

**ITEM 1: COVER PAGE FOR
PART 2B OF FORM ADV:
BROCHURE SUPPLEMENT
DATED MAY 2012**

BRUCE TERRY

**MUTUAL SECURITIES INC. OF CALIFORNIA d/b/a MUTUAL SECURITIES,
INC.
("Mutual")
807-A CAMARILLO SPRINGS ROAD
CAMARILLO, CA 93012
805-764-6730**

FIRM CONTACT: JULIE LAN COHEN, CHIEF COMPLIANCE OFFICER

WWW.MUTUALSECURITIES.COM

This brochure supplement provides information about Bruce Terry that supplements our brochure. You should have received a copy of that brochure. Please contact Julie Lan Cohen, Chief Compliance Officer if you did not receive Mutual's brochure or if you have any questions about the contents of this supplement.

Additional information about Bruce Terry is available on the SEC's website at www.adviserinfo.sec.gov.

Item 2 Educational Background and Business Experience

We are required to disclose the following information about Bruce Terry:

Name: Bruce Terry

Year of Birth: 1964

Formal Education after high school: BA

Business Background: Financial Advisor

Our firm must disclose if Bruce Terry has no high school education, no formal education after high school, or no business background. We may list any professional designations held by Bruce Terry, we must provide you with a sufficient explanation of the minimum qualifications required for each designation to allow you to understand the value of the designation.

Item 3 Disciplinary Information

If there are legal or disciplinary events material to your evaluation of Bruce Terry, we are required to disclose this.

No such event exists.

Item 4 Other Business Activities

A. If Bruce Terry is actively engaged in any investment-related business or occupation, including if Bruce Terry is registered, or has an application pending to register, as a broker-dealer, registered representative of a broker-dealer, futures commission merchant ("FCM"), commodity pool operator ("CPO"), commodity trading advisor ("CTA"), or an associated person of an FCM, CPO, or CTA, we are required to disclose this fact and describe the business relationship, if any, between the advisory business and the other business.

1. If a relationship between the advisory business and Bruce Terry's other financial industry activities creates a material conflict of interest with you, we are required to describe the nature of the conflict and generally how we address it.

See Item 2 below.

2. If Bruce Terry receives commissions, bonuses or other compensation based on the sale of securities or other investment products, including as a broker-dealer or registered representative, and including distribution or service ("trail") fees from the sale of mutual funds, we have to disclose this fact. If this compensation is not cash, we are required to explain what type of compensation Bruce Terry receives. We must explain that this practice gives Bruce Terry an incentive to recommend investment products based on the compensation received, rather than on your needs.

We are actively engaged in the business of being a registered securities broker-dealer, member FINRA, MSRB, SIPC. All of our firm's investment advisory representatives are dually licensed registered representatives with the affiliated broker-dealer. In their separate roles as registered representatives, they may offer commissionable securities products to clients for which they will earn the normal commissions.

Clients in our firm's Separate Account and Asset Advantage Service Programs may also be clients of the broker-dealer. In such cases a client may be solicited by their respective representative about investment ideas or products for their brokerage account if such solicitations are in line with the client's overall investment objectives and risk tolerance.

Our principal business activity is that of a registered securities broker-dealer. Our firm's officers and employees spend more than half of their time devoted to broker-dealer business.

A conflict of interest may arise as these commissionable securities sales may create an incentive to recommend products based on the compensation adviser and/or our supervised persons may earn and may not necessarily be in the best interests of the client.

Item 5 Additional Compensation

If someone who is not a client provides an economic benefit to Bruce Terry for providing advisory services, we are required to generally describe the arrangement. For purposes of this Item, economic benefits include sales awards and other prizes, but do not include Bruce Terry's regular salary. Any bonus that is based, at least in part, on the number or amount of sales, client referrals, or new accounts should be considered an economic benefit, but other regular bonuses should not.

We have nothing to disclose in this regard.

Item 6 Supervision

We are required to explain how we supervise Bruce Terry, including how we monitor the advice Bruce Terry provides to you. Our firm has to provide the name, title and telephone number of the person responsible for supervising Bruce Terry's advisory activities on behalf of our firm.

Julie Lan Cohen, Chief Compliance Officer of our firm, supervises and monitors Bruce Terry's activities on a regular basis. Ms. Cohen reviews all outgoing correspondence for written financial advice that Bruce Terry provides to his clients. Please contact Ms. Cohen if you have any questions about Bruce Terry's brochure supplement at 805-764-6730.

Item 7 Requirements for State-Registered Advisers

A. In addition to the events listed in Item 3 of Part 2B, if Bruce Terry has been involved in one of the events listed below, we disclose all material facts regarding the event.

1. An award or otherwise being found liable in an arbitration claim alleging damages in excess of \$2,500, involving any of the following:
 - (a) an investment or an investment-related business or activity;
 - (b) fraud, false statement(s), or omissions;
 - (c) theft, embezzlement, or other wrongful taking of property;
 - (d) bribery, forgery, counterfeiting, or extortion; or
 - (e) dishonest, unfair, or unethical practices.

We have nothing to disclose in this regard.

2. An award or otherwise being found liable in a civil, self-regulatory organization, or administrative proceeding involving any of the following:

- (a) an investment or an investment-related business or activity;
- (b) fraud, false statement(s), or omissions;
- (c) theft, embezzlement, or other wrongful taking of property;
- (d) bribery, forgery, counterfeiting, or extortion; or
- (e) dishonest, unfair, or unethical practices.

We have nothing to disclose in this regard.

- B. If Bruce Terry has been the subject of a bankruptcy petition, we must disclose that fact, the date the petition was first brought, and the current status.

We have nothing to disclose in this regard.