

BrokerCheck Report

CAPITAL RESOURCES, INC.

CRD# 16899

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When communicating online or investing with any professional, make sure you know who you're dealing with. [Imposters](#) might link to sites like BrokerCheck from [phishing](#) or similar scam websites, or through [social media](#), trying to steal your personal information or your money.

Please contact FINRA with any concerns.

About BrokerCheck®

BrokerCheck offers information on all current, and many former, registered securities brokers, and all current and former registered securities firms. FINRA strongly encourages investors to use BrokerCheck to check the background of securities brokers and brokerage firms before deciding to conduct, or continue to conduct, business with them.

- **What is included in a BrokerCheck report?**

- BrokerCheck reports for individual brokers include information such as employment history, professional qualifications, disciplinary actions, criminal convictions, civil judgments and arbitration awards. BrokerCheck reports for brokerage firms include information on a firm's profile, history, and operations, as well as many of the same disclosure events mentioned above.

- Please note that the information contained in a BrokerCheck report may include pending actions or allegations that may be contested, unresolved or unproven. In the end, these actions or allegations may be resolved in favor of the broker or brokerage firm, or concluded through a negotiated settlement with no admission or finding of wrongdoing.

- **Where did this information come from?**

- The information contained in BrokerCheck comes from FINRA's Central Registration Depository, or CRD® and is a combination of:
 - o information FINRA and/or the Securities and Exchange Commission (SEC) require brokers and brokerage firms to submit as part of the registration and licensing process, and
 - o information that regulators report regarding disciplinary actions or allegations against firms or brokers.

- **How current is this information?**

- Generally, active brokerage firms and brokers are required to update their professional and disciplinary information in CRD within 30 days. Under most circumstances, information reported by brokerage firms, brokers and regulators is available in BrokerCheck the next business day.

- **What if I want to check the background of an investment adviser firm or investment adviser representative?**

- To check the background of an investment adviser firm or representative, you can search for the firm or individual in BrokerCheck. If your search is successful, click on the link provided to view the available licensing and registration information in the SEC's Investment Adviser Public Disclosure (IAPD) website at <https://www.adviserinfo.sec.gov>. In the alternative, you may search the IAPD website directly or contact your state securities regulator at <http://www.finra.org/Investors/ToolsCalculators/BrokerCheck/P455414>.

- **Are there other resources I can use to check the background of investment professionals?**

- FINRA recommends that you learn as much as possible about an investment professional before deciding to work with them. Your state securities regulator can help you research brokers and investment adviser representatives doing business in your state.

• **Thank you for using FINRA BrokerCheck.**



Using this site/information means that you accept the FINRA BrokerCheck Terms and Conditions. A complete list of Terms and Conditions can be found at brokercheck.finra.org



For additional information about the contents of this report, please refer to the User Guidance or www.finra.org/brokercheck. It provides a glossary of terms and a list of frequently asked questions, as well as additional resources. For more information about FINRA, visit www.finra.org.



CAPITAL RESOURCES, INC.
CRD# 16899
SEC# 8-34710

Main Office Location
4957 SWEET BIRCH DRIVE
ROCKVILLE, MD 20853

Mailing Address
4957 SWEET BIRCH DRIVE
ROCKVILLE, MD 20853

Business Telephone Number
301-924-2100

Report Summary for this Firm

This report summary provides an overview of the brokerage firm. Additional information for this firm can be found in the detailed report.

Firm Profile

This firm is classified as a corporation.
This firm was formed in District of Columbia on 05/07/1986.
Its fiscal year ends in February.

Firm History

Information relating to the brokerage firm's history such as other business names and successions (e.g., mergers, acquisitions) can be found in the detailed report.

Firm Operations

This brokerage firm is no longer registered with FINRA or a national securities exchange.

Disclosure Events

Brokerage firms are required to disclose certain criminal matters, regulatory actions, civil judicial proceedings and financial matters in which the firm or one of its control affiliates has been involved.

Are there events disclosed about this firm? **Yes**

The following types of disclosures have been reported:

Type	Count
Regulatory Event	2

Registration Withdrawal Information

This section provides information relating to the date the brokerage firm ceased doing business and the firm's financial obligations to customers or other brokerage firms.



Date firm ceased business: 11/30/2005

Does this brokerage firm owe any money or securities to any customer or brokerage firm? No



Firm Profile

This firm is classified as a corporation.

This firm was formed in District of Columbia on 05/07/1986.

Its fiscal year ends in February.

Firm Names and Locations

This section provides the brokerage firm's full legal name, "Doing Business As" name, business and mailing addresses, telephone number, and any alternate name by which the firm conducts business and where such name is used.

CAPITAL RESOURCES, INC.

Doing business as CAPITAL RESOURCES, INC.

CRD# 16899

SEC# 8-34710

Main Office Location

4957 SWEET BIRCH DRIVE
ROCKVILLE, MD 20853

Mailing Address

4957 SWEET BIRCH DRIVE
ROCKVILLE, MD 20853

Business Telephone Number

301-924-2100



Firm Profile

This section provides information relating to all direct owners and executive officers of the brokerage firm.

Direct Owners and Executive Officers

Legal Name & CRD# (if any):	CAPITAL RESOURCES GROUP, INC.
Is this a domestic or foreign entity or an individual?	Domestic Entity
Position	PARENT COMPANY
Position Start Date	01/1986
Percentage of Ownership	75% or more
Does this owner direct the management or policies of the firm?	Yes
Is this a public reporting company?	No

Legal Name & CRD# (if any):	GONSALVES, AGNELO GUSTAVO 2235873
Is this a domestic or foreign entity or an individual?	Individual
Position	PRESIDENT / CEO / CFO / CCO
Position Start Date	06/2004
Percentage of Ownership	Less than 5%
Does this owner direct the management or policies of the firm?	Yes
Is this a public reporting company?	

Legal Name & CRD# (if any):	ROCHESTER, CATHERINE KOZLOW 1418084
Is this a domestic or foreign entity or an individual?	Individual
Position	DIRECTOR
Position Start Date	05/1986

Firm Profile



Direct Owners and Executive Officers (continued)

Percentage of Ownership	Less than 5%
Does this owner direct the management or policies of the firm?	Yes
Is this a public reporting company?	No
Legal Name & CRD# (if any):	ROCHESTER, DAVID PATRICK SR 1536204
Is this a domestic or foreign entity or an individual?	Individual
Position	DIRECTOR
Position Start Date	05/1986
Percentage of Ownership	Less than 5%
Does this owner direct the management or policies of the firm?	Yes
Is this a public reporting company?	No



Firm Profile

This section provides information relating to any indirect owners of the brokerage firm.

Indirect Owners

Legal Name & CRD# (if any):	ROCHESTER, CATHERINE KOZLOW 1418084
Is this a domestic or foreign entity or an individual?	Individual
Company through which indirect ownership is established	CAPITAL RESOURCES GROUP, INC.
Relationship to Direct Owner	SHAREHOLDER
Relationship Established	01/1986
Percentage of Ownership	50% but less than 75%
Does this owner direct the management or policies of the firm?	Yes
Is this a public reporting company?	No

Legal Name & CRD# (if any):	ROCHESTER, DAVID PATRICK SR 1536204
Is this a domestic or foreign entity or an individual?	Individual
Company through which indirect ownership is established	CAPITAL RESOURCES GROUP, INC.
Relationship to Direct Owner	SHAREHOLDER
Relationship Established	01/1986
Percentage of Ownership	25% but less than 50%
Does this owner direct the management or policies of the firm?	Yes
Is this a public reporting company?	No

Firm History

This section provides information relating to any successions (e.g., mergers, acquisitions) involving the firm.

No information reported.



Firm Operations



Registrations

This section provides information about the regulators (Securities and Exchange Commission (SEC), self-regulatory organizations (SROs), and U.S. states and territories) with which the brokerage firm is currently registered and licensed, the date the license became effective, and certain information about the firm's SEC registration.

This firm is no longer registered.

The firm's registration was from 12/30/1985 to 01/30/2006.



Firm Operations

Types of Business

This section provides the types of business, including non-securities business, the brokerage firm is engaged in or expects to be engaged in.

This firm currently conducts 1 type of business.

