

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
DEPARTMENT OF BUSINESS REGULATION
DIVISION OF SECURITIES
1511 PONTIAC AVENUE, BUILDING 69-1
CRANSTON, RI 02920

RECEIVED
RHODE ISLAND
APR 16 2013
SECURITIES DIVISION
BUSINESS REGULATION

IN THE MATTER OF

LEE KRASNER GROUP LTD

:
:
:
:
CONSENT AGREEMENT
:
:
:

I.

The Securities Division ("Division") of the Rhode Island Department of Business Regulation (the "Department") enters into this Consent Agreement (the "Agreement") to resolve concerns that § 7-11-203 and § 7-11-206 of the Rhode Island Uniform Securities Act of 1990, § 7-11-101 *et seq.* of the Rhode Island General Laws, 1989, as amended (the "RIUSA"), have been violated by Lee Krasner Group, LTD ("LKG", the "Firm"). The Division has determined to resolve this matter, after investigation but without instituting administrative proceedings, by entering into this Agreement.

II.

It is hereby agreed by and between the Division and LKG that:

1. LKG, a domestic for Profit Corporation registered in Rhode Island, is a licensed investment adviser with a principal place of business at 10 Davol Square, Providence, Rhode Island.
2. At all times relevant to this Agreement, it has been unlawful for a licensed investment adviser doing business in the State of Rhode Island and registered with the US Securities and Exchange Commission ("SEC") to fail to "notice file" with this State.

3. At all times relevant to this Agreement, it has been unlawful for a licensed investment adviser to employ a person as an investment adviser representative in this State unless the investment adviser representative is licensed or exempt from licensing under the RIUSA.
4. On January 10, 2013 Securities Division Examiners (the "Examiners") conducted a routine examination at the offices of LKG and found the following violations of the RIUSA:
 - a. During the period from January 1, 2010 through May 9, 2012 while it was registered with the SEC, LKG failed to notice file with the Division in violation of §7-11-206 of the RIUSA.
 - b. During the period January 1, 2010, through December 31, 2012, LKG employed one individual as an Investment Adviser Representative in this State without benefit of licensing, or exemption from licensing, in violation of §7-11-203 of the RIUSA.

III

Based on the foregoing, the Division finds that the following is in the public interest, appropriate for the protection of investors and consistent with the purposes intended by the policy and provisions of the RIUSA.

Accordingly, it is hereby further agreed that:

1. LKG shall immediately undertake to comply fully with § 7-11-203 of RIUSA and the Rules promulgated thereunder;
2. LKG shall immediately update Form U-4, Jurisdiction Registration, through the CRD, and pay the appropriate fees to properly license its Investment Adviser Representative in this State;
4. Upon execution of this agreement, LKG shall pay the total amount of Two thousand two hundred eighty dollars ("\$2,280.00") including licensing fees in arrears to the Department for the period during which the unlicensed sales activity took place;

5. Additional violations of the RIUSA may be grounds for significant and substantial penalties such as revocation or suspension, administrative penalties up to ten thousand dollars (\$10,000.00) per violation and the imposition of criminal and civil sanctions.

Dated as of the 24th day of April, 2013.

Maria L. D'Alessandro
Maria L. D'Alessandro, Esq.
Deputy Director Securities, Commercial Licensing
and Racing & Athletics

By: Lee Krasner
LEE KRASNER GROUP LTD.

Its President

On this 15 day of April, 2013 appeared before me Lee KRASNER
_____ who executed the foregoing Consent Agreement and who duly acknowledged to me
that he was authorized to do so.

Donald Anderson
NOTARY PUBLIC

My Commission Expires 9/24/15