

Note: Broker-dealers are required to disclose any material arrangements with the venues listed in each section below, including, but not limited to, any internalization or payment for order flow arrangements.

PKS
PURSHE KAPLAN STERLING
INVESTMENTS
18 CORPORATE WOODS BLVD
ALBANY, NY 12211

SEC Rule 606 (formerly 11AC 1-6) Quarterly Report for the Quarter Ending June 30, 2006

Securities Listed on The New York Stock Exchange

Summary Statistics :

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	72.36%
Limit orders as percentage of total non-directed orders	14.45%
Other orders as percentage of total non-directed orders	13.19%

Venues Receiving Significant Percentage of Total Non-Directed Orders :

1. The Boston Stock Exchange	24.76%
2. The New York Stock Exchange	21.62%
3. Knight Capital Markets, L.L.C.	20.26%
4. The Chicago Stock Exchange	14.67%
5. Madoff (Bernard L.) Investment Securities, L	9.34%
6. Automated Trading Desk Financial Services, L	4.54%
7. UBS Capital Markets L.P.	4.02%
8. National Financial Services LLC	0.35%
9. SARG	0.26%
10. Citadel Derivatives Group, L.L.C.	0.09%

Information Concerning Significant Venues :

1. The Boston Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	30.60%
Limit orders as percentage of total limit orders	14.20%
Other orders as percentage of total other orders	4.30%

2. The New York Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	18.77%
Limit orders as percentage of total limit orders	15.11%
Other orders as percentage of total other orders	44.37%

3. Knight Capital Markets, L.L.C.		
	Types of Orders Routed to Venue :	
	Market orders as percentage of total market orders	16.48%
	Limit orders as percentage of total limit orders	22.36%
	Other orders as percentage of total other orders	38.74%
4. The Chicago Stock Exchange		
	Types of Orders Routed to Venue :	
	Market orders as percentage of total market orders	13.34%
	Limit orders as percentage of total limit orders	31.12%
	Other orders as percentage of total other orders	3.97%
5. Madoff (Bernard L.) Investment Securities, L		
	Types of Orders Routed to Venue :	
	Market orders as percentage of total market orders	11.10%
	Limit orders as percentage of total limit orders	8.76%
	Other orders as percentage of total other orders	0.33%
6. Automated Trading Desk Financial Services, L		
	Types of Orders Routed to Venue :	
	Market orders as percentage of total market orders	5.37%
	Limit orders as percentage of total limit orders	3.93%
	Other orders as percentage of total other orders	0.66%
7. UBS Capital Markets L.P.		
	Types of Orders Routed to Venue :	
	Market orders as percentage of total market orders	3.32%
	Limit orders as percentage of total limit orders	4.23%
	Other orders as percentage of total other orders	7.62%
8. National Financial Services LLC		
	Types of Orders Routed to Venue :	
	Market orders as percentage of total market orders	0.48%
	Limit orders as percentage of total limit orders	0.00%
	Other orders as percentage of total other orders	0.00%
9. SARG		
	Types of Orders Routed to Venue :	
	Market orders as percentage of total market orders	0.36%
	Limit orders as percentage of total limit orders	0.00%
	Other orders as percentage of total other orders	0.00%
10. Citadel Derivatives Group, L.L.C.		
	Types of Orders Routed to Venue :	
	Market orders as percentage of total market orders	0.06%
	Limit orders as percentage of total limit orders	0.30%
	Other orders as percentage of total other orders	0.00%

Securities Listed on The Nasdaq Stock Market

Summary Statistics :

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	63.46%
Limit orders as percentage of total non-directed orders	29.50%
Other orders as percentage of total non-directed orders	7.04%

Venues Receiving Significant Percentage of Total Non-Directed Orders :

1. National Financial Services LLC	58.23%
2. Knight Equity Markets, L.P.	18.08%
3. UBS Capital Markets L.P.	12.65%
4. Morgan Stanley & Co. Incorporated	8.85%
5. Madoff (Bernard L.) Investment Securities, L	0.86%
6. Automated Trading Desk Financial Services, L	0.48%
7. Citadel Derivatives Group, L.L.C.	0.38%
8. Lehman Brothers, Inc.	0.29%
9. Hudson Securities, Inc.	0.10%
10. TD Waterhouse Capital Markets, Inc.	0.10%

Information Concerning Significant Venues :

