminal penalties if I give false or misleading answers." Respondent signed Item 15.A on the January 30, 2004 Form U-4 attesting that she had read and understood the items and instructions on the form and that her answers were true and complete to the best of her knowledge.
19. The information required to be reported on the Form U-4 is deemed necessary by the Securities Commissioner.
20. Pursuant to Section 115.9(a)(6) of the Board Rules, Respondent was required to report to the Securities Commissioner, within thirty (30) days, any change in any information previously disclosed to the Securities Commissioner on any application form or filing.
21. Respondent, upon becoming aware of the incorrect information in Item 15.A(1) of the her January 30, 2004 Form U-4, failed to update the information in the March 8, 2004 Form U-4 and in the April 21, 2004 Form U-4.
22. Pursuant to Sections 14.A(6) and 14.A(7) of the Texas Securities Act, the Securities Commissioner is authorized to reprimand an agent if the agent has violated a provision of a Board Rule, or has made any material misrepresentation in connection with any information deemed necessary to determine an agent's business repute or qualifications.
23. Pursuant to Section 23-1.A(3) of the Texas Securities Act, the Securities Commissioner is authorized to assess an administrative fine against any person or company found to have engaged in an act or practice that violates the Texas Securities Act or a Board Rule or an order.

CONCLUSIONS OF LAW

1. Respondent's failure to take appropriate steps to verify the accuracy and completeness of information contained in the Form U-4, constitutes a violation of a Board Rule.
2. Respondent's filings with the Securities Commissioner of incorrect information on the Form U-4 and on the Statement constitute material misrepresentations of information deemed necessary to determine an agent's business repute and qualifications.
3. Respondent's failure to correctly disclose to the Securities Commissioner, within thirty (30) days, the information previously reported for and required by Item No. Item 15.A(1) of the January 30, 2004 Form U-4, constitutes a violation of Section 115.9(a)(6) of the Board Rules.
4. Pursuant to Sections 14.A(6) and 14.A(7) of the Texas Securities Act, the foregoing violations and misrepresentation constitute bases for the issuance of an order reprimanding an agent.
5. Pursuant to Section 23-1 of the Texas Securities Act, the foregoing violation constitutes basis for the issuance of an order assessing an administrative fine against an agent.

ORDER

1. It is therefore ORDERED that the agent registration of BingQing Liu, is hereby GRANTED.
2. It is further ORDERED that BingQing Liu is hereby REPRIMANDED.
3. It is further ORDERED that BingQing Liu is ASSESSED AN ADMINISTRATIVE FINE in the amount of Four Thousand Dollars (\$4,000.00). Payment shall be made by delivery of cashier's check to the Securities Commissioner in the total amount of Four Thousand Dollars (\$4,000.00), payable to the State of Texas, contemporaneously with the delivery of this Order.

4. It is further ORDERED that BingQing Liu COMPLY with the terms of the Undertaking attached hereto and incorporated by reference.

SIGNED AND ENTERED BY THE SECURITIES COMMISSIONER this 29th day
of October, 2004.

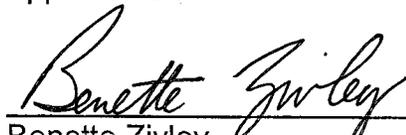


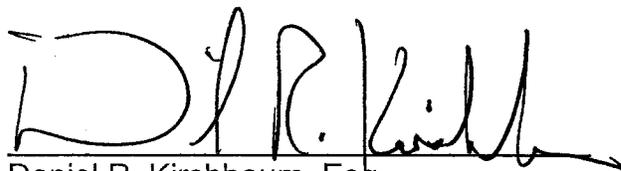
DENISE VOIGT CRAWFORD
Securities Commissioner

RESPONDENT:


Bingqing Liu

Approved as to Form:

