

BrokerCheck Report

JOSEPH CHARLES & ASSOC., INC.

CRD# 3949

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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:
 - 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
 - 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.



JOSEPH CHARLES & ASSOC., INC.
CRD# 3949
SEC# 8-12410

Main Office Location
2500 N. MILITARY TRAIL
SUITE 300
BOCA RATON, FL 33431

Mailing Address
2500 N. MILITARY TRAIL
SUITE 300
BOCA RATON, FL 33431

Business Telephone Number
561-391-9090

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 Florida on 05/06/1965.
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:

Type	Count
Regulatory Event	11
Arbitration	6

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: 11/21/2000

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 Florida on 05/06/1965.

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.

JOSEPH CHARLES & ASSOC., INC.

Doing business as JOSEPH CHARLES & ASSOC., INC.

CRD# 3949

SEC# 8-12410

Main Office Location

2500 N. MILITARY TRAIL
SUITE 300
BOCA RATON, FL 33431

Mailing Address

2500 N. MILITARY TRAIL
SUITE 300
BOCA RATON, FL 33431

Business Telephone Number

561-391-9090



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):	JOSEPH CHARLES & COMPANY
Is this a domestic or foreign entity or an individual?	Domestic Entity
Position	SHAREHOLDER
Position Start Date	08/1991
Percentage of Ownership	75% or more
Does this owner direct the management or policies of the firm?	No
Is this a public reporting company?	No

Legal Name & CRD# (if any):	PINTSOPOULOS, ANTHONY C 3216357
Is this a domestic or foreign entity or an individual?	Individual
Position	DIRECTOR OF COMPLIANCE
Position Start Date	08/2000
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):	SPITLER, ROBERT PENDLETON 4050312
Is this a domestic or foreign entity or an individual?	Individual
Position	FINANCIAL OPERATIONS (FN)
Position Start Date	01/2000

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?	No
Is this a public reporting company?	No
<hr/>	
Legal Name & CRD# (if any):	VISCONTI, JOSEPH CHARLES 1434573
Is this a domestic or foreign entity or an individual?	Individual
Position	PRESIDENT/CEO/DIRECTOR
Position Start Date	08/1991
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
<hr/>	

Firm Profile

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

Indirect Owners

No information reported.



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 06/07/1965 to 01/03/2001.



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 14 types of businesses.

Types of Business

Broker or dealer making inter-dealer markets in corporation securities over-the-counter

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

Broker or dealer selling corporate debt securities

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

Mutual fund retailer

U S. government securities broker

Municipal securities broker

Broker or dealer selling variable life insurance or annuities

Solicitor of time deposits in a financial institution

Put and call broker or dealer or option writer

Investment advisory services

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

Trading securities for own account

Private placements of securities

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 refer or introduce customers to other brokers and dealers.

Name:	BEAR, STEARNS & CO. INC.
CRD #:	79
Business Address:	245 PARK AVENUE NEW YORK, NY 10167
Effective Date:	09/18/1991
Description:	APPLICANT ACTS AS AN INTRODUCING FIRM WHEREAS IT CLEARS ITS TRANSACTIONS ON A FULLY DISCLOSED BASIS THROUGH BEAR STEARNS & CO., PURSUANT TO A FULLY DISCLOSED CLEARING AGREEMENT.

Firm Operations

Industry Arrangements



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

Name: BEAR, STEARNS & CO. INC.
CRD #: 79
Business Address: 245 PARK AVENUE
NEW YORK, NY 10167
Effective Date: 09/18/1991
Description: APPLICANT ACTS AS AN INTRODUCING FIRM WHEREAS IT CLEARS ITS TRANSACTIONS ON A FULLY DISCLOSED BASIS THROUGH BEAR STEARNS & CO., PURSUANT TO A FULLY DISCLOSED CLEARING AGREEMENT.

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

Name: BEAR, STEARNS & CO. INC.
CRD #: 79
Business Address: 245 PARK AVENUE
NEW YORK, NY 10167
Effective Date: 09/18/1991
Description: APPLICANT ACTS AS AN INTRODUCING FIRM WHEREAS IT CLEARS ITS TRANSACTIONS ON A FULLY DISCLOSED BASIS THROUGH BEAR STEARNS & CO., PURSUANT TO A FULLY DISCLOSED CLEARING AGREEMENT.

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

Name: BEAR, STEARNS & CO. INC.
CRD #: 79
Business Address: 245 PARK AVENUE
NEW YORK, NY 10167
Effective Date: 09/18/1991
Description: APPLICANT ACTS AS AN INTRODUCING FIRM WHEREAS IT CLEARS ITS TRANSACTIONS ON A FULLY DISCLOSED BASIS THROUGH BEAR STEARNS & CO., PURSUANT TO A FULLY DISCLOSED CLEARING AGREEMENT.

