

National Securities CORPORATION

Member Chicago Stock Exchange • Member National Association of Securities Dealers, Inc

November 9, 1999

U.S. Securities and Exchange Commission
Attn: Division of Market Regulation
450 Fifth Street NW
Washington, D.C. 20549-1002

Re: Year 2000 Certification Notification per SEC Rule 15b7-3T

Dear Sir or Madam:

The purpose of this statement is to certify that National Securities Corporation ("National Securities") is Year 2000 compliant and has established formal written policies and procedures that address potential Year 2000 failures and corrective action necessary to contain such failures. National Securities has completed testing of all mission critical systems, and the results of this validation testing have given National a substantial basis for believing we are fully remediated and prepared for Year 2000.

National Securities has invested a significant amount of Management attention, hundreds of man-hours, and over \$250,000.00 in replacement software and equipment in its Year 2000 preparedness efforts. With the recent completion of additional testing with its service bureau systems provider, the replacement of its telecommunications system in its Seattle headquarters, and the institution of Y2K policies and procedures, National Securities believes its Year 2000 preparedness efforts are complete.

National will continue to monitor systems and policies (both internal and third party) for Year 2000 failure, and will strive to maintain the integrity of our ability to deliver prompt and accurate processing of securities transactions, including but not limited to order entry, execution, compensation, allocation, clearance and settlement of securities transactions, maintenance of customer accounts, or the delivery of funds and securities.

Copies of this certification have been filed with both the SEC and NASD in compliance with all requirements under SEC Rule 15b7-3T.

Sincerely,



Michael A. Bresner
President

cc: Steve A. Rothstein - Chairman
Robert Kollack - Vice Chairman
Janice Greene, Director of Compliance

1001 Fourth Ave, Suite 2200, Seattle, WA 98154
Phone 206-622-7200 Toll Free 800-552-7574

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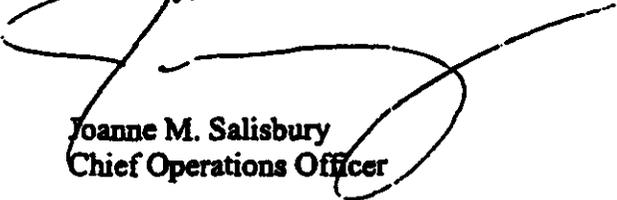
To Our Valued Clients:

This letter is to advise you that National Securities Corporation has a reasonable basis for believing that we are substantially prepared for Year 2000 readiness. All mission-critical systems have been subjected to extensive Y2K validation and/or verification testing and have been or are being remediated, replaced, or retired. In addition, National is fully confident that sufficient testing and contingency arrangements have been made by its strategic partners for full remediation of their systems well before Year 2000.

We understand that as part of the NASD's ongoing monitoring of member organizations regarding Year 2000 compliance, we may be contacted periodically to reconfirm our organization's Year 2000 compliance status. Should we undertake any system changes that would change our compliance status as indicated above, we will promptly notify the NASD.

For information about our firm's readiness, please contact me at 1-800-552-7574 or via e-mail at jms@nationalsecurities.com.

Sincerely,



Joanne M. Salisbury
Chief Operations Officer

Firm CRD File # 7569

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