

BrokerCheck Report

FLEXVEST SECURITIES GROUP, INC.

CRD# 20728

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When communicating online or investing with any professional, make sure you know who you're dealing with. <u>Imposters</u> might link to sites like BrokerCheck from <u>phishing</u> or similar scam websites, or through <u>social media</u>, 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:
 - 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.

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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.

www.finra.org/brokercheck User Guidance

FLEXVEST SECURITIES GROUP, INC

CRD# 20728

SEC# 8-38453

Main Office Location

7111 CLIFFBROOK DRIVE DALLAS, TX 75254

Mailing Address

P. O. BOX 803189 DALLAS, TX 75380-3189

Business Telephone Number

972-404-0221

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 Texas on 08/01/1988. Its fiscal year ends in December.

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:

Туре	Count	
Regulatory Event	3	
Arbitration	1	

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: 07/29/2005

Does this brokerage firm owe any money or securities to any customer or brokerage firm?

Firm Profile

This firm is classified as a corporation.

This firm was formed in Texas on 08/01/1988.

Its fiscal year ends in December.

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.

FLEXVEST SECURITIES GROUP, INC.

Doing business as FLEXVEST SECURITIES GROUP, INC.

CRD# 20728

SEC# 8-38453

Main Office Location

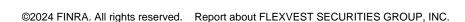
7111 CLIFFBROOK DRIVE DALLAS, TX 75254

Mailing Address

P. O. BOX 803189 DALLAS, TX 75380-3189

Business Telephone Number

972-404-0221





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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): TRAVIS, ROBERT MICHAEL

1513207

Is this a domestic or foreign entity or an individual?

Individual

Position PRESIDENT, CHIEF COMPLIANCE OFFICER

Position Start Date 08/1988

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

Firm Profile

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

FINCA

Indirect Owners

No information reported.

Firm History

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

FINCA

No information reported.

Registrations

FINCA

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 01/05/1988 to 10/18/2005.

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 8 types of businesses.

Types of Business

Broker or dealer retailing corporate equity securities over-the-counter

Broker or dealer selling corporate debt securities

Mutual fund retailer

U S. government securities broker

Broker or dealer selling variable life insurance or annuities

Put and call broker or dealer or option writer

Non-exchange member arranging for transactions in listed securities by exchange member

Private placements of securities





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 refer or introduce customers to other brokers and dealers.

Name: SOUTHWEST SECURITIES, INC.

CRD #: 6220

Business Address: 1201 ELM STREET

DALLAS, TX 75270

Effective Date: 08/01/1988

Description: FLEXVEST INTRODUCES CUSTOMERS TO A CLEARING BROKER WHO

MAINTAINS CUSTOMER ACCOUNTS FOR FLEXVEST ON A "FULLY

CLEARED", "FULLY DISCLOSED" BASIS.

Industry Arrangements



This firm does have books or records maintained by a third party.

Name: SOUTHWEST SECURITIES, INC.

CRD #: 6220

Business Address: 1201 ELM STREET

DALLAS, TX 75270

Effective Date: 08/01/1988

Description: FLEXVEST CLEARS ON A FULLY DISCLOSED BASIS WITH SOUTHWEST

SECURITIES.

This firm does have accounts, funds, or securities maintained by a third party.

Name: SOUTHWEST SECURITIES, INC.

CRD #: 6220

Business Address: 1201 ELM STREET

DALLAS, TX 75270

Effective Date: 08/01/1988

Description: FLEXVEST CLEARS ON A FULLY DISCLOSED BASIS WITH SOUTHWEST

SECURITIES.

This firm does have customer accounts, funds, or securities maintained by a third party.

Name: SOUTHWEST SECURITIES, INC.

CRD #: 6220

Business Address: 1201 ELM STREET

DALLAS, TX 75270

Effective Date: 08/01/1988

Description: FLEXVEST CLEARS ON A FULLY DISCLOSED BASIS WITH SOUTHWEST

SECURITIES.

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.

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, 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.

TWOWAY MANGEMENT CORPORATION is under common control with the firm.