Control Persons/Financing

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

Firm Operations

Industry Arrangements (continued)



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	11	0
Arbitration	N/A	6	N/A



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:**
 - 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:**
 - 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.
 - 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 11

Reporting Source: Regulator

Current Status: Final



Allegations: UNLICENSED AGENTS; USING ADVERTISEMENTS OR SALES PRESENTATIONS IN A DECEPTIVE OR MISLEADING MANNER; FAILURE TO REASONABLY SUPERVISE AGENTS.

Initiated By: UTAH DIVISION OF SECURITIES

Date Initiated: 11/18/1999

Docket/Case Number: SD-99-0021

URL for Regulatory Action:

Principal Product Type: No Product

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Revocation

Other Sanction(s)/Relief Sought:

Resolution: Stipulation and Consent

Resolution Date: 06/05/2000

Sanctions Ordered: Monetary/Fine \$70,000.00

Other Sanctions Ordered:

Sanction Details: FOR DETAIL OF SANCTIONS, PLEASE SEE:
[HTTP://168.179.156.9/SEC/ACTIONSEVENTS.ASP?DOCKET+NUMBER=SD%2D99%2D0021](http://168.179.156.9/SEC/ACTIONSEVENTS.ASP?DOCKET+NUMBER=SD%2D99%2D0021)

Regulator Statement DANIEL ZAPPALA, AN AGENT OF JOSEPH CHARLES, MAD UNSOLICITED PHONE CALLS TO J. MATTHEW JENKINS, A REGULATOR WITH THE STATE OF UTAH, ON THREE OCCASIONS. DURING THESE CONVERSATIONS THERE NUMEROUS UNTRUE STATEMENTS OF MATERIAL FACT. DURING AN AUDIT THE DIVISION FOUND THAT JOSEPH CHARLES & ASSOCIATES, INC.: FAILED TO REASONABLY SUPERVISE ITS AGENTS; EMPLOYED CERTAIN INDIVIDUALS WHO ACTED IN SUPERVISORY POSITIONS WITHOUT THE PROPER NASD QUALIFYING EXAMS; ALLOWED AN UNLICENSED EMPLOYEE TO OPEN AND MANAGE AT LEAST TWO ACCOUNTS; ALLOWED AGENTS TO USE WRITTEN SALES SCRIPTS OF A FRAUDULENT NATURE; USED ADVERTISEMENTS AND SALES PRESENTATIONS WHICH WERE FALSE OR MISLEADING.
 FOR MORE INFORMATION SEE:
[HTTP://168.179.156.9/SEC/ACTIONSEVENTS.ASP?DOCKET+NUMBER=SD%2D99%2D0021](http://168.179.156.9/SEC/ACTIONSEVENTS.ASP?DOCKET+NUMBER=SD%2D99%2D0021)



Reporting Source: Firm

Current Status: Final

Allegations: INADEQUATE COMPLIANCE AND SUPERVISION WITH RESPECT TO CERTAIN EVENTS AT A FORMER NEW YORK BRANCH OFFICE AND AT HOME OFFICE.

Initiated By: STATE OF UTAH SECURITIES DIVISION

Date Initiated: 11/18/1999

Docket/Case Number: SD-99-0021

Principal Product Type: Equity - OTC

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Undertaking

Other Sanction(s)/Relief Sought:

Resolution: Settled

Resolution Date: 04/14/2000

Sanctions Ordered: Monetary/Fine \$70,000.00

Other Sanctions Ordered: REIMBURSEMENT OF EXPENSES OF \$7357.20
AGREEMENT TO ADOPT CERTAIN POLICIES AND PROCEDURES.

Sanction Details: PAID FINE OF \$70,000 AND EXPENSES OF \$7357.20

Disclosure 2 of 11

Reporting Source: Regulator

Current Status: Final

Allegations: 02/15/00GS: NASD RULES 2110, 2320, 3010 - EXECUTION OF OVER THE COUNTER TRANSACTIONS - ACT VIOLATIONS - NASDAQ TRADE REPORTING VIOLATIONS; AND, FAILED TO ESTABLISH, MAINTAIN AND ENFORCE ADEQUATE WRITTEN TRADING RECORDS AND SUPERVISORY PROCEDURES REASONABLY DESIGNED TO ACHIEVE COMPLIANCE WITH THE APPLICABLE SECURITIES LAWS AND REGULATIONS REGARDING TRADE REPORTING, ACT REPORTING, LIMIT ORDER PROTECTION, REGISTRATION, BOOKS AND RECORDS, LOCKED AND CROSSED MARKET, THE ORDER HANDLING RULES, ANTI- COMPETITIVE PRACTICES AND BEST EXECUTION.



Initiated By: THE NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated: 01/31/2000

Docket/Case Number: CMS000010

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: 01/31/2000

Sanctions Ordered: Censure
Disgorgement/Restitