

**DOMS**

**DOMESTIC SECURITIES, INC.**

September 8, 1999

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(201) 782-0888 • Fax (201) 782-9090

SECURITIES AND EXCHANGE COMMISSION  
**RECEIVED**

United States Securities and  
Exchange Commission  
Division of Market Regulation  
450 Fifth Street, N.W.  
Washington, DC 20549-1002

SEP 13 1999

DIVISION OF MARKET REGULATION

Re: Notification Pursuant SEC Rule 15b7-3T

Dear Sir/Madam:

Pursuant to SEC Rule 15b7-3T, Domestic Securities, Inc. ("DSI") hereby notifies the United States Securities Commission ("SEC") as follows:

1. DSI has prepared written procedures which are reasonably designed to identify, assess, and remediate any Year 2000 problems in its mission critical systems under its control;
2. DSI has verified a significant portion of its Year 2000 remediation efforts through reasonable internal testing of mission critical systems under its control;
3. DSI has verified its Year 2000 remediation efforts by satisfying a significant portion of Year 2000 testing requirements mandated by the NASD; and
4. DSI has no exceptions relating to its mission critical systems contained in any independent public accountant's report prepared on behalf of DSI.

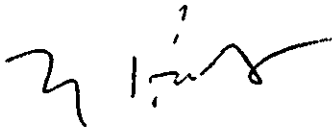
Since DSI is yet to complete all the required testing and remediation efforts for its Year 2000 mission critical systems, DSI hereby *certifies* the following:

1. That DSI is in the process of remediating its Year 2000 problem;
2. DSI has scheduled testing of its affected mission critical systems to verify that all material Year 2000 problem has been remediated; said testing is scheduled for September 11, 1999 and October 9, 1999.
3. DSI anticipates that remediation of all its Year 2000 mission critical systems will be completed on or before November 15, 1999 and will be operationally capable on the said date;

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4. Based on inquiries and to the best of the undersigned's knowledge, DSI does not anticipate that the existence of material Year 2000 problem in its mission critical systems will impair its ability to ensure prompt and accurate processing of securities transactions, including order entry, execution, the maintenance of customer accounts; and DSI anticipates that the enumerated remediation steps will result in remedying Year 2000 problem on or before November 15, 1999.

Very truly yours,



Harvey I. Houtkin  
Chairman/CEO

cc: NASD, Inc  
Year 2000 Program Office  
Attn: Emre Tercan  
15201 Diamondback, Drive  
Rockville, MD 20850

dsiY2000cert.wpd