Business Address: 7111 CLIFFBROOK DRIVE

DALLAS, TX 75254

Effective Date: 12/31/1999

Foreign Entity: No

Country:

Securities Activities: No

Investment Advisory

Activities: Description:

THIS CORPORATE AFFILIATE IS CONTROLLED BY AN AFFILIATE OF THE

APPLICANT

Nο

TWOWAY MANAGEMENT FUND, LTD is under common control with the firm.

Business Address: 7111 CLIFFBROOK DRIVE

DALLAS, TX 75254

Effective Date: 12/31/1999

Foreign Entity: No

Country:

Securities Activities: No

Investment Advisory

Yes

Activities:

Description: AN AFFILIATE OF THE APPLICANT IS A PARTNER IN THIS PARTNERSHIP

AFFILIATE

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

User Guidance

Organization Affiliates (continued)

- · 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	3	0
Arbitration	N/A	1	N/A



Disclosure Event Details

What you should know about reported disclosure events:

- 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:
 - 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:
 - 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 3

Reporting Source: Regulator

Current Status: Final



Allegations:

FLEXVEST SECURITIES GROUP, INC. ENGAGED IN THE OFFER FOR SALE AND SALE OF SECURITIES, AT A TIME WHEN THE SECURITIES WERE NOT REGISTERED WITH THE SECURITIES COMMISSIONER. FLEXVEST SECURITIES GROUP, INC. SOLD SECURITIES THROUGH ROBERT LEE WAGGONER IN TEXAS AT A TIME WHEN ROBERT LEE WAGGONER WAS NOT REGISTERED WITH THE SECURITIES COMMISSIONER AS AN AGENT OF FLEXVEST SECURITIES GROUP, INC. FLEXVEST SECURITIES GROUP, INC. REPRESENTATION, THROUGH LEGAL COUNSEL, TO THE SECURITIES

COMMISSIONER THAT FLEXVEST SECURITIES GROUP, INC. HAD

REVIEWED ALL OF THE NEW ACCOUNT FORMS FOR COMPLETENESS AND THAT ANY FILES THAT HAD DEFICIENCIES HAD BEEN COMPLETED, WHEN IT HAD NOT, CONSTITUTES A MATERIAL MISREPRESENTATION TO THE SECURITIES COMMISSIONER IN CONNECTION WITH INFORMATION DEEMED NECESSARY BY THE SECURITIES COMMISSIONER TO DETERMINE A DEALER'S BUSINESS REPUTE OR QUALIFICATIONS. FLEXVEST SECURITIES GROUP, INC. FAILED TO UPDATE ONE OF ITS AGENT FORM U-4 WITHIN THIRTY DAYS OF A CHANGE IN THE AGENT'S

EMPLOYMENT HISTORY.

Initiated By: TEXAS

Date Initiated: 05/27/2005

Docket/Case Number: IC05-CAF-16

URL for Regulatory Action:

Principal Product Type: Other

Other Product Type(s): **SECURITIES** Principal Sanction(s)/Relief Suspension

Sought:

Other Sanction(s)/Relief

Sought:

ADMINISTRATIVE FINE, REPRIMAND

Resolution: Order

Resolution Date: 05/27/2005

Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or

deceptive conduct?

Nο

Sanctions Ordered: Monetary/Fine \$10,000.00

Suspension

Other Sanctions Ordered: PURSUANT TO SECTION 14.A(5), 14.A(6), AND 14.A(7) OF THE TEXAS



SECURITIES ACT, FLEXVEST SECURITIES GROUP, INC. IS HEREBY

REPRIMANDED.

Sanction Details: PURSUANT TO SECTION 23-1 OF THE TEXAS SECURITIES ACT. FLEXVEST

SECURITIES GROUP. INC. IS HEREBY ASSESED AN ADMINISTRATIVE FINE

IN THE AMOUNT OF \$10,000 AND IS HEREBY SUSPENDED FROM

SOLICITING, ACCEPTING, OR OPENING ANY NEW CLIENT ACCOUNTS FOR A PERIOD OF ONE HUNDRED TWENTY (120) BUSINESS DAYS FROM THE DATE THIS ORDER WAS SIGNED BY THE SECURITIES COMMISSIONER. PURSUANT TO SECTION 14.A(5),14.A(6), AND 14.A(7) OF THE TEXAS

SECURITIES ACT.

