

# **WESTPORT RESOURCES INVESTMENT SERVICES, INC.**

**55 GREENS FARMS ROAD**

**WESTPORT, CT 06880**

## **SEC Rule 606 Order Routing Disclosure**

### **Introduction**

Westport Resources Investment Services, Inc. ("WRIS") provides the following report pursuant to the Security & Exchange Commission ("SEC") Rule 606. Under SEC Rule 606, broker/dealers that route orders on behalf of customers are required to prepare quarterly reports that disclose certain information pertaining to order routing practices. This report is made available to WRIS by our clearing firm Pershing, LLC, a BNY Mellon Company.

### **About this Report**

This report provides information on the routing of non-directed orders, i.e. any order that the customer has not specifically instructed to be routed to a particular venue for execution. For non-directed orders, an execution venue is selected on behalf of customers.

Order routing information is divided into four sections:

1. Securities listed on the New York Stock Exchange
2. Securities listed on NASDAQ
3. Securities listed on the NYSE Euronext ( previously known as the American Stock Exchange) or regional exchanges
4. Exchange-listed options

For each, we identify the venues most often selected and set forth the percentage of various types of orders routed to the venues.

The material aspects of WRIS's relationships with each of the venues are discussed in the information that follows, after a brief explanation of venues and our approach to trading and execution.

### **Venues**

Venues are generally exchange specialists, OTC market makers, and alternative trading systems such as ECNs (electronic communication networks) that hold themselves out as willing to receive and execute orders. These are also known as market centers.

## **SEC Rule 606 Order Routing Disclosure (continued)**

### **About WRIS Trading & Execution**

WRIS maintains a trading desk with registered and salaried traders whose obligation to the firm is the dedicated pursuit of quality executions for the clients of WRIS, and not the profits of the trading area nor the profits of the firm.

WRIS is charged for trade executions by venues the firm engages for such purposes – usually in the form of a per ticket charge for trades executed by WRIS with Pershing as the clearing firm.

In addition, WRIS is charged pennies per share by other venues such as the NYSE, NYSE Euronext (previously known as the AMEX), ECNs and other market centers.

### **Payments Received by WRIS in the form of volume rebates**

As part of Pershing's overall pricing structures with their correspondents for clearing and other services, Pershing rebates certain clearing fees to correspondents based on monthly trading volumes. Presently, WRIS receives such a rebate.

WRIS itself is not a venue for any security and does not maintain proprietary systems of its own. WRIS is an introducing broker-dealer and does not execute trades for customers.

### **Payment received by WRIS in the form of Payment for Order Flow / Material Aspects of Relationship with Venue.**

WRIS does not receive payment for order flow for any listed securities, NASDAQ securities, or option securities.

### **Routing Orders**

In routing correspondent's order flow, Pershing relies on its best execution review in determining the best available market or venue to route the orders.

At WRIS, as an independent broker/dealer, we believe that having more than one venue in which to transact our client orders gives us the best opportunity to provide a quality execution for our clients. WRIS will route customer orders to various venues based on several factors including but not limited to:

## **SEC Rule 606 Order Routing Disclosure (continued)**

1. The size of the order
2. Favorable execution price and the opportunity to price improve when possible
3. Trading characteristics of the security including volatility and liquidity
4. Reliable market data

Our goal is to provide quality executions for our clients. These venues allow WRIS to follow and monitor our client orders from beginning to end to ensure a quality execution.

Please note that at WRIS, for non-directed orders, our discretion is limited only to whether we allow Pershing to execute orders (and in so Pershing would select the ultimate executing entity or execute in house); or whether we choose to execute external to Pershing and directly on the exchange itself. We currently choose the exchange at times for certain orders (for some equity securities listed on the NYSE, the NYSE Euronext (previously known as the AMEX), regional exchanges, as well as for exchange-listed options) in cases where costs may be lower and better execution is expected, at the direction of the registered representative or operations/order entry staff of WRIS.

### **Reporting Requirements & For Further Information**

It is our responsibility to make this report available on our public website [www.westportris.com](http://www.westportris.com) for each calendar quarter, published within one month after quarter-end. Customers can request details on the identity of the venue to which the customer's orders were routed for execution in the six months prior to the request date, whether the orders were directed at the customer's request to a specific venue for execution and the time of the executions, if any, that resulted from those orders.

Customers may also request up to six months of this information in hardcopy on all orders for a specific time period and/or on individual securities. For further general information on our trade practices or for any specific questions you may have in regard to these issues, please contact your WRIS registered representative.

