

I'm not a bot



Examples of broker dealers

A broker-dealer is a company that engages in the business of trading securities for its own account or on behalf of its customers. Seems simple doesn't it? A broker-dealer appears to be a straightforward concept; however, there are many different types of broker-dealers, allowing them to sell different securities and generate different revenue streams. Some of the most common types of broker-dealers include: Introducing brokers Clearing brokers Investment brokers Market makers Some additional types of broker-dealers that are not seen as frequently include floor brokers, discount brokers, and high-frequency traders. There is a wide variety of types of broker-dealers, and although they are all in the same industry, the securities they sell, the revenue streams they generate, and the role they play in our financial system distinguish them from each other tremendously. To carry customer accounts and clear trades, a broker-dealer needs a high amount of capital and infrastructure. Due to the complexity of clearing, most broker-dealers do not self-clear their trades or hold customer accounts, but a clearing broker is the one form that can clear trades. A clearing broker helps to ensure that trades are settled appropriately, and the transaction is successful. Once an order is executed, the clearing broker works with a clearing corporation to make sure all funds relating to the trade are handled and transferred properly. Clearing brokers are often considered the "backbone" of the securities market because their services help make the system reliable and efficient. Many believe they are the most valuable component of any investment transaction because they make investing much simpler for investors. Outside of clearing trades, clearing brokers are also involved in researching to confirm the information they are given is exact and they also manage funds associated with a transaction. Aside from clearing brokers, the other types of broker-dealers do not have the authority to clear transactions. Therefore, other broker-dealers will generally have one clearing broker that they work with that will clear their trades. An introducing broker helps with this process by introducing their clients to a clearing broker. In this case, the introducing broker will send their clients' cash and securities to a clearing broker to clear the trade, and the clearing broker will also maintain the customers' accounts. Introducing brokers earn commissions that are based on volume of trades their client makes or if they are introducing trades on a delivery versus payment basis, their revenue is earned on the spread between the buy and the sell. Investment brokers are involved in investment banking by helping to find buyers and sellers of investment securities. They often give investment advice to their clients and earn advisory fees, which could be commission or fee-based. Investment brokers are also involved in private placements, in which they receive flat fees or commissions. Market makers are a unique type of broker-dealer that assist in stabilizing the market by providing liquidity. Market makers take the risk of holding a certain number of shares of a certain security to facilitate the trading of that particular security. The market maker brokers quote both a buy and sell price for the security that is held in their inventory, with the intent to make a profit from the turn of the security. A market maker can sell stocks that are on major stock exchanges, but they can also be involved in over the counter markets as well, which often have more than one market maker. To protect themselves from market fluctuations, market makers often maintain a spread on each stock, which is the difference between the price the market maker is willing to buy a security for and the price it is willing to sell it for. The spread represents the potential profit a market maker can make from their business, and it is meant to compensate them for the risk they take when engaging in this business. Clearing brokers, introducing brokers, investment brokers, and market makers are some of the more common types of broker-dealers that are seen, but there are plenty of other types of broker-dealers that exist. The structure of the broker-dealer along with the revenue streams they maintain classifies each of them into their own distinguishable class of broker-dealer, all offering a different type of service or security and all playing a vital role in how our financial system operates. If you have any questions regarding broker-dealer classification or regulation, please contact your normal WithumSmith+Brown partner.