1. National Financial Services LLC

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	68.22%
Limit orders as percentage of total limit orders	35.48%
Other orders as percentage of total other orders	63.51%

2. Knight Equity Markets, L.P.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	11.24%
Limit orders as percentage of total limit orders	33.55%
Other orders as percentage of total other orders	14.86%

3. UBS Capital Markets L.P.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	8.70%
Limit orders as percentage of total limit orders	19.68%
Other orders as percentage of total other orders	18.92%

4. Morgan Stanley & Co. Incorporated

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	9.15%
Limit orders as percentage of total limit orders	10.32%
Other orders as percentage of total other orders	0.00%

5. Madoff (Bernard L.) Investment Securities, L

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	1.05%
Limit orders as percentage of total limit orders	0.65%
Other orders as percentage of total other orders	0.00%

6. Automated Trading Desk Financial Services, L

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.45%
Limit orders as percentage of total limit orders	0.32%
Other orders as percentage of total other orders	1.35%

7. Citadel Derivatives Group, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.60%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

8. Lehman Brothers, Inc.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.45%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

9. Hudson Securities, Inc.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.15%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

10. TD Waterhouse Capital Markets, Inc.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.00%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	1.35%

Securities Listed on The American Stock Exchange or Regional Exchanges

Summary Statistics :

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	67.69%
Limit orders as percentage of total non-directed orders	24.31%
Other orders as percentage of total non-directed orders	8.00%

Venues Receiving Significant Percentage of Total Non-Directed Orders :

1. The American Stock Exchange	55.38%
2. Knight Capital Markets, L.L.C.	15.38%
3. The Chicago Stock Exchange	11.38%
4. The Boston Stock Exchange	5.85%
5. UBS Capital Markets L.P.	4.31%
6. Citadel Derivatives Group, L.L.C.	4.00%
7. Automated Trading Desk Financial Services, L	1.23%
8. Madoff (Bernard L.) Investment Securities, L	1.23%
9. National Financial Services LLC	1.23%

Information Concerning Significant Venues :

1. The American Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	52.27%
Limit orders as percentage of total limit orders	68.35%
Other orders as percentage of total other orders	42.31%

2. Knight Capital Markets, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	15.45%
Limit orders as percentage of total limit orders	7.59%
Other orders as percentage of total other orders	38.46%

3. The Chicago Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	9.09%
Limit orders as percentage of total limit orders	15.19%
Other orders as percentage of total other orders	19.23%

4. The Boston Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	8.18%
Limit orders as percentage of total limit orders	1.27%
Other orders as percentage of total other orders	0.00%

5. UBS Capital Markets L.P.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	5.45%
Limit orders as percentage of total limit orders	2.53%
Other orders as percentage of total other orders	0.00%

6. Citadel Derivatives Group, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	4.55%
Limit orders as percentage of total limit orders	3.80%
Other orders as percentage of total other orders	0.00%

7. Automated Trading Desk Financial Services, L

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	1.36%
Limit orders as percentage of total limit orders	1.27%
Other orders as percentage of total other orders	0.00%

8. Madoff (Bernard L.) Investment Securities, L

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	1.82%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

9. National Financial Services LLC

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	1.82%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

Exchange - Listed Options

Summary Statistics :

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	24.81%
Limit orders as percentage of total non-directed orders	75.19%
Other orders as percentage of total non-directed orders	0.00%

Venues Receiving Significant Percentage of Total Non-Directed Orders :

1. The Chicago Board Options Exchange	44.36%
2. The International Securities Exchange	24.81%
3. The Boston Option Exchange	16.54%
4. The Philadelphia Stock Exchange	12.03%
5. The Pacific Stock Exchange	2.26%

Information Concerning Significant Venues :

1. The Chicago Board Options Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	36.36%
Limit orders as percentage of total limit orders	47.00%
Other orders as percentage of total other orders	0.00%

2. The International Securities Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	24.24%
Limit orders as percentage of total limit orders	25.00%
Other orders as percentage of total other orders	0.00%

3. The Boston Option Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	9.09%
Limit orders as percentage of total limit orders	19.00%
Other orders as percentage of total other orders	0.00%

4. The Philadelphia Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	24.24%
Limit orders as percentage of total limit orders	8.00%
Other orders as percentage of total other orders	0.00%

5. The Pacific Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	6.06%
Limit orders as percentage of total limit orders	1.00%
Other orders as percentage of total other orders	0.00%