## 2nd Quarter 2008 SEC Rule 11AC1-6

AFS, LLC is making publicly available quarterly reports of it's order routing practices in compliance with SEC Rules 11AC1-6. The report provides information on the routing of non-directed orders (orders that the customer did not specifically instruct AFS, LLC be routed to a particular venue for execution). AFS, LLC does not route or direct an order to a specific venue and does not participate in payment for order flow arrangements. All brokerage orders are forwarded to our clearing broker dealer, National Financial Services (NFS), for execution. NFS's routing practices may be viewed at <a href="https://www.nationalfinancial.com">www.nationalfinancial.com</a>.

The report is divided into four sections: Securities listed on the (1) New York Stock Exchange, (2) Nasdaq, (3) American and (4) exchange listed options.

Note: Broker-dealers are required to disclose any material arrangements with the venues listed in each section below, including, but not limited to, any internalization or payment for order flow arrangements.

# **AFY**

# ALLSTATE FINANCIAL SERVICES LLC 2920 SOUTH 84TH STREET LINCOLN, NE 68506

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

# **Securities Listed on NYSE Euronext**

#### **Summary Statistics:**

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	75.95%
Limit orders as percentage of total non-directed orders	19.82%
Other orders as percentage of total non-directed orders	4.23%

## <u>Venues Receiving Significant Percentage of Total Non-Directed Orders :</u>

<ol> <li>Automated Trading Desk Financial Services, L.L.C.</li> </ol>	31.06%
2. Knight Capital Markets, L.L.C.	25.62%
<ol><li>Citadel Derivatives Group, L.L.C.</li></ol>	17.28%
4. Madoff (Bernard L.) Investment Securities, L.L.C.	15.65%
5. UBS Securities, L.L.C.	6.28%
NYSE Euronext	2.72%
7. National Financial Services L.L.C.	1.33%
8. Unknown	0.06%

## Information Concerning Significant Venues :

1. Automated Trading Desk Financial Services, L.L.C.

#### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	33.41%
Limit orders as percentage of total limit orders	28.66%
Other orders as percentage of total other orders	0.00%

2. Knight Capital Markets, L.L.C.

Market orders as percentage of total market orders	22.20%
Limit orders as percentage of total limit orders	23.48%
Other orders as percentage of total other orders	97.14%

## 3. Citadel Derivatives Group, L.L.C.

Types	of	Ordere	Pouted	to	Venue:

Market orders as percentage of total market orders	18.85%
Limit orders as percentage of total limit orders	14.94%
Other orders as percentage of total other orders	0.00%

## 4. Madoff (Bernard L.) Investment Securities, L.L.C.

## Types of Orders Routed to Venue :

Market orders as percentage of total market orders	14.00%
Limit orders as percentage of total limit orders	25.30%
Other orders as percentage of total other orders	0.00%

## 5. UBS Securities, L.L.C.

## Types of Orders Routed to Venue:

Market orders as percentage of total market orders	6.36%
Limit orders as percentage of total limit orders	6.71%
Other orders as percentage of total other orders	2.86%

#### 6. NYSE Euronext

## Types of Orders Routed to Venue :

Market orders as percentage of total market orders	3.50%
Limit orders as percentage of total limit orders	0.30%
Other orders as percentage of total other orders	0.00%

#### 7. National Financial Services L.L.C.

#### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	1.67%
Limit orders as percentage of total limit orders	0.30%
Other orders as percentage of total other orders	0.00%

#### 8. Unknown

Market orders as percentage of total market orders	0.00%
Limit orders as percentage of total limit orders	0.30%
Other orders as percentage of total other orders	0.00%

## **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	71.62%
Limit orders as percentage of total non-directed orders	23.93%
Other orders as percentage of total non-directed orders	4.44%

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

	UBS Securities, L.L.C.	23.42%
2.	Automated Trading Desk Financial Services, L.L.C.	23.08%
3.	Knight Equity Markets, L.P.	23.08%
4.	Citadel Derivatives Group, L.L.C.	20.00%
5.	Madoff (Bernard L.) Investment Securities, L.L.C.	7.86%
6.	National Financial Services L.L.C.	1.71%
7.	Citigroup Global Markets, Inc.	0.68%
8.	Unknown	0.17%