What Are Examples of Brokers-Dealers? Some of the most well-known broker-dealers are Charles-Schwab, E-Trade, and TD Ameritrade. Some of these, like Charles-Schwab, are full-scale financial services firms, while E-Trade and TD Ameritrade are primarily online brokerage firms. (Video) What is a broker-dealer? Who is considered a broker-dealer? A broker-dealer is a financial entity that is engaged with trading securities on behalf of clients, but which may also trade for itself. A broker-dealer is acting as a broker or agent when it executes orders on behalf of its clients, and as a dealer or principal when it trades for its own account. (Video) Finance: What is a Broker-Dealer? What is an example of a broker? The definition of a broker is a person who buys and sells things on behalf of others. A person who you hire to buy stock for you on the stock exchange is an example of a broker. (Video) What Is Broker Dealer & Do We Still Need Them? [Episode 257] Who is the largest broker-dealer in the world? FirmCFPS1LPL Financial LLC3,8332Advisor Group03Lincoln Financial Network—4Northwestern Mutual Investment Services1,32221 more rows (Video) What is a Dealer? | The Difference | Hustle Hub Pills Who is not a Broker-Dealer? Issuer's "Exemption" and Associated Persons of Issuers (Rule 3a4-1) Issuers generally are not "brokers" because they sell securities for their own accounts and not for the accounts of others. (Video) Broker-Dealers and Investment Advisers Is Robinhood a broker-dealer? Robinhood Financial LLC (member SIPC), is a registered broker dealer. Robinhood Securities, LLC (member SIPC), provides brokerage clearing services. Robinhood Crypto, LLC provides crypto currency trading. All are subsidiaries of Robinhood Markets, Inc. (Video) Difference Between Broker, Dealer & Agent ? Urtdu / Hindi Is Vanguard A broker-dealer? VMC, doing business as Vanguard Brokerage Services® (VBS), is a registered broker-dealer that provides a self-directed brokerage platform for retail clients. (Video) What Does a Brokerage Do? What are the three types of brokers? The three types of brokerage are online, discount, and full-service brokerages. (Video) Over-The-Counter (OTC) Trading and Broker-Dealers Explained in One Minute: OTC Link, OTCBB, etc. Who is called a broker? In general terms, a broker is someone who buys or sells things on behalf of others. They are the middlemen between two parties. In stock market jargon, a broker is an individual or a firm that executes 'buy' and 'sell' orders for an investor for a fee or commission. (Video) Securities Explained in One Minute: From Definition/Meaning to Examples Is a bank a broker? A mortgage broker acts as an intermediary by helping consumers identify the best lender for their situation, while a direct lender is a bank or other financial institution that decides whether you qualify for the loan and, if you do, hands over the check. (Video) TRADER vs DEALER vs BROKER Best Online Brokerage Accounts and Trading Platforms:Best Overall: Fidelity Investments.Best Broker for Beginners: TD Ameritrade.Best Broker for Mobile: TD Ameritrade.Best Broker for Options: tastyworks.Best Broker for Low Costs: Fidelity Investments.Best Broker for Advanced Traders: Interactive Brokers. (Video) The Making of a Broker-Dealer: Episode 1 (Independent Financial Partners) Is Fidelity a broker-dealer? Unless we specifically state otherwise, Fidelity is acting as a broker-dealer with respect to your account and as a broker-dealer and insurance agent with respect to any insurance product. Who is the largest broker in the United States? As of 2021, the largest stock brokerage firm in the United States was Fidelity, with around 10.4 trillion U.S. dollars in assets under management (AUM). What are the types of brokers? A stock investor or trader can look into three main types of brokers: full-service brokers, discount brokers, and robo-advisors. How many broker-dealers are there? The total number of broker-dealers registered with the Financial Industry Regulatory Authority continues to decline, falling by 2.3% — or by 82 firms — to 3,435 in 2020 from 3,517 in 2019, according to FINRA's 2021 industry snapshot. What is the difference between a broker and a broker-dealer? Technically, a broker is in the business of buying and selling securities on behalf of its clients, and a dealer buys and