

SCOPE OF PRINCIPALS' SUPERVISORY RESPONSIBILITIES REGARDING MUNICIPAL SECURITIES ACTIVITIES¹

	MSRB Rule	Municipal Securities Principal Series 53	Municipal Fund Securities Limited Principal Series 51	Financial and Operations Principal Series 27	Municipal Securities Sales Principal Series 9/10	General Securities Principal Series 24
Description of Supervisory Responsibilities		may supervise all municipal securities activities	may supervise activities only in municipal fund securities	may supervise financial reporting, clearance, safekeeping, and recordkeeping	may supervise handling of customer complaints, periodic review of customer accounts, approval of customer account opening, review of transactions and correspondence	may supervise maintenance of books and records, approval of customer account opening, Form U-4 / information on associated persons and approval of advertising
Supervision of Non-Sales Activities						
underwriting, trading, research or investment advice, or acting as a financial advisor or consultant to issuers	Rule G-3(b)(i)(A); Rule G-3(b)(i)(B); Rule G-3(b)(i)(D); Rule G-3(b)(iv)(A)	Yes	Yes	No	No	No
Supervision of Financial and Operational Activities						
processing, clearance, and, in the case of a non-bank dealer, safekeeping	Rule G-3(b)(i)(C); Rule G-3(b)(iv)(A); Rule G-3(d)(i)(F)-(G); Rule G-27(b)(ii)(C)(5); Rule G-27(c)(i)(F)	Yes	Yes	Yes	No	No
books and records	Rule G-3(b)(i)(F); Rule G-3(b)(iv)(A); Rule G-3(d)(i)(D); Rule G-27(b)(ii)(C)(4); Rule G-27(c)(i)(E)	Yes	Yes	Yes	No	Yes
financial reports	Rule G-3(d)(i)(A)-(E); Rule G-27(b)(ii)(C)(1); Rule G-27(b)(ii)(C)(2)	No ²	No	Yes	No	No
Supervision of Sales-Related Activities						
communication with investors, directly or indirectly, about municipal securities; reviewing correspondence pertaining to sales to or purchase from customers	Rule G-3(b)(i)(E); Rule G-3(b)(iv)(A); Rule G-3(b)(iv)(C); Rule G-27(b)(ii)(C)(1); Rule G-27(b)(ii)(C)(3); Rule G-27(b)(ii)(C)(6); Rule G-27(e)(i)	Yes	Yes	No	Yes	No

¹ This chart should only be used as a guide. Please consult the individual MSRB rules for supervisory requirements.

² Except for bank dealers, and non-bank dealers as described in MSRB Rule G-27(b)(ii)(C)(2).

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	MSRB Rule	Municipal Securities Principal	Municipal Fund Securities Limited Principal	Financial and Operations Principal	Municipal Securities Sales Principal	General Securities Principal
approving the opening of customer accounts	Rule G-27(b)(ii)(C)(1); Rule G-27(b)(ii)(C)(3); Rule G-27(b)(ii)(C)(4); Rule G-27(b)(ii)(C)(6); Rule G-27(c)(i)(G)(1)	Yes	Yes	No	Yes	Yes
supervision of training of municipal securities principals or municipal securities representatives	Rule G-3(b)(i)(G)	Yes	No	No	No	No
supervision of training of municipal fund securities limited principals or representatives	Rule G-3(b)(i)(G); Rule G-3(b)(iv)(A); Rule G-3(b)(iv)(C)	Yes	Yes	No	No	No
review and approval of customer accounts regularly	Rule G-27(b)(ii)(C)(1); Rule G-27(b)(ii)(C)(3); Rule G-27(b)(ii)(C)(6); Rule G-27(c)(i)(C)	Yes	Yes	No	Yes	No
approving discretionary accounts and related transactions	Rule G-27(b)(ii)(C)(1); Rule G-27(b)(ii)(C)(3); Rule G-27(b)(ii)(C)(6); Rule G-27(c)(i)(G)(2)	Yes	Yes	No	Yes	No
customer complaints	Rule G-27(b)(ii)(C)(1); Rule G-27(b)(ii)(C)(3); Rule G-27(b)(ii)(C)(6); Rule G-27(c)(i)(B)	Yes	Yes	No	Yes	No
review of transactions	Rule G-27(b)(ii)(C)(1); Rule G-27(b)(ii)(C)(3); Rule G-27(b)(ii)(C)(6); Rule G-27(c)(i)(G)(2)	Yes	Yes	No	Yes	No
approval of advertising	Rule G-3(b)(iv)(C); Rule G-21(f); Rule G-27(b)(ii)(C)(4)	Yes	Yes	No	No	Yes
Form U-4/information on associated persons	Rule G-3(b)(iv)(C); Rule G-7(b); Rule G-27(b)(ii)(C)(4)	Yes	Yes	No	No	Yes

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²Except for bank dealers, and non-bank dealers as described in MSRB Rule G-27(b)(ii)(C)(2).