Types of Business

Underwriter or selling group participant (corporate securities other than mutual funds)

Other Types of Business

This firm does not effect transactions in commodities, commodity futures, or commodity options.

This firm does engage in other non-securities business.

Non-Securities Business Description: 11B NON-SECURITIES BUSINESS TRANSACTIONS INCLUDE FINANCIAL CONSULT- ING FOR COMPANIES (I.E., BUSINESS PLANS, MERGERS AND ACQUISITIONS, ETC.) AND DATA PROCESSING SERVICES FOR COMPANIES.

Firm Operations



Clearing Arrangements

This firm does not hold or maintain funds or securities or provide clearing services for other broker-dealer(s).

Introducing Arrangements

This firm does not refer or introduce customers to other brokers and dealers.

Firm Operations

Industry Arrangements



This firm does not have books or records maintained by a third party.

This firm does not have accounts, funds, or securities maintained by a third party.

This firm does not have customer accounts, funds, or securities maintained by a third party.

Control Persons/Financing

This firm does not have individuals who control its management or policies through agreement.

This firm does not have individuals who wholly or partly finance the firm's business.



Firm Operations

Organization Affiliates

This section provides information on control relationships the firm has with other firms in the securities, investment advisory, or banking business.

This firm is not, directly or indirectly:

- in control of
 - controlled by
 - or under common control with
- the following partnerships, corporations, or other organizations engaged in the securities or investment advisory business.**

This firm is not directly or indirectly, controlled by the following:

- bank holding company
- national bank
- state member bank of the Federal Reserve System
- state non-member bank
- savings bank or association
- credit union
- or foreign bank



Disclosure Events

All firms registered to sell securities or provide investment advice are required to disclose regulatory actions, criminal or civil judicial proceedings, and certain financial matters in which the firm or one of its control affiliates has been involved. For your convenience, below is a matrix of the number and status of disclosure events involving this brokerage firm or one of its control affiliates. Further information regarding these events can be found in the subsequent pages of this report.

	Pending	Final	On Appeal
Regulatory Event	0	2	0



Disclosure Event Details

What you should know about reported disclosure events:

1. **BrokerCheck provides details for any disclosure event that was reported in CRD. It also includes summary information regarding FINRA arbitration awards in cases where the brokerage firm was named as a respondent.**
2. **Certain thresholds must be met before an event is reported to CRD, for example:**
 - o A law enforcement agency must file formal charges before a brokerage firm is required to disclose a particular criminal event.
3. **Disclosure events in BrokerCheck reports come from different sources:**
 - o Disclosure events for this brokerage firm were reported by the firm and/or regulators. When the firm and a regulator report information for the same event, both versions of the event will appear in the BrokerCheck report. The different versions will be separated by a solid line with the reporting source labeled.
4. **There are different statuses and dispositions for disclosure events:**
 - o A disclosure event may have a status of *pending*, *on appeal*, or *final*.
 - A "pending" event involves allegations that have not been proven or formally adjudicated.
 - An event that is "on appeal" involves allegations that have been adjudicated but are currently being appealed.
 - A "final" event has been concluded and its resolution is not subject to change.
 - o A final event generally has a disposition of *adjudicated*, *settled* or *otherwise resolved*.
 - An "adjudicated" matter includes a disposition by (1) a court of law in a criminal or civil matter, or (2) an administrative panel in an action brought by a regulator that is contested by the party charged with some alleged wrongdoing.
 - A "settled" matter generally involves an agreement by the parties to resolve the matter. Please note that firms may choose to settle customer disputes or regulatory matters for business or other reasons.
 - A "resolved" matter usually involves no payment to the customer and no finding of wrongdoing on the part of the individual broker. Such matters generally involve customer disputes.
5. **You may wish to contact the brokerage firm to obtain further information regarding any of the disclosure events contained in this BrokerCheck report.**

Regulatory - Final

This type of disclosure event involves (1) a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, self-regulatory organization, federal regulator such as the U.S. Securities and Exchange Commission, foreign financial regulatory body) for a violation of investment-related rules or regulations; or (2) a revocation or suspension of the authority of a brokerage firm or its control affiliate to act as an attorney, accountant or federal contractor.