## Information Concerning Significant Venues :

1. UBS Securities, L.L.C.

## Types of Orders Routed to Venue:

Market orders as percentage of total market orders	22.20%
Limit orders as percentage of total limit orders	26.43%
Other orders as percentage of total other orders	26.92%

## 2. Automated Trading Desk Financial Services, L.L.C.

## Types of Orders Routed to Venue:

Market orders as percentage of total market orders	23.39%
Limit orders as percentage of total limit orders	23.57%
Other orders as percentage of total other orders	15.38%

## 3. Knight Equity Markets, L.P.

## Types of Orders Routed to Venue :

Market orders as percentage of total market orders	20.76%
Limit orders as percentage of total limit orders	24.29%
Other orders as percentage of total other orders	53.85%

## 4. Citadel Derivatives Group, L.L.C.

## Types of Orders Routed to Venue:

Market orders as percentage of total market orders	21.96%
Limit orders as percentage of total limit orders	17.14%
Other orders as percentage of total other orders	3.85%

## 5. Madoff (Bernard L.) Investment Securities, L.L.C.

Market orders as percentage of total market orders	8.83%
Limit orders as percentage of total limit orders	6.43%
Other orders as percentage of total other orders	0.00%

## 6. National Financial Services L.L.C.

Types of Orders Routed to Venue:

Market orders as percentage of total market orders	2.15%
Limit orders as percentage of total limit orders	0.71%
Other orders as percentage of total other orders	0.00%

## 7. Citigroup Global Markets, Inc.

## Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.72%
Limit orders as percentage of total limit orders	0.71%
Other orders as percentage of total other orders	0.00%

## 8. Unknown

Market orders as percentage of total market orders	0.00%
Limit orders as percentage of total limit orders	0.71%
Other orders as percentage of total other orders	0.00%

## Securities Listed on The American Stock Exchange 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	85.84%
Limit orders as percentage of total non-directed orders	11.59%
Other orders as percentage of total non-directed orders	2.58%

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

1.	Knight Capital Markets, L.L.C.	43.35%
2.	Citadel Derivatives Group, L.L.C.	16.31%
3.	Archipelago Trading Services, Inc.	9.44%
4.	Madoff (Bernard L.) Investment Securities, L.L.C.	9.01%
5.	UBS Securities, L.L.C.	6.87%
6.	American Stock Exchange	6.01%
7.	Automated Trading Desk Financial Services, L.L.C.	6.01%
8.	National Financial Services L.L.C.	1.72%
9.	Domestic Securities Inc.	1.29%

#### Information Concerning Significant Venues :

1. Knight Capital Markets, L.L.C.

## Types of Orders Routed to Venue:

Market orders as percentage of total market orders	41.00%
Limit orders as percentage of total limit orders	51.85%
Other orders as percentage of total other orders	83.33%

#### 2. Citadel Derivatives Group, L.L.C.

## Types of Orders Routed to Venue :

Market orders as percentage of total market orders	17.50%
Limit orders as percentage of total limit orders	7.41%
Other orders as percentage of total other orders	16.67%

### 3. Archipelago Trading Services, Inc.

#### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	9.50%
Limit orders as percentage of total limit orders	11.11%
Other orders as percentage of total other orders	0.00%

## 4. Madoff (Bernard L.) Investment Securities, L.L.C.

#### Types of Orders Routed to Venue:

Market orders as percentage of total market orders	10.00%
Limit orders as percentage of total limit orders	3.70%
Other orders as percentage of total other orders	0.00%

## 5. UBS Securities, L.L.C.

Market orders as percentage of total market orders	7.50%
Limit orders as percentage of total limit orders	3.70%
Other orders as percentage of total other orders	0.00%

## 6. American Stock Exchange

Types of Orders Routed to Venue:

Market orders as percentage of total market orders	6.00%
Limit orders as percentage of total limit orders	7.41%
Other orders as percentage of total other orders	0.00%

## 7. Automated Trading Desk Financial Services, L.L.C.

# Types of Orders Routed to Venue :

Market orders as percentage of total market orders	5.00%
Limit orders as percentage of total limit orders	14.81%
Other orders as percentage of total other orders	0.00%

## 8. National Financial Services L.L.C.

## Types of Orders Routed to Venue :

Market orders as percentage of total market orders	2.00%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

## 9. Domestic Securities Inc.

Market orders as percentage of total market orders	1.50%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

## **Exchange - Listed Options**

## **Summary Statistics:**

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