sells securities for its own account. A broker-dealer does both. Broker-dealers may appeal to investors who want to be more proactive in managing their own portfolios. Does Robinhood own my stocks? Debunking misinformation: Yes, you own the shares you buy through Robinhood. Why you should not use Robinhood? Lack of Account Types Robinhood only offers standard, individual investing accounts. You cannot open a joint account, trust account, custodial account, Individual Retirement Account (IRA), or any other type of tax-efficient savings account. What bank does Robinhood use? The Robinhood debit card is issued by Sutton Bank, member FDIC, pursuant to license by Mastercard® International Incorporated. Is a Roth IRA a brokerage account? Key Takeaways. Starting a brokerage account grants you access to the stock market, mutual funds, and other securities. Roth individual retirement accounts (Roth IRAs) allow you to contribute taxable money now so you can have access to tax-free money when you retire. Fidelity and Vanguard both do a good job keeping costs fairly low, but Fidelity has a slight edge overall. Both brokers charge zero commission for stock and ETF trades, but Fidelity charges \$0.65 per contract on options trades, while Vanguard charges \$1 per contract for customers with less than \$1 million in assets. Why is Vanguard so popular? Vanguard excels at low cost investing, making it ideal for long-term buy and hold investors and retirement savers. Due to their niche, Vanguard's platform is somewhat limited. From a passive investor standpoint, however, Vanguard's focus on account balance, holdings, and performance is appropriate. What is the role of a broker? Brokers manage various business deals such as investments, real estate, or insurance within the finance and banking industries. Brokers act as a liaison between parties, create and maintain relationships, administer sales, and perform administrative tasks. Why are brokers called brokers? Etymology. The word "broker" derives from Old French broceur "small trader", of uncertain origin, but possibly from Old French brocheur meaning "wine retailer", which comes from the verb brochieur, or "to broach (a keg)". What's the difference between broker and agent? What Is the Difference Between a Real Estate Agent and a Broker? A real estate agent is an industry professional who facilitates real estate transactions under a brokerage. A broker may work independently to facilitate real estate transactions or start their own brokerage and employ real estate agents to work for them. How does a broker make money? Brokers make money through fees and commissions charged to perform every action on their platform such as placing a trade. Other brokers make money by marking up the prices of the assets they allow you to trade or by betting against traders in order to keep their losses. Why are brokers needed? A broker is an intermediary between an investor and a securities exchange—the marketplace where financial assets are bought and sold. Because securities exchanges only accept orders from individuals or firms who are members of that exchange, you need a broker to trade for you—that is, to execute buy and sell orders. Who is broker answer in one sentence? A broker is an individual who is a member of the stock exchange and has been provided a license by the stock exchange in order to trade securities in the stock exchange on behalf of the client. Is Wells Fargo a broker-dealer? Brokerage products and services are offered through Wells Fargo Advisors. Wells Fargo Advisors is a trade name used by Wells Fargo Clearing Services, LLC (WFCS) and Wells Fargo Advisors Financial Network, LLC, Members SIPC, separate registered broker-dealers and non-bank affiliates of Wells Fargo & Company. Is Charles Schwab a broker-dealer? Charles Schwab & Co., Inc. (Schwab) is a broker-dealer registered with the Securities and Exchange Commission (SEC). The summary below highlights the nature of the brokerage relationship with our clients. Schwab is also an investment adviser registered with the SEC. LLC ("we," "us," and "GS&Co.," and together with its affiliates, "Goldman Sachs") is registered with the Securities and Exchange Commission ("SEC") as both a broker-dealer and an investment adviser and is a member of the Financial Industry Regulatory Authority ("FINRA") and the