Mapping of Disclosure Categories for FINRA Rule 1017(a)(7)

The table below is intended to help member firms determine whether a continuing membership application (Form CMA) or materiality consultation is required to be submitted to the Department of Member Supervision, Membership Application Group (MAP), to comply with FINRA Rule 1017(a)(7) by mapping the disclosure events relevant for the rule to the Uniform Registration Forms (i.e., Forms U4, U5, U6, and BD).

Pursuant to FINRA Rule 1017(a)(7), unless the member firm has submitted a written request to the Department of Member Supervision seeking a materiality consultation for the contemplated activity, a member firm is required to file a Form CMA whenever a natural person seeking to become an owner, control person, principal or registered person of a member firm has, in the prior five years, a record of one or more “final criminal matters” or two or more “specified risk events.” The terms “final criminal matter” and “specified risk event,” which are defined in FINRA Rule 1011, are based on events that are disclosed, or are or were required to be disclosed, on any of the Uniform Registration Forms.

In the table below:

- Where only specific Uniform Registration Form disclosure questions are listed for an event, the mapping is to an affirmative response to any one of those disclosure questions.
- Where only relevant Disclosure Reporting Pages (DRP) fields are listed for an event, the mapping is to:
  - a selection of any of the listed DRP structured fields (i.e., checkbox fields); or
  - entry of relevant text (e.g., the sanctions listed in the definition of “specified risk event” and their equivalents) in a listed DRP unstructured field (i.e., free-text field).
- Where specific Uniform Registration Form disclosure questions and relevant DRP fields are listed for an event, the mapping is to an affirmative response to any one of the listed disclosure questions and either:
  - a selection of any of the listed DRP structured fields (i.e., checkbox fields); or
  - entry of relevant text (e.g., the sanctions listed in the definition of “specified risk event” and their equivalents) in a listed DRP unstructured field (i.e., free-text field).

Questions regarding this mapping guidance table should be directed to mappingguidance@finra.org.

This mapping guidance table may be updated periodically, as needed. FINRA will notify the membership of any such updates.
<table>
<thead>
<tr>
<th>Risk Subsection</th>
<th>Risk Text</th>
<th>Form U4 Question #</th>
<th>Form U5 Question #</th>
<th>Form UI# Question #</th>
<th>Form BD## Question #</th>
</tr>
</thead>
<tbody>
<tr>
<td>Final Criminal Matters</td>
<td>1011(b)</td>
<td>The term “final criminal matter” means a criminal matter that resulted in a conviction, or plea of guilty or no contest (“no contest”) by, a person that is disclosed, or is or was required to be disclosed, in an applicable Uniform Registration Form.</td>
<td>14A(1)(a), 14A(2)(a), 14B(1)(a), 14B(2)(a)</td>
<td>7C(1), 7C(3)</td>
<td>○ Criminal DRI 40 (Disposition of Charge)</td>
</tr>
<tr>
<td>Specified Risk Events</td>
<td>1011(p)</td>
<td>The term “specified risk event” means one of the following events that are disclosed, or are or were required to be disclosed, on an applicable Uniform Registration Form.</td>
<td>14C(1)(b)</td>
<td>7E(1)(b)</td>
<td>○ SRO Arbitration DRI 10A##</td>
</tr>
<tr>
<td>1) Customer Awards (above de minimis threshold) in which individual was named2</td>
<td>1011(p)(1)</td>
<td>a final investment-related, consumer-initiated customer arbitration award or civil judgment against the person for a dollar amount at or above $15,000 in which the person was a named party;</td>
<td></td>
<td></td>
<td>○ Award</td>
</tr>
<tr>
<td>2) Customer Settlements (above de minimis threshold) in which individual was named2</td>
<td>1011(p)(2)</td>
<td>a final investment-related, consumer-initiated customer settlement or civil litigation settlement for a dollar amount at or above $15,000 in which the person was a named party;</td>
<td></td>
<td></td>
<td>○ Settled</td>
</tr>
<tr>
<td>3) Final Civil Judicial Actions with (A) monetary sanctions (above de minimis threshold), or (B) bars and suspensions3</td>
<td>1011(p)(3)</td>
<td>a final investment-related civil action where: (A) the total monetary sanctions (including civil and administrative penalties or fines, disgorgement, monetary penalties other than fines, or restitution) were ordered for a dollar amount at or above $15,000; or (B) the sanctions against the person were a bar, expulsion, revocation or suspension;</td>
<td>14H(1)(a), 14H(1)(b) &amp;</td>
<td></td>
<td>○ Civil Judicial DRI 12 A##</td>
</tr>
<tr>
<td>4) Final Regulatory Action with (A) monetary sanctions (above de minimis threshold), or (B) bars and suspensions4</td>
<td>1011(p)(4)</td>
<td>a final regulatory action where: (A) the total monetary sanctions (including civil and administrative penalties or fines, disgorgement, monetary penalties other than fines, or restitution) were ordered for a dollar amount at or above $15,000; or (B) the sanctions against the person were a bar, suspension, revocation, or suspension from associating with a member;</td>
<td>14G, 14H, 14I &amp;</td>
<td>7D &amp;</td>
<td>○ Civil Judicial DRI 12B##</td>
</tr>
</tbody>
</table>

Notes and Assumptions:

2 The listed questions refer to the Form UI for individuals (not firms).
3 Includes questions associated with control affiliates.
4 De minimis threshold is $15,000.
5 Includes Customer Awards above de minimis threshold of $15,000. On Form U4 and U5, Customer Award amounts are reported on Customer Complaint Arbitration/Civil Litigation DRI 11A. On Form UI#, Customer Award amounts are reported on SRO Arbitration DRI 10C.
6 Form BD does not include information on Customer Awards or Customer Settlements.
7 Includes Customer Settlements above de minimis threshold of $15,000. On Form UI, Customer Settlement amounts are reported on SRO Arbitration DRI 10C.
8 Includes monetary sanctions associated with a Final Civil Judicial Action above de minimis threshold of $15,000. On Forms U4 and U5, these sanctions amounts are reported on Civil Judicial DRI 12B.
9 The Civil Judicial DRI lists "Other Sanctions." These sanctions are listed in the Rule text, including Bar (permanent or temporary), Expulsion, Revocation or Suspension, and their equivalents.
10 Form UI does not include information on Civil Judicial Actions.
11 The Civil Judicial DRI lists "Other Sanctions." The relevant sanctions are those listed in the Rule text and their equivalents.
12 Includes monetary sanctions associated with a Final Regulatory Action above de minimis threshold of $15,000. On Form UI, these sanctions amounts are reported under Regulatory Action DRI 12E. On Form UI#, these sanctions amounts are reported under Regulatory Action DRI 12F. On Form UI#, these sanctions amounts are reported under Regulatory Action DRI 12G.
13 The Regulatory Action DRI lists "Other Sanctions." The relevant sanctions are those listed in the Rule text and their equivalents.

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