Reporting Source: Firm

Current Status: Final

Allegations: FLEXVEST SECURITIES GROUP, INC. ENGAGED IN THE OFFER FOR SALE

AND SALE OF SECURITIES. AT A TIME WHEN THE SECURITIES WERE NOT

REGISTERED WITH THE SECURITIES COMMISSIONER. FLEXVEST SECURITIES GROUP, INC. SOLD SECURITIES THROUGH ROBERT LEE WAGGONER IN TEXAS AT A TIME WHEN ROBERT LEE WAGGONER WAS NOT REGISTERED WITH THE SECURITIES COMMISSIONER AS AN AGENT OF FLEXVEST SECURITIES GROUP, INC. FLEXVEST SECURITIES GROUP, INC. REPRESENTATION, THROUGH LEGAL COUNSEL, TO THE SECURITIES

COMMISSIONER THAT FLEXVEST SECURITIES GROUP, INC. HAD

REVIEWED ALL OF THE NEW ACCOUNT FORMS FOR COMPLETENESS AND THAT ANY FILES THAT HAD DEFICIENCIES HAD BEEN COMPLETED, WHEN IT HAD NOT, CONSTITUTES A MATERIAL MISREPRESENTATION TO THE SECURITIES COMMISSIONER IN CONNECTION WITH INFORMATION DEEMED NECESSARY BY THE SECURITIES COMMISSIONER TO DETERMINE A DEALER'S BUSINESS REPUTE OR QUALIFICATIONS. FLEXVEST SECURITIES GROUP, INC. FAILED TO UPDATE ONE OF ITS AGENT FORM U-4 WITHIN THIRTY DAYS OF A CHANGE IN THE AGENT'S

EMPLOYMENT HISTORY.

Initiated By: TEXAS

Date Initiated: 05/27/2005

Docket/Case Number: IC05-CAF-16

Principal Product Type: Other

Other Product Type(s): **SECURITIES** Principal Sanction(s)/Relief

Sought:

Suspension



Other Sanction(s)/Relief

Sought:

ADMINISTRATIVE FINE, REPREMAND

Resolution: Order

Resolution Date: 05/27/2005

Sanctions Ordered: Monetary/Fine \$10,000.00

Other Sanctions Ordered: PURSUANT TO SECTION 14.A(5), 14.A(6), AND 14.A(7) OF THE TEXAS

SECURITIES ACT, FLEXVEST SECURITIES GROUP, INC. IS HEREBY

REPRIMANDED.

Sanction Details: SUSPENSION FROM SOLICITING NEW ACCOUNTS FOR 120 BUSINESS

DAYS BEGINNING 05/31/2005 AND ENDING 11/16/2005

Firm Statement PURSUANT TO SECTION 23-1 OF THE TEXAS SECURITIES ACT, FLEXVEST

SECURITIES GROUP, INC. IS HEREBY ASSESED AN ADMINISTRATIVE FINE

IN THE AMOUNT OF \$10,000 AND IS HEREBY SUSPENDED FROM

SOLICITING, ACCEPTING, OR OPENING ANY NEW CLIENT ACCOUNTS FOR A PERIOD OF ONE HUNDRED TWENTY (120) BUSINESS DAYS FROM THE DATE THIS ORDER WAS SIGNED BY THE SECURITIES COMMISSIONER, PURSUANT TO SECTION 14.A(5),14.A(6), AND 14.A(7) OF THE TEXAS

SECURITIES ACT.

Disclosure 2 of 3

Reporting Source: Firm

Current Status: Final

Allegations: NET CAPITAL COMPUTATION ERRORS-RULE 15C3-1 AND RULE 17A-3

Initiated By: SECURITITES AND EXCHANGE COMMISSION

Date Initiated: 06/29/2000

Docket/Case Number:

Principal Product Type: Equity - OTC

Other Product Type(s): EQUITY-LISTED

Principal Sanction(s)/Relief

Sought:

Other Sanction(s)/Relief

Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 06/29/2000



Sanctions Ordered:

Other Sanctions Ordered: NONE

Sanction Details: NO SANCTIONS ORDERED

Firm Statement THE DEFICIENCIES AND/OR VIOLATIONS OF LAW WERE BROUGHT TO THE

APPLICANTS ATTENTION FOR IMMEDIATE CORRECTIVE ACTION, WITHOUT REGARD TO ANY OTHER ACTIONS THAT THE COMMISSION MAY TAKE OR

REQUIRE TO BE TAKEN.