Disclosure 1 of 2

Reporting Source: Regulator

Current Status: Final



Allegations:	VIOLETIONS OF NASD RULES 2110, IM-2110-2 THEREUNDER, 3010, 3110 AND 3110(A), SEC RULES 15C2-4, 17A-3(A)(1) AND 17A3-(A)(6), AND NASD MEMBERSHIP AND REGISTRATION RULE 1120(B)
Initiated By:	NASD
Date Initiated:	02/11/1999
Docket/Case Number:	C05990001
Principal Product Type:	Other
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	02/11/1999
Sanctions Ordered:	Censure Monetary/Fine \$13,500.00
Other Sanctions Ordered:	
Sanction Details:	RESPONDENT MEMBER IS CENSURED, FINED \$13,500, AND REQUIRED WITHIN 60 DAYS OF THE ACCEPTANCE DATE OF THIS AWC TO REVIEW AND REVISE ITS WRITTEN SUPERVISORY PROCEDURES TO ENSURE IN A MANNER SATISFACTORY TO NASD THAT THE FOLLOWING PROCEDURES ARE MAINTAINED, IMPLEMENTED, AND ENFORCED: (A) UNDERWRITING OF PRIVATE PLACEMENT OFFERINGS, (B) ESTABLISHMENT AND USE OF BANK ESCROW ACCOUNTS IN CONTINGENCY OFFERINGS, (C) RANKING OF SIMULTANEOUS LIMIT ORDERS, (D) SEC ORDER HANDLING RULE 11AC1-4, (E) COMPLIANCE WITH THE REPORT OF SEC UNDER SECTION 21(A) OF THE SECURITIES EXCHANGE ACT OF 1934 REGARDING REVIEW OF FIRM'S ACTIVITIES IN ORDER TO ASSURE COMPLIANCE WITH THE ANTI-INITIMIDATION/COORDINATION PROVISIONS OF IM-2110-5, AND DESIGNATION OF THE RESPONSIBLE PARTY THEREFOR, (F) DOCUMENTATION OF THE TERMS AND CONDITIONS FOR LIMIT ORDERS, INCLUDING NOTATION AND TIME STAMPING OF CUSTOMER CHANGES TO OPEN LIMIT ORDERS, (G) REQUIREMENTS OF THE FIRM'S 1996 TRAINING PLAN, INCLUDING IDENTIFYING AND REPORTING THOSE COVERED PERSONS WHO HAD NOT PARTICIPATED IN THE REQUIRED FIRM ELEMENT, AND (H) EVALUATION AND PRIORITIZATION OF 1997 TRAINING NEEDS.
Regulator Statement	ON 02/11/1999, DISTRICT NO. 5 NOTIFIED RESPONDENTS CAPITAL RESOURCES, INC. ABOUT ACCEPTANCE OF THE LETTER OF AWC NO.



C05990001 [REGARDING VIOLATIONS OF NASD RULES 2110, IM-2110-2 THEREUNDER, 3010, 3110 AND 3110(A), SEC RULES 15C2-4, 17A-3(A)(1) AND 17A3-(A)(6), AND NASD MEMBERSHIP AND REGISTRATION RULE 1120(B)]. THEREFORE, RESPONDENT MEMBER IS CENSURED, FINED \$13,500, AND REQUIRED WITHIN 60 DAYS OF THE ACCEPTANCE DATE OF THIS AWC TO REVIEW AND REVISE ITS WRITTEN SUPERVISORY PROCEDURES TO ENSURE IN A MANNER SATISFACTORY TO NASD THAT THE FOLLOWING PROCEDURES ARE MAINTAINED, IMPLEMENTED, AND ENFORCED: (A) UNDERWRITING OF PRIVATE PLACEMENT OFFERINGS, (B) ESTABLISHMENT AND USE OF BANK ESCROW ACCOUNTS IN CONTINGENCY OFFERINGS, (C) RANKING OF SIMULTANEOUS LIMIT ORDERS, (D) SEC ORDER HANDLING RULE 11AC1-4, (E) COMPLIANCE WITH THE REPORT OF SEC UNDER SECTION 21(A) OF THE SECURITIES EXCHANGE ACT OF 1934 REGARDING REVIEW OF FIRM'S ACTIVITIES IN ORDER TO ASSURE COMPLIANCE WITH THE ANTI-INITIMIDATION/COORDINATION PROVISIONS OF IM-2110-5, AND DESIGNATION OF THE RESPONSIBLE PARTY THEREFOR, (F) DOCUMENTATION OF THE TERMS AND CONDITIONS FOR LIMIT ORDERS, INCLUDING NOTATION AND TIME STAMPING OF CUSTOMER CHANGES TO OPEN LIMIT ORDERS, (G) REQUIREMENTS OF THE FIRM'S 1996 TRAINING PLAN, INCLUDING IDENTIFYING AND REPORTING THOSE COVERED PERSONS WHO HAD NOT PARTICIPATED IN THE REQUIRED FIRM ELEMENT, AND (H) EVALUATION AND PRIORITIZATION OF 1997 TRAINING NEEDS.

