



**IMS Securities, Inc.**  
**IMS Financial Advisors, Inc.**

**BUSINESS CONTINUITY PLAN DISCLOSURE**

Our firm's policy is to respond to a Significant Business Disruption (SBD) by safeguarding employees' lives and firm property, making a financial and operational assessment, quickly recovering and resuming operations, protecting all of the firm's books and records, and allowing our customers to transact business. In the event that we determine we are unable to continue our business, we will assure customers prompt access to their funds and securities.

Our plan anticipates two kinds of SBDs, internal and external. Internal SBDs affect only our firm's ability to communicate and do business, such as a fire in our building. External SBDs prevent the operation of the securities markets or a number of firms, such as a terrorist attack, a city flood, or a wide-scale, regional disruption. Our response to an external SBD relies more heavily on other organizations and systems, especially on the capabilities of our clearing firms, and product sponsors. In addition, original documentation is kept on file with each IMS product sponsor (including, but not limited to, mutual fund companies, insurance companies, third party money management companies, and direct participation plan companies).

Our firm conducts business in equity, fixed income, and derivative securities. Our firm is an introducing firm and does not perform any type of clearing function for itself or others. Furthermore, we do not hold customer funds or securities. We accept and enter orders. All transactions are sent to our clearing firms or product sponsors, who execute our orders, compare them, allocate them, clear and settle them. Our clearing firms and product sponsors also maintain our customers' accounts, can grant customers access to them, and delivers funds and securities. Our firm services retail and institutional customers.

Our firm has dual clearing agreements with:

Southwest Securities, Inc.  
1201 Elm Street, Suite 3500  
Dallas, Texas 75270  
(214) 859-1800 (Main Number)  
(214) 859-6095 Fax  
(866) 797-5227 (SBD Additional Information Number)  
[www.swst.com](http://www.swst.com)

Pershing LLC  
P.O. Box 2065  
Jersey City, NJ 07303-2065  
(201) 413-3635 or (213) 624-6100 Ext. 500 (SBD Additional Information Number)  
[www.pershing.com](http://www.pershing.com)

We also conduct business utilizing mutual fund companies, insurance companies, third party money management companies and direct participation plan companies. Original documentation of each transaction is housed with the specific company and not with IMS.

After a SBD you should first try to contact your IMS Representative at his or her local office. If you cannot reach your Representative, you should try to reach the IMS Home Office at 10205 Westheimer Road, Suite 500, Houston, Texas 77042, (713) 266-2993, (713) 266-2997 Fax. Alternatively, you may go to our website, [www.ims-securities.com](http://www.ims-securities.com), where we will post emergency contact information. If you have an account with one of our clearing firms, you may contact them using the information provided above. If you have an account with a mutual fund company, insurance company, third party money management company, or direct participation plan company you should contact that company directly at the telephone number or website shown on the statements they send you.

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