Disclosure 3 of 3

Reporting Source: Regulator

Current Status: Final

Allegations: Not Provided

Initiated By: TEXAS STATE SECURITIES BOARD

Date Initiated: 11/13/1996

Docket/Case Number: 1152

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: 11/13/1996

Sanctions Ordered: Monetary/Fine \$15,000.00

Other Sanctions Ordered:

Sanction Details: ON NOVEMBER 13, 1996, THE SECURITIES COMMISSIONER

ENTERED A CONSENT ORDER AGAINST FLEXVEST SECURITIES GROUP, INC., MOHAMED NABIL RASHAD & JUAN CARLOS MARTINEZ. FLEXVEST ALLOWED BOTH RASHAD & MARTINEZ TO PARTICIPATE IN THE OFFER AND

SALE OF SECURITIES BEFORE THEY WERE REGISTERED WITH THE COMMISSIONR TO DO SO. PURSUANT TO SECTIONS 14 AND 23-1 OF THE SECURITIES ACT AN ORDER IS ISSUED TO REPRIMAND ALL THREE,

SECURITIES ACT AN ORDER IS ISSUED TO REPRIMAND ALL THREE, MARTINEZ TO BE SUSPENDED FOR A PERIOD OF 7 DAYS FROM ENTRY



DATE

OF ORDER, MARTINEZ FINED \$5,000.00 AND FLEXVEST FINED

\$15,000.00. RASHAD WAS CENSURED.

Regulator Statement CONTACT: JOYCE MILLER (512) 305-8390

Reporting Source: Firm

Current Status: Final

Allegations: FAILURE TO TIMELY REGISTER TWO (2) SALES REPRESENTATIVES WITH

THE STATE OF TEXAS.

Initiated By: STATE OF TEXAS

Date Initiated: 07/16/1996

Docket/Case Number: 96-072

Principal Product Type: No Product

Other Product Type(s):

Principal Sanction(s)/Relief

Sought:

Other Sanction(s)/Relief

Sought:

Resolution: Settled

Resolution Date: 11/13/1996

Sanctions Ordered: Monetary/Fine \$15,000.00

Other Sanctions Ordered:

Sanction Details: THE FINE TO THE FIRM WAS \$15,000.00. IT WAS PAID ON 11/13/96. NO

PORTION OF THE PENALTY WAS WAIVED.

Firm Statement FLEXVEST FULLY COOPERATED IN THE INVESTIGATION OF THIS MATTER

AND CAUSED THE VIOLATIONS TO CEASE ONCE THE MATTER WAS BROUGHT TO ITS ATTENTION. FLEXVEST HAS ALSO TAKEN STEPS TO ENSURE THAT VIOLATIONS OF THIS NATURE WILL NOT BE REPEATED.



Arbitration Award - Award / Judgment

Brokerage firms are not required to report arbitration claims filed against them by customers; however, BrokerCheck provides summary information regarding FINRA arbitration awards involving securities and commodities disputes between public customers and registered securities firms in this section of the report.

The full text of arbitration awards issued by FINRA is available at www.finra.org/awardsonline.

Disclosure 1 of 1

Reporting Source: Regulator

Type of Event: ARBITRATION

Allegations: ACCOUNT ACTIVITY-MISREPRESENTATION; ACCOUNT ACTIVITY-OMISSION

OF FACTS; ACCOUNT ACTIVITY-SUITABILITY; NO OTHER CONTROVERSY

INVOLVED

Arbitration Forum: NASD

Case Initiated: 10/23/2001

Case Number: 01-05546

Disputed Product Type: NO OTHER TYPE OF SEC INVOLVE; UNKNOWN TYPE OF SECURITIES

Sum of All Relief Requested: \$867,791.00

Disposition: AWARD AGAINST PARTY

Disposition Date: 07/29/2002

Sum of All Relief Awarded: \$75,681.00

There may be a non-monetary award associated with this arbitration. Please select the Case Number above to view more detailed information.

www.finra.org/brokercheck

End of Report



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