Reporting Source:	Firm
Current Status:	Final
Allegations:	VIOLATION OF NASD CONDUCT RULES 2110,3110(A), 3010 VIOLATION OF SEC RULE 15C2-4, 17A-3(A)(1), 17A-3(A)(6) VIOLATION OF NASD MEMBERSHIP AND REGISTRATION RULE 1120(B)
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	09/04/1998
Docket/Case Number:	C05990001
Principal Product Type:	Equity - OTC
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Censure
Other Sanction(s)/Relief Sought:	FINE



Resolution: Acceptance, Waiver & Consent(AWC)
Resolution Date: 02/11/1999
Sanctions Ordered: Censure
Monetary/Fine \$13,500.00
Other Sanctions Ordered:
Sanction Details: REVIEW AND REVISE WRITTEN SUPERVISORY PROCEDURES.

Disclosure 2 of 2

Reporting Source: Regulator
Current Status: Final
Allegations: Allegations of fraudulent sales of securities prior to the agents' registration in violation of the District of Columbia securities Act.
Initiated By: DISTRICT OF COLUMBIA
Date Initiated: 09/25/1995
Docket/Case Number: 941-F2
URL for Regulatory Action:
Principal Product Type:
Other Product Type(s):
Principal Sanction(s)/Relief Sought:
Other Sanction(s)/Relief Sought:
Resolution: Consent
Resolution Date: 09/25/1995
Sanctions Ordered: Monetary/Fine \$12,000.00
Other Sanctions Ordered:
Sanction Details: By Order #10702 dated 9/25/95, the Securities Division of the Public Service Commission of the District of Columbia accepted an offer of settlement by Capital Resources, Inc., wherein the Commission imposed a fine of Twelve Thousand Dollars (\$12,000.00) based on the fact that the agents of the broker/dealer conducted securities transactions while not licensed.



Regulator Statement	Fined for violation of the DC Securities Act, Section 2-2603 (a) 1981. CONTACT: VEDA SHAMSID-DEEN, ACTING SECURITIES DIRECTOR (202) 626-5106.
Reporting Source:	Firm
Current Status:	Final
Allegations:	THE DISTRICT OF COLUMBIA STIPULATED THAT THE B/D MUST BE REGISTERED THERE DESPITE THE B/D NEVER CONDUCTING BUSINESS WITH ANY INDIVIDUAL OR ENTITY IN THE DISTRICT. THE B/D DID, HOWEVER, MAINTAIN AN OFFICE IN THE DISTRICT THAT SERVICED CUSTOMERS IN OTHER STATES.
Initiated By:	DISTRICT OF COLUMBIA
Date Initiated:	09/25/1995
Docket/Case Number:	941-F2
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Civil and Administrative Penalt(ies) /Fine(s)
Other Sanction(s)/Relief Sought:	
Resolution:	Stipulation and Consent
Resolution Date:	09/25/1995
Sanctions Ordered:	Monetary/Fine \$12,000.00
Other Sanctions Ordered:	
Sanction Details:	A FINE OF \$12,000 WAS PAID ON 09/25/1995 AND THE B/D REGISTERED IN THE DISTRICT.
Firm Statement	THE B/D REGISTERED IN THE DISTRICT OF COLUMBIA

End of Report



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