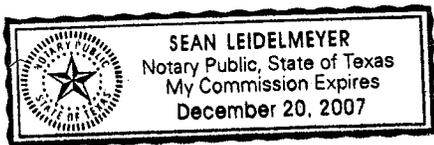

Benette Zivley
Director
Inspections and Compliance Division


Daniel R. Kirshbaum, Esq.
Axelrod, Smith & Kirshbaum
Attorney for Respondent

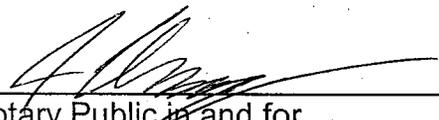
ACKNOWLEDGMENT

On the 26 day of October, 2004, BingQing Liu ("Respondent") personally appeared before me, executed the foregoing Order, and acknowledged that:

1. Respondent has read the foregoing Order;
2. Respondent has been fully advised of her rights under the Texas Securities Act and the Administrative Procedure Act;
3. Respondent knowingly and voluntarily consents to the entry of the foregoing Order, and the Findings of Fact and Conclusions of Law contained therein; and,
4. Respondent, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived her rights as set forth therein.



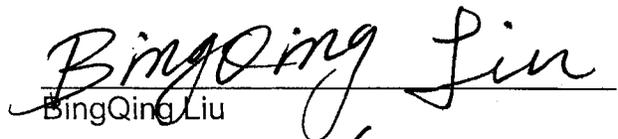
[affix notary seal here]



Notary Public in and for
the State of TEXAS

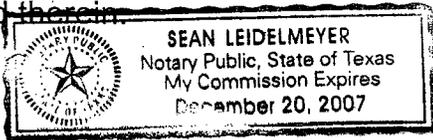
My commission expires on:
12-20-07

4. Respondent further undertakes and agrees that all future information reported to the Securities Commissioner concerning Respondent shall be true and complete to the best of the Respondent's knowledge, and any future change in information concerning Respondent which was previously disclosed to the Securities Commissioner on any application form or filing shall be reported as required by Section 115.9(a)(6) of the Board Rules.
5. Respondent and GBS further undertake and agree that for a period of two (2) years from the date Respondent's registration is granted: (1) Respondent will not act as a principal of GBS; (2) Respondent will not act in any supervisory capacity for GBS; and (3) Respondent will be directly supervised by a principal of GBS who is not subject to any statutory disqualification. If no written or oral complaint in which Respondent's name appears or in which Respondent is otherwise involved is made to or received by Respondent or GBS for a period of one (1) year from the date Respondent's registration is granted, then this provision will terminate and no longer be in effect.
6. Respondent and GBS file this Undertaking with the Securities Commissioner with the understanding that a misrepresentation of any fact in this Undertaking or a failure to comply with the Undertaking constitutes a basis for disciplinary proceedings against either pursuant to Section 14 of the Texas Securities Act and may subject either to criminal penalties pursuant to Section 29.E of the Texas Securities Act.


 BingQing Liu
10/26/2004
 (Date)

ACKNOWLEDGMENT

Before me, the undersigned authority, on this 26 day of OCTOBER, 2004, appeared BingQing Liu, who executed the foregoing Undertaking for the purposes described therein.



[affix notary seal here]


 Notary Public in and for
 the State of TEXAS

My Commission Expires: 12.20.07

Golden Beneficial Securities

By: [Signature]
(Signature)

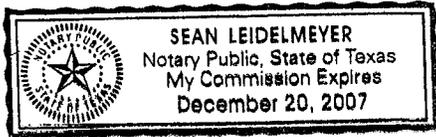
John Burdick
(Printed Name)

VP
(Title)

10-26-04
(Date)

ACKNOWLEDGMENT

Before me, the undersigned authority, on this 26 day of October, 2004, appeared Golden Beneficial Securities, by and through, John Burdick, its VP, who personally appeared before me and voluntarily executed the foregoing Undertaking for the purposes described therein, and did duly acknowledge to me that he/she was authorized to execute the same on behalf of Golden Beneficial Securities.



[affix notary seal here]

[Signature]
Notary Public in and for
the State of TEXAS

My Commission Expires: 12-20-07