



E.K. Riley Investments, LLC
1420 5th Avenue, Suite 3300
Seattle, WA 98101
206-832-1520
Web Address: www.ekriley.com

Part 2B of Form ADV: Brochure Supplement for

Tommy Ray Schumaker, CRD 1196823
375 NW Gilman Blvd., Suite B-203
Issaquah, WA 98027
425-557-9079

February 2012

This brochure supplement provides information about Tommy Ray Schumaker that supplements the E.K. Riley Investments, LLC brochure. You should have received a copy of that brochure. Please contact Alexis Vanden Bos, CCO, (alexis.vandenbos@ekriley.com) if you did not receive E.K. Riley Investments, LLC's brochure or if you have any questions about the contents of this supplement.

Additional information about Tommy Ray Schumaker is available on the SEC's website at www.adviserinfo.sec.gov

Item 2 Educational, Background and Business Experience

Full Legal Name: Tommy Ray Schumaker **Born:** 1956

Education

- Bachelor of Science, Agronomy; Washington State University, 1979

Business Experience

- E.K. Riley Investments, LLC; Registered Representative; 6/05-Present
- E.K. Riley Investments, LLC; Investment Advisor Representative; 2/08-Present
- E.K. Riley Advisors, LLC; Investment Advisor Representative; 8/05-12/07
- First Allied Securities, Inc.; Investment Advisor Representative; 5/04-6/05
- First Allied Securities, Inc.; Registered Representative; 5/04-6/05
- Ragen MacKenzie Investments Services, Inc.; Investment Advisor Representative; 2/00-5/04
- Ragen MacKenzie Investments Services, Inc.; Registered Representative; 3/86-5/04

Item 3 Disciplinary Information

Tom Schumaker has no legal or disciplinary events that would impact a client's or prospective client's evaluation of him. Further information regarding Tom Schumaker can be found via the BrokerCheck link (www.finra.org/brokercheck) and the IAPD link (www.adviserinfo.sec.gov).

Item 4 Other Business Activities

E.K. Riley Investments, LLC is required to disclose any outside business activities or occupation for compensation that could potentially create a conflict of interest with clients.

A. Investment-Related Activities

1. Tom Schumaker is also engaged in the following investment-related activities:

Registered representative of a broker-dealer

E.K. Riley Investments, LLC is dually registered as both a broker-dealer and a registered investment adviser.

Tom Schumaker is a registered representative of E.K. Riley's broker-dealer. As a registered representative, Tom Schumaker earns commissions, 12b-1 fees, trailers and other sales-related forms of compensation. This presents a conflict of interest to the extent that Tom Schumaker recommends that a client invest in a security which results in a commission being paid to him, and in particular when commissions may be in addition to or higher than advisory fees.

Licensed to sell insurance products

E.K. Riley Investments, LLC is a licensed insurance agency and Tom Schumaker is licensed as an insurance producer. As an insurance

producer, Tom Schumaker earns commissions, trailers and other sales-related forms of compensation. This presents a conflict of interest to the extent that Tom Schumaker recommends that a client purchase an insurance product which results in a commission being paid to him, and in particular when commissions may be in addition to or higher than advisory fees.

2. Because Tom Schumaker receives commissions, bonuses or other compensation on the sale of securities, insurance or other investment products this practice provides an incentive to recommend products based on the compensation received, rather than on the client's needs. The implementation of any or all recommendations by a registered representative or insurance producer is solely at the discretion of the client.

B. Non Investment-Related Activities

Tom Schumaker is not engaged in any other business or occupation that provides substantial compensation or involves a substantial amount of his time.

Item 5 Additional Compensation

Tom Schumaker does not receive any economic benefit from a non-advisory client for the provision of advisory services.

Item 6 Supervision

Supervisor: Edward Riley

Title: Chairman & CEO

Phone Number: 206.832.1520

Upon the opening of each advisory account, the client's investment objectives and strategy are reviewed for consistency with the advisory program's guidelines.

Trading activity in client accounts is reviewed on a next day basis reviewing for suitability of transactions.

Subsequently, accounts are reviewed on a monthly, quarterly or annual basis. The frequency and nature of the review is dependent on a number of factors and situations, such as: whether the account is managed on a discretionary basis, the particular advisory program, the level of activity, and the investment objective of the account.