Securities Investor Protection ... Which broker do big investors use? The other most prominent stockbrokers in this list are Groww (38.47 lakh clients), Angel Broking (36.57 lakh clients), ICICI Securities (30.31 lakh clients), 5Paisa (17.54 lakh clients), Kotak Securities (12.56 lakh clients), HDFC Securities (11.41 Lakh clients), IIFL Securities (11.32 lakh clients), Motilal Oswal ... What is a brokerage company? What Is a Brokerage Firm? A brokerage firm or brokerage company is a middleman who connects buyers and sellers to complete a transaction for stock shares, bonds, options, and other financial instruments. Brokers are compensated in commissions or fees that are charged once the transaction has been completed. Which trading is most profitable? Intraday trading: This trading type makes you buy and sell your stocks on the same day before the market closes. You need to track your market position the entire day, looking for a good opportunity to sell your stocks. Intraday trading is a great method of making fast profits provided you invest in the right stocks. How do broker/dealers work? A broker-dealer buys securities, such as bonds and stocks. They then sell the securities to another investor at a price higher than the buying price. The difference between the two prices is known as the dealer's spread, and it represents the profit that the broker-dealer makes on the transactions. Can individuals be broker dealers? Broker-Dealer: Definition A broker-dealer is an individual or firm and as the name suggests, they can perform two different functions. On the broker side, individuals or firms help their clients to buy and sell securities, such as stocks or mutual funds. Is Merrill Lynch a fiduciary? Through Merrill Lynch Fiduciary Advisory Services, our experienced and specialized Merrill Designated Advisors will work with you to help make your plan investment management more efficient and valuable . What is the top five brokerage firms? They are often referred to as the "big four brokerages." Each of these firms—Charles Schwab, Fidelity Investments, E*TRADE, and TD Ameritrade—comprise the top in terms of customers and assets. What is the oldest broker? Irving Kahn is the world's oldest stockbroker at age 105. What is the oldest brokerage in the US? JPMorgan Asset and Wealth Management JPMorgan is one of the oldest as well as largest brokerage firms around. The firm's roots go back to 1799, when The Manhattan Company, predecessor to JPMorgan Chase & Co. LLC ("we," "us," and "GS&Co.," and together with its affiliates, "Goldman Sachs") is registered with the Securities and Exchange Commission ("SEC") as both a broker-dealer and an investment adviser and is a member of the Financial Industry Regulatory Authority ("FINRA") and the Securities Investor Protection ... What is the difference between a broker and a dealer? What Is the Difference Between a Broker and a Dealer? A broker is an individual or financial services company that enables the trading of securities for other individuals. A dealer is an individual or financial services company that enables the trading of securities for themselves. How many independent broker dealers are there? FINRA's latest figure for the total number of broker-dealers is about 3,500 — down from roughly 4,700 a decade ago and representing a drop of over 100 BDs on average each year. The overall number of registered representatives is declining more slowly. It stands at about 629,500 vs. What are the 5 biggest bank in the world? What if I can't pay IRS taxes? Andor Season 2 Gives Its Best Star Wars Character A Perfect, Horrible Ending - SlashFilm How do I send a bank statement to someone? Choose the Right Colored Contacts: Tips and Factors | Coleyes Prostatabeschwerden: Natürliche Lösungen für Ihr Wohlbefinden - Die Auswahl Ihrer Online-Apotheke Advertisement 2025 Roadmap - Star Wars: Legion - AtomicmassGames 'CBS Mornings' Gayle King Reveals Getting Married Is Next? Choose the Right Colored Contacts: Tips and Factors | Coleyes power-86-stroemforsyning-lille-praktisk-udgave How to Laser Engrave Knives with Fiber Lasers Celada protesta sloga NKX Brain Saver, Pirat Aftershave Balm: Sanfte Pflege für deine Haut How to Replace Your Oxygen Concentrator Filter Properly? 