

**NATIONAL FINANCIAL SERVICES LLC
82 DEVONSHIRE STREET
BOSTON, MA 02109**

SEC Rule 606 Quarterly Report for the Quarter Ending September 30, 2008

National Financial Services LLC (NFS) has prepared this report pursuant to U.S Securities and Exchange Commission Rule 606 which requires broker-dealer firms to make publicly available quarterly reports on their routing practices. This report provides information on the routing of "non-directed orders" -any order that the customer has not specifically instructed to be routed to a particular venue for execution. For these non-directed orders, NFS has selected the execution venue on behalf of its customers.

The report is divided into four sections:

1. Securities listed on the NYSE Euronext;
2. Securities listed on the Nasdaq Stock Market;
3. Securities listed on the American Stock Exchange or regional exchanges; and
4. Exchange listed options

For each section, this report identifies the venues most often selected by NFS, sets forth the percentage of various types of orders routed to the venues and discusses the material aspects of the broker-dealer's relationship with the venues.

1. NYSE Euronext

NYSE Summary Statistics :

Non-directed orders as percentage of total customer orders	98.46%
Market orders as percentage of total non-directed orders	42.90%
Limit orders as percentage of total non-directed orders	39.73%
Other orders as percentage of total non-directed orders	17.36%

Venues Receiving Significant Percentage of Total Non-Directed Orders :

Venue	Total	Total Market Orders	Total Limit Orders	Total Other Orders
1. NYSE Euronext	55.04%	85.83%	5.10%	93.23%
2. National Financial Services L.L.C.	25.29%	4.70%	58.55%	0.03%
3. BATS Trading, Inc.	5.26%	0.61%	12.57%	Less than 0.01%
4. Knight Capital Markets, L.L.C.	2.98%	3.85%	3.32%	0.04%
5. BIDS Trading L.P.	2.50%	Less than 0.01%	6.30%	0.00%

Material Aspect of Relationship with Venue

- National Financial Services LLC (NFS) owns and operates a floor brokerage operation on the NYSE floor and stands to share in 100% of whatever commissions are generated by acting as agent in the crossing of customer orders. At September 30, 2008, NFS also owned directly or indirectly 83,192 shares of common stock of NYSE Euronext and stands to benefit from any future appreciation in the share price on the NYSE Euronext's common stock.
- National Financial Services LLC (NFS) operates a registered ATS for crossing opportunities.
- National Financial Services LLC (NFS) received a credit on average of \$.002 per share for each order routed by it to BATS Trading, Inc that added liquidity to BATS Trading, Inc and which subsequently executed. NFS was charged fees on average of \$.003 per share for each order that removed liquidity from BATS Trading, Inc.
- National Financial Services LLC (NFS) received payment from Knight Capital Markets for directing listed equity order flow to this venue. Payment received averaged less than \$.008 per share for order flow executed in the third quarter 2008.
- National Financial Services LLC (NFS) has no material relationship with BIDS Trading L.P.

2. Nasdaq Stock Market

Nasdaq Summary Statistics :

Non-directed orders as percentage of total customer orders	96.42%
Market orders as percentage of total non-directed orders	32.99%
Limit orders as percentage of total non-directed orders	52.34%
Other orders as percentage of total non-directed orders	14.68%

Venues Receiving Significant Percentage of Total Non-Directed Orders :

Venue	Total	Total Market Orders	Total Limit Orders	Total Other Orders
1. National Financial Services L.L.C.	36.00%	13.10%	60.54%	0.01%
2. NYSE Arca	22.91%	68.55%	0.56%	0.00%
3. Knight Equity Markets, L.P.	7.57%	11.72%	7.08%	Less than 0.01%
4. Nasdaq Stock Market	7.07%	0.00%	0.00%	48.17%
5. Goldman, Sachs & Co.	5.68%	0.01%	0.00%	38.71%
6. BIDS Trading L.P.	5.35%	Less than 0.01%	10.22%	0.00%
7. BATS Trading, Inc.	4.66%	0.91%	8.33%	0.00%
8. Morgan Stanley & Co. Incorporated	3.86%	1.05%	6.71%	0.00%

