



1st Discount Brokerage

Part 2B of Form ADV: *Firm Brochure*

420 S. State Road 7, Ste. 114
Wellington, FL 33414

Telephone: 561-515-3200
Email: ykalk@1db.com
Web Address: www.1db.com

03.30.2012

This brochure supplement provides information about Donald. Phillips that supplements the 1st Discount Brokerage brochure. You should have received a copy of that brochure. Please contact us at 561-515-3200 if you did not receive 1st Discount Brokerage's brochure or if you have any questions about the contents of this supplement.

Additional information about [name of supervised person] is available on the SEC's website at www.adviserinfo.sec.gov.

Educational Background and Business Experience

In addition to holding FINRA series 7, 24, 53, 63 and 65 licenses, Mr. Phillips has earned a Bachelor of Science in Mathematics degree from Purdue University and is a Doctor of Jurisprudence. Mr. Phillips has been serving clients in the financial industry since 1982. Mr. Phillips has been a registered representative and investment advisor representative with 1st Discount Brokerage (1DB) since August of 2002. Mr. Phillips is 70 years old.

Disciplinary Information

There currently are no legal or disciplinary events disclosed for Mr. Phillips that are material to your evaluation of Mr. Phillips.

Other Business Activities

Mr. Phillips is a registered representative of 1st Discount Brokerage, Inc., an SEC and FINRA registered broker/dealer. He is also a Life and Health Insurance agent, as well as an owner and investment adviser representative of Saigon Capital Markets LLC.

Additional Compensation

Mr. Phillips currently does not receive additional compensation for advisory services other than compensation described in supplements provided by 1st Discount Brokerage.

Supervision

Mr. Phillips's investment advisory activities, including the advice he provides to clients, is regularly supervised by 1st Discount Brokerage (1DB). The following supervisory procedures are utilized for on-going reviews of Mr. Phillips's advisory business:

- All customer's account information is reviewed and maintained by 1DB;
- All trades in customers' accounts are reviewed daily;
- Account statements for all customers' accounts are reviewed on a monthly basis;
- Fees charged for advisory services are reviewed when charged;
- Accounts are reviewed regularly (at least annually) to determine suitability of transactions and appropriateness of fee structure for each advisory customer.

Requirements for State-Registered Advisers

1. Mr. Phillips has not been 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.

2. Mr. Phillips has not been 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.
3. Mr. Phillips has not been the subject of a bankruptcy petition.