0000 0000 00 000000 00 0000 00000000 00 0000 00000000 HO Scale Model Railroad Top Glue-On Nails for Bitten Nails That Last a Week China's 'J-50' Tailless Stealth Fighter Seen In New Imagery SyFeed RSS Reader - add sources and read your favorite news. What Is Dip Powder Nails? A Simple Guide for Beginners Amir Rasheed Email & Phone Number | Kuwait Oil Company Lead HSE Contact Information Private - Bodylotions kopen? | Ruim assortiment Gulfstream V - Price, Specs, Photo Gallery, History - Aero Corner NOW HUB, A United Kingdom Trademark of Sky UK Limited. Application Number: UK00003634862 ~ Trademark Elite Trademarks New Zealand, USA confirm Wheelchair berths places at RLWC2026 - New Zealand Rugby League Perfectpull Wipes Dispenser 12x handige nail art tools en penselen die je écht wilt hebben Some back pain treatments do work — here's what they are |... The 10 Best Nail Brushes of 2025 (Reviews) - FindThisBest Essential Oils and Coffee: A Surprising Wellness Combination | ZTO Teststrips | Diabetes teststrips online bestellen A Checklist For Mechanism-Based Potency Testing In Cell Therapy Where Can I Get Bees Wax In Hollister Ca CRA accounts hacked after 28,000 social insurance numbers stolen in data breach | CBC News 15 BOLD STENCIL TATTOO IDEAS FOR MEN Dermatologists Say These Hair Growth Products 'Actually' Work for Men Krapopolis | Serial | 2023 15 Eyeshadow Sticks Makeup Artists and Our Editors Swear By What is the Average Blood Pressure for a 70 Year Old Man? Buy essence what the FAK! false lashes Dramatic Volume online Eyelash in Eye: Causes, Symptoms, Treatment and Home Remedies - Voryvel Fit Primäre Gesundheitsversorgung / Primary Health Care The Easy Nail Art Idea You're About to See Everywhere LPS 2 Heavy-Duty Lubricant | Aircraft Spruce Where To Find Every 'Hebeth' Collectible In Doom: The Dark Ages Garbage reveal furious new song "Get Out My Face AKA Bad Kitty" Gallery | Top Coat Epoxy & Staining | San Antonio, TX I Have Body Acne and This Korean Scrub Helps Clear My Breakouts Top 5 Toothpastes For Braces: Reviews & Expert Ortho-Care Guide Can I Sue a Hospital for Negligence? How to Treat and Prevent Plantar Fasciitis, According to Experts Symptoms and Treatments for Psoriatic Arthritis Wat is Base Coat? | Vind jouw favoriete Base Coat | Pink Gellac Birth Control Sponge: Use, Advantages and Side Effects | Advanced OBGYN Institute Christmas Gift Wrap : Target L-Glutamine in Cell Culture Timer da cucina, Strumenti per cucinare, Articolio per cucina e bar, Casa, arredamento e bricolage free string art patterns-stencils-templates | Party Supplies, String Art & Paper Art - Dellwood DIY Guidelines for Wheelchair Stair Ramp Installation Sale - Hair Clippers - Target Suddenly, My Entire Beauty Bag Is Full of SFP Makeup—7 Stunning Formulas I'm Obsessing Over Soy Protein Isolate in Protein Powder: Functions and Benefits This \$4 Hand Cream Was the Most Moisturizing in Our Lab Tests Double Eyelid Simulator Designer | Double Eyelid Tool Organic Acerola Cherry Fruit Powder (25% Vitamin C) 100g - Wholesale Health Food Distributor True or False: Key Aspect of Managing Brand's Online Reputation Is to Create Positive Content About the Brand That Will Rank Well | Questional.APP Ice cream manicura la nail art che sa di primavera 36 Best Loose Curl Perm Hairstyles Trending in 2023 Lycopene-Carrier Solid Dispersion loaded Lipid Liquid Crystal Nanoparticle: in vitro Evaluation and in vivo Wound Healing Effects Meet Kneecap, the Irish hip-hop trio who sparked controversy with their provocative political performance at Coachella Skin Analyzer Market to Reach USD 402.8 Million by 2032, Growing at a CAGR of 15.4% | Driven by AI Integration, Non-Invasive Technologies & Personalized Skincare - Exclusive Report by Meticulous Research® Carole Middleton's 3,400-mile house move for daughter Princess Kate | HELLO! The Home - Film Review - Eye For Film Sugar Magnet Nails For Spring! Shop One-Piece Ostomy Bags & Pouches | Vitality Medical | Page 10 Discover Your Health Metrics with a Free Online BMI Calculator Tool Amir Rasheed Email & Phone Number | Kuwait Oil Company Lead HSE Contact Information Lipsey's - Smith & Wesson 432UC Field Test - RevolverGuy.Com 2025 U.S. Hard Enduro Round 4 Results What Are the 7 Best CC Creams for Mature Skin? | Sixty and Me 10 Minute Homemade DIY Lip Gloss Recipe Kung Fu Panda - 2008 Lint Shavers | Staples 60+ PS5, PS4 Games You Must Buy Cheap in PS Store's Next Level