

BEFORE THE SECURITIES COMMISSIONER
OF THE STATE OF KANSAS



In the Matter of:

Obsidian Financial Group, LLC,
(CRD# 104255)

Docket No. 14 E 006
KSC No. 2014-6127

Respondent.

_____/

Pursuant to K.S.A. 17-12a412(b)

NOTICE OF INTENT TO SUSPEND BROKER-DEALER REGISTRATION

Staff for the Office of the Kansas Securities Commissioner (“KSC Staff”) alleges that there are grounds for discipline pursuant to K.S.A 17-12a412(d) and that an Order suspending Obsidian Financial Group, LLC’s broker-dealer registration in the State of Kansas pursuant to K.S.A. 17-12a412(b) is in the public interest.

Based on the allegations of the KSC Staff as set forth below, it is the intention of the Securities Commissioner of the State of Kansas (the “Commissioner”) to issue Findings of Fact, Conclusions of Law and an Order, which may include, but not be limited to suspension of Respondent’s registration.

If Respondent wishes to contest the Allegations of Fact and Conclusions of Law set forth herein, Respondent must file a request for hearing within thirty (30) days after service of this Order. The request for hearing must be in the manner and form prescribed by K.A.R. 81-11-5, and it must be filed with the Office of the Securities Commissioner of Kansas, 109 SW 9th Street, Suite 600, Topeka, Kansas 66612. The request for hearing must be verified under oath by

Respondent and, if Respondent disputes any of the Allegations of Fact set forth herein, Respondent shall specifically deny the Allegations of Fact or they will be deemed admitted. In addition, Respondent may offer evidence and argument to mitigate the facts set forth herein. If facts are properly disputed, the matter will be set for hearing. **If no request for hearing is filed within thirty (30) days after service of this Order, the Commissioner will issue a Final Order, Findings of Fact and Conclusions of Law.**

Allegations of Fact

1. Respondent Obsidian Financial Group, LLC (“Obsidian”), CRD No. 104255, is a broker-dealer with a principal place of business located at 1000 Woodbury Road, Suite 110, Woodbury, NY 11797. Obsidian has been registered as a broker-dealer in the State of Kansas since June 30, 2006.
2. On May 2, 2013 Obsidian was suspended from FINRA membership after it failed to comply with an arbitration award or settlement agreement or to satisfactorily respond to a FINRA request to provide information concerning the status of compliance.
3. As a result of the suspension, the Staff of the Kansas Securities Commissioner (“KSC Staff”) has had repeated communications with Obsidian. The KSC Staff has obtained information that since January 1, 2013, Obsidian has been net capital deficient and failed to inform the Office of the Kansas Securities Commissioner of the deficiency.
4. To date, Obsidian’s FINRA membership remains suspended.
5. Suspension of Obsidian’s broker-dealer registration is in the public interest.

Conclusions of Law

6. Paragraphs 1-5 are incorporated by reference as though set forth fully herein.
7. The Commissioner has jurisdiction over Respondent and this matter.

8. Obsidian's suspension from FINRA membership, after notice and opportunity for hearing, constitutes a ground for discipline pursuant to K.S.A. 17-12a412(d)(5)(C).
9. The Commissioner may suspend Obsidian's broker-dealer registration pursuant to K.S.A. 17-12a412(b) if there is a ground for discipline and the revocation is in the public interest.

ENTERED BY THE COMMISSIONER at Topeka, Kansas, this 18th day of September, 2013.

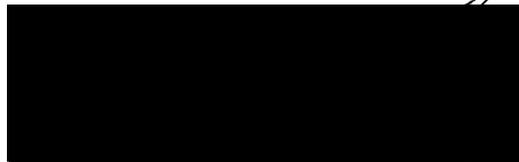


Joshua A. Ney
Kansas Securities Commissioner

CERTIFICATE OF SERVICE

On this 20th day of September, 2013, I was provided a copy of the aforementioned process on behalf of the Office of the Securities Commissioner. I promptly sent notice of the process to the address below, being the address set forth in the recipient's consent to service of process or last known address. The process was sent via mail, receipt requested to:

Obsidian Financial Group, LLC
1000 Woodbury road, Suite 110
Woodbury, NY 11797



Ryan A. Kriegshauser
Special Counsel to the Commissioner