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**STATE OF WASHINGTON  
DEPARTMENT OF FINANCIAL INSTITUTIONS  
SECURITIES DIVISION**

IN THE MATTER OF DETERMINING  
whether there has been a violation  
of the Securities Act of Washington by:

Michael James Gilhooly;  
RJJ Pasadena Securities, Inc.,

Respondents.

Order Number S-07-466-07-SC01

STATEMENT OF CHARGES AND  
NOTICE OF INTENT TO ISSUE AN  
ORDER TO CEASE AND DESIST,  
IMPOSE FINES, AND CHARGE COSTS

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THE STATE OF WASHINGTON TO:

Michael James Gilhooly  
RJJ Pasadena Securities, Inc.

**STATEMENT OF CHARGES**

Please take notice that the Securities Administrator of the State of Washington has reason to believe that Respondents, Michael James Gilhooly and RJJ Pasadena Securities, Inc., have each violated the Securities Act of Washington and that their violations justify the entry of an order of the Securities Administrator under RCW 21.20.390 against each to cease and desist from such violations. The Securities Administrator finds as follows:

**TENTATIVE FINDINGS OF FACT**

Respondents

1. RJJ Pasadena Securities, Inc. ("RJJ Pasadena Securities") is a broker-dealer and investment adviser with its principal place of business at 625 Fair Oaks Avenue, Suite 125, South Pasadena, California. RJJ Pasadena Securities has never been registered with Washington State as a

1 broker-dealer or investment adviser. RJJ Pasadena Securities' license number with FINRA is: CRD #  
2 8425.

3 2. Michael James Gilhooly ("Gilhooly") is an individual residing in Pasadena, California.  
4 Gilhooly has been employed by RJJ Pasadena Securities since August 2001 and is currently a  
5 Principal/Director. Prior to this, Gilhooly was employed by other broker-dealers including  
6 employment as Vice President of Sutro & Co., Incorporated from September 1999 to August 2001,  
7 Account Executive of Crowell, Weedon & Co. from June 1995 to September 1999, and as a securities  
8 salesperson with Gilford Securities Incorporated from January 1994 to June 1995. Gilhooly was  
9 registered as a securities salesperson with the Washington State Securities Division from May 1998  
10 through December 1998. Gilhooly's license number with FINRA is: CRD # 2452559.

11 Nature of the Conduct

12 3. Investor, currently a customer of RJJ Pasadena Securities, was formerly a resident of  
13 Burbank, California. While residing in California, Investor employed Gilhooly as her securities  
14 salesperson during his employment with Crowell, Weedon & Co. Investor retained Gilhooly as her  
15 securities salesperson when he transferred to Sutro & Co., Incorporated and then to RJJ Pasadena  
16 Securities in August 2001.

17 4. In August 2001, Investor opened two IRA accounts at RJJ Pasadena Securities. In  
18 November 2001, February 2002 and April 2002, Investor opened a total of four trust accounts with RJJ  
19 Pasadena Securities.

20 5. In September 2005, Investor moved to Sequim, Washington. Investor provided notice of  
21 this change of residence to RJJ Pasadena Securities, via a letter dated November 9, 2005. RJJ  
22 Pasadena Securities received said notice.





1 This Statement of Charges is entered pursuant to the provisions of RCW 21.20.390 and RCW  
2 21.20.395, and is subject to the provisions of RCW 34.05. The Respondents may each make a written  
3 request for a hearing as set forth in the NOTICE OF OPPORTUNITY TO DEFEND AND  
4 OPPORTUNITY FOR HEARING accompanying this Statement of Charges.


5 If a Respondent does not request a hearing, the Securities Administrator intends to adopt the above  
6 Tentative Findings of Fact and Conclusions of Law as final, enter a permanent cease and desist order as to  
7 that Respondent, and impose the fines and costs sought.

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9 DATED AND ENTERED this 6th day of February, 2008.

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MICHAEL E. STEVENSON  
Securities Administrator

13 Approved by:

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Suzanne Sarason  
16 Chief of Compliance & Examinations

Presented by:

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18 \_\_\_\_\_  
Bridgett Fisher  
19 Enforcement Attorney