# SEC Rule 606 Quarterly Report for the Quarter Ending September 30, 2017

## Securities Listed on New York Stock Exchange

### Summary Statistics:

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	81.80%
Limit orders as percentage of total non-directed orders	18.20%
Other orders as percentage of total non-directed orders	0.00%

### Venues Receiving Significant Percentage of Total Non-Directed Orders:

BNY Mellon Capital Markets LLC	62.50%
Virtu Americas LLC	10.50%
Two Sigma Securities	8.60%
UBS Securities	7.50%
Citadel Derivatives Group	5.90%
G1 Execution Services LLC	5.00%

### Information Concerning Significant Venues:

#### 1. BNY Mellon Capital Markets LLC

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	61.4%
Limit orders as percentage of total limit orders	67.5%
Other orders as percentage of total other orders	0.0%

#### 2. Virtu Americas LLC

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	11.1%
Limit orders as percentage of total limit orders	7.5%
Other orders as percentage of total other orders	0.0%

#### 3. Two Sigma Securities

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	9.7%
Limit orders as percentage of total limit orders	3.8%
Other orders as percentage of total other orders	0.0%

#### 4. UBS Securities

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	6.9%
Limit orders as percentage of total limit orders	10.0%
Other orders as percentage of total other orders	0.0%

#### 5. Citadel Derivatives Group

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	5.6%
Limit orders as percentage of total limit orders	7.5%
Other orders as percentage of total other orders	0.0%

#### 6. G1 Execution Services LLC

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	5.3%
Limit orders as percentage of total limit orders	3.8%
Other orders as percentage of total other orders	0.0%

# SEC Rule 606 Quarterly Report for the Quarter Ending September 30, 2017

## Securities Listed on The NASDAQ Stock Market

### Summary Statistics:

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	87.50%
Limit orders as percentage of total non-directed orders	12.50%
Other orders as percentage of total non-directed orders	0.00%

### Venues Receiving Significant Percentage of Total Non-Directed Orders:

1.	BNY Mellon Capital Markets LLC	48.2%
2.	Virtu Americas LLC	20.5%
3.	Citadel Derivatives Group	12.5%
4.	UBS Securities	9.8%

### Information Concerning Significant Venues:

#### 1. BNY Mellon Capital Markets LLC

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	53.1%
Limit orders as percentage of total limit orders	14.3%
Other orders as percentage of total other orders	0.0%

#### 2. Virtu Americas LLC

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	18.4%
Limit orders as percentage of total limit orders	35.7%
Other orders as percentage of total other orders	0.0%

#### 3. Citadel Derivatives Group

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	11.2%
Limit orders as percentage of total limit orders	21.4%
Other orders as percentage of total other orders	0.0%

#### 4. UBS Securities

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	8.2%
Limit orders as percentage of total limit orders	21.4%
Other orders as percentage of total other orders	0.0%

# SEC Rule 606 Quarterly Report for the Quarter Ending September 30, 2017

## Securities Listed on NYSE Amex or Regional Exchanges

### Summary Statistics:

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	87.80%
Limit orders as percentage of total non-directed orders	12.20%
Other orders as percentage of total non-directed orders	0.00%

### Venues Receiving Significant Percentage of Total Non-Directed Orders:

1.	BNY Mellon Capital Markets LLC	51.0%
2.	Virtu Americas LLC	17.3%
3.	UBS Securities	11.2%
4.	Citadel Derivatives Group	10.2%
5.	Two Sigma Securities	7.1%

### Information Concerning Significant Venues:

#### 1. BNY Mellon Capital Markets LLC

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	48.8%
Limit orders as percentage of total limit orders	66.7%
Other orders as percentage of total other orders	0.0%

#### 2. Virtu Americas LLC

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	18.6%
Limit orders as percentage of total limit orders	8.3%
Other orders as percentage of total other orders	0.0%

#### 3. UBS Securities

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	11.6%
Limit orders as percentage of total limit orders	8.3%
Other orders as percentage of total other orders	0.0%

#### 4. Citadel Derivatives Group

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	10.5%
Limit orders as percentage of total limit orders	8.3%
Other orders as percentage of total other orders	0.0%

#### 5. Two Sigma Securities

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	7.0%
Limit orders as percentage of total limit orders	8.3%
Other orders as percentage of total other orders	0.0%

# SEC Rule 606 Quarterly Report for the Quarter Ending September 30, 2017

## Exchange - Listed Options

### Summary Statistics:

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	0.00%
Limit orders as percentage of total non-directed orders	31.00%
Other orders as percentage of total non-directed orders	69.00%

### Venues Receiving Significant Percentage of Total Non-Directed Orders:

1. International Securities Exchange	60.7%
2. BATS BZX Exchange	10.1%
3. NASDAQ Exchange	8.9%
4. NASDAQ OMX PHLX	7.7%
5. Chicago Board Options Exchange	5.4%

### Information Concerning Significant Venues:

#### 1. International Securities Exchange

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	0.0%
Limit orders as percentage of total limit orders	0.0%
Other orders as percentage of total other orders	87.9%

#### 2. BATS BZX Exchange

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	0.0%
Limit orders as percentage of total limit orders	32.7%
Other orders as percentage of total other orders	0.0%

#### 3. NASDAQ Exchange

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	0.0%
Limit orders as percentage of total limit orders	28.8%
Other orders as percentage of total other orders	0.0%

#### 4. NASDAQ OMX PHLX

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	0.0%
Limit orders as percentage of total limit orders	17.3%
Other orders as percentage of total other orders	3.4%

#### 5. Chicago Board Options Exchange

##### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	0.0%
Limit orders as percentage of total limit orders	1.9%
Other orders as percentage of total other orders	6.9%