Material Aspect of Relationship with Venue

- National Financial Services LLC NFS operates a registered ATS for crossing opportunities.
- NFS received a credit on average of \$.0022 per share for each order routed by it to NYSE Arca (ARCA) that added liquidity to ARCA and which subsequently executed. NFS was charged fees on average of \$.0031 per share for each order that removed liquidity from ARCA. At September 30, 2008, NFS also owned directly or indirectly 83,192 shares of common stock of NYSE Euronext and stands to benefit from any future appreciation in the share price of the NYSE Euronext's common stock.
- NFS received payment from Knight Equity Markets, L.P. for directing Nasdaq equity order flow to this venue. Payment received averaged less than \$.0008 per share for order flow executed in the third quarter 2008.
- National Financial Services LLC (NFS) received a credit on average of \$.002 per share for each order routed by it to the Nasdaq Stock Market that added liquidity to the Nasdaq Stock Market and which subsequently executed. NFS was charged fees on average of \$.003 per share for each order that removed liquidity from the Nasdaq Stock Market.
- National Financial Services LLC (NFS) has no material relationship with Goldman, Sachs & Co..
- National Financial Services LLC (NFS) has no material relationship with BIDS Trading, L.P.
- National Financial Services LLC (NFS) received a credit on average of \$.002 per share for each order routed by it to BATS Trading, Inc. that added liquidity to BATS Trading, Inc and which subsequently executed. NFS was charged fees on average of \$.003 per share for each order that removed liquidity from BATS Trading, Inc..
- National Financial Services LLC (NFS) has no material relationship with Morgan Stanley & Co, Inc.

3. American Stock Exchange (AMEX) or Regional Exchanges

AMEX or Regional Summary Statistics :

Non-directed orders as percentage of total customer orders	97.72%
Market orders as percentage of total non-directed orders	8.88%
Limit orders as percentage of total non-directed orders	80.19%
Other orders as percentage of total non-directed orders	10.93%

Venues Receiving Significant Percentage of Total Non-Directed Orders :

Venue	Total	Total Market Orders	Total Limit Orders	Total Other Orders
1. National Financial Services L.L.C.	72.63%	43.78%	85.72%	0.05%
2. American Stock Exchange	11.42%	12.43%	0.33%	91.92%
3. BATS Trading, Inc.	4.18%	3.50%	4.82%	0.00%
4. NYSE Arca	3.07%	24.91%	1.07%	0.00%

Material Aspect of Relationship with Venue

- National Financial Services LLC (NFS) operates a registered ATS for crossing opportunities.
- National Financial Services LLC (NFS) has no material relationship with the American Stock Exchange.
- National Financial Services LLC (NFS) received a credit on average of \$.003 per share for each order routed by it to BATS Trading, Inc. that added liquidity to BATS Trading, Inc and which subsequently executed. NFS was charged fees on average of \$.003 per share for each order that removed liquidity from BATS Trading, Inc.
- National Financial Services LLC (NFS) received a credit on average of \$.0024 per share for each order routed by it to NYSE Arca that added liquidity to NYSE Arca and which subsequently executed. NFS was charged fees on average of \$.0039 per share for each order that removed liquidity from NYSE Arca. At September 30, 2008, NFS owned directly or indirectly 83,192 shares of common stock of NYSE Euronext and stands to benefit from any future appreciation in the share price on the NYSE Euronext's common stock.

Clearing, custody, or other brokerage services may be provided by National Financial Services LLC, or Fidelity Brokerage Services LLC, Members NYSE, SIPC.

4. Exchange Listed Options

Exchange Listed Options Summary Statistics :

Non-directed orders as percentage of total customer orders	65.82%
Market orders as percentage of total non-directed orders	26.57%
Limit orders as percentage of total non-directed orders	73.43%
Other orders as percentage of total non-directed orders	0.00%

Venues Receiving Significant Percentage of Total Non-Directed Orders :

Venue	Total	Total Market Orders	Total Limit Orders	Total Other Orders
1. The Chicago Board Options Exchange	40.00%	49.44%	36.59%	0.00%
2. The International Securities Exchange	18.51%	3.37%	23.98%	0.00%
3. The Philadelphia Stock Exchange	17.91%	8.99%	21.14%	0.00%
4. NYSE ARCA	11.04%	6.74%	12.60%	0.00%
5. The Boston Option Exchange	4.18%	5.62%	3.66%	0.00%

Material Aspect of Relationship with Venue

- NFS routes orders in exchange-listed options to one or more broker-dealer intermediaries, which, in turn, use smart order routing technology to seek the best execution available in the market. Payments received from these broker-dealer intermediaries averaged less than \$.70 per contract.
- As of September 30, 2008, NFS owned directly or indirectly 83,192 shares of NYSE Euronext common stock and stands to benefit from any future appreciation in the share price of the NYSE Euronext's common stock.

Note: Column Heading Definitions

Venue - Routing destination to which a significant percentage of total non-directed orders are

Total - Total percent of all non-directed orders routed to this venue.

Total Market Orders - Percent of all non-directed market orders routed to this venue.

Total Limit Orders - Percent of all non-directed limit orders routed to this venue.

Total Other Orders - Percent of all non-directed other orders routed to this venue. Other orders are defined as orders not specifically designated market or limit, such as stop orders.