Savings Sale (North America/Europe) 4 Count Interdental Brush between for Cleaning Travel • £44.49 Large Barrel with Crystal Ceramic Nail Drill Bit Foto-Magnet | Magnetbilder online gestalten | PHOTOLINI | PHOTOLINI Why Are Scrubs Called Scrubs Travel Size GrandeBROW Brow Enhancing Serum Decathlon Roll on the Massage Ball Posters - M.MOAM.INFO Gel Nail Polish Maintenance Formas de Vida: Primeiros passos - Fórum OGame 22 Pretty Pink Nursery Ideas...That Aren't Over-the-Top 14 best electric toothbrushes, tried and tested by over 335 people Colombia: Te Encanará un Robocop sin Ley What Color of Contact Lens is Suitable for Black Eyes: A Comprehensive Guide for Buyers Xmas Top Picks - Best Hair Care Gift Sets | Sally Beauty Chemical Peels vs. Microdermabrasion: A Comparison | Blog | Albert Andres Plastic Surgery 10 Best French Hand Creams to Buy from France 2025 Nail Polish and Glue Removers: How to Nail it Wiring Tattoo Power Supply Circuit Diagram Author: Rob Wisoky Last Updated: 03/14/2025 Views: 6041 Rating: 4.8 / 5 (48 votes) Reviews: 95% of readers found this page helpful Name: Rob Wisoky Birthday: 1994-09-30 Address: 5789 Michel Vista, West Dornemic, OR 80464-9452 Phone: +97313824072371 Job: Education Orchestrator Hobby: Lockpicking, Crocheting, Baton Twirling, Video gaming, Juggling, Whittling, Model building Introduction: My name is Rob Wisoky, I am a smiling, helpful, encouraging, zealous, energetic, faithful, fantastic person who loves writing and wants to share my knowledge and understanding with others. One who engages in the business of trading securities on behalf of their customers in financial services, a broker-dealer is a natural person, company or other organization that engages the business of trading securities for its own account or on behalf of its customers. Broker-dealers are at the heart of the securities and derivatives trading process.[1] Although many broker-dealers are "independent" in firms solely involved in broker-dealer services, many others are business units or subsidiaries of commercial banks, investment banks or investment companies. When executing trade orders on behalf of a customer, the institution is said to be acting as a broker. When executing trades for its own account, the institution is said to be acting as a dealer. Securities bought from clients or other firms in the capacity of dealer may be sold to clients or other firms acting again in the capacity of dealer, or they may become a part of the firm's holdings. In addition to execution of securities transactions, broker-dealers are also the main sellers and distributors of mutual fund shares.[2] After announcing the price, the dealer must announce other essential conditions of the buy-sell contract of securities: minimum and maximum number of securities subject to purchase and/or sale, as well as the term of announced price's validity. Dealers perform all the functions of a stockbroker including financial consulting. They organize and support turnover (liquidity) or market-making (price announcing, duty of sell and buy of security at announced price, announcing of min and max number of securities that can be bought/sold at announced price, implementing time periods when announced prices are available. Dealers are large financial institutions that sell securities to end users and then hedge their risk by partaking in the interdealer market. Interdealers facilitate price discovery and execution between dealers.[3] See also: Securities regulation in the United States In the United States, broker-dealers are regulated under the Securities Exchange Act of 1934 by the Securities and Exchange Commission (SEC), a unit of the U.S. government. All brokers and dealers that are registered with the SEC (pursuant to 15 U.S.C. § 78o), with a number of exceptions, are required to be members of the Securities Investor Protection Corporation (SIPC) (pursuant to 15 U.S.C. § 78ccc) and are subject to its regulations. Some regulatory authority is further delegated to the Financial Industry Regulatory Authority (FINRA), a self-regulatory organization. Many states also regulate broker-dealers under separate state securities laws (called "blue sky laws").[4] The 1934 Act defines "broker" as "any person engaged in the business of effecting transactions in securities for the account of others", and defines "dealer" as "any person engaged in the business of buying and selling securities for his own account, through a broker or otherwise". Under either definition, the person must be performing these functions as a business; if conducting similar transactions on a private basis, they are considered a trader and subject to different requirements.[5] When acting on behalf of customers, broker-dealers have a duty to obtain "best execution" of transactions, which generally means achieving the best economic price under the circumstances.[6] On April 28, 2004, the SEC voted unanimously to change the net capital rule which applies to broker-dealers, thus allowing those with "tentative net capital" of more than \$5 billion to increase their leverage ratios.[7] The rule change remains in effect, though subject to modifications. Although broker-dealers often provide investment advice to their clients, in many situations they are exempt from registration under the U.S. Investment Advisers Act of 1940, so long as (i) the investment advice is "solely incidental" to brokerage activities; and (ii) the broker-dealer receives no "special compensation" for providing the investment advice. Both elements of this exemption must be met to rely on it.[8] Many broker-dealers also serve primarily as distributors for mutual fund shares. These broker-dealers may be compensated in numerous ways and, like all broker-dealers, are subject to compliance with requirements of the Securities and Exchange Commission and one or more self-regulatory organizations, such as the Financial Industry Regulatory Authority (FINRA).[9] The forms of compensation may be sales loads from investors, or Rule 12b-1 fees or servicing fees paid by the mutual funds.[10] There are several online portals that offer broker dealer assistance and search capabilities. UK securities law uses the term intermediary to refer to businesses involved in the purchase and sale of securities for the account of others. The Financial Conduct Authority authorises and regulates companies engaging in such activity as "regulated activities"[11] under the Financial Services and Markets Act 2000. The common Japanese term for a broker-dealer is "securities company" (証券会社, shōken-gaisha). Securities companies are regulated by the Financial Services Agency under the Financial Instruments and Exchange Law. The "big five" are Nomura Securities, Daiwa Securities, SMBC Nikko Securities, Mizuho Securities, and Mitsubishi UFJ Securities. Most major commercial banks in Japan also maintain broker-dealer subsidiaries, as do many foreign commercial banks and investment banks. Securities companies must be organized as kabushiki kaisha with a statutory auditor or auditing committee, and must maintain minimum shareholder equity of ¥50 million. Bank of America Merrill Lynch Barclays BNP Paribas Citigroup Credit Suisse Deutsche Bank Goldman Sachs HSBC JPMorgan Chase Morgan Stanley Nomura Commerzbank AG Societe Generale The Royal Bank of Scotland UBS Wells Fargo Bank of New York Mellon Broker Securities market participants (United States) Trader (finance) Stockbroker Commodity broker Mutual fund Floor broker ^ Lemke and Lins, Soft Dollars and Other Trading Activities (Thomson West, 2013-2014 ed.). ^ Lemke and Lins, Mutual Fund Sales Practices (Thomson West, 2013). ^ Understanding derivatives ^ "NASAA Broker-Dealer Resources". nasaa.org. Archived from the original on 2005-02-01. Retrieved 6 April 2018. ^ Guide to Broker-Dealer Registration, Division of Trading and Markets, U.S. Securities and Exchange Commission, April 2008. ^ Lemke and Lins, Soft Dollars and Other Trading Activities, §9.3 (Thomson West, 2013-2014 ed.). ^ General Accounting Office, Major Role Report: Alternative Net Capital Requirements for Broker-Dealers That Are Part of Consolidated Supervised Entities (B-294184), June 25, 2004. ^ "GAO Major Role Report" ^ Lemke and Lins, Regulation of Investment Advisers, §91:19 - 1.21 (Thomson West, 2013). ^ Lemke and Lins, Mutual Fund Sales Practices (Thomson West, 2013 ed.). ^ Lemke, Lins and Smith, Regulation of Investment Companies, §7.05 (Matthew Bender, 2013 ed.). ^ Financial Services and Markets Act 2000, schedule 2 Understanding Derivatives: Markets and Infrastructure - Chapter 3, Over-the-Counter (OTC) Derivatives Federal Reserve Bank of Chicago, Financial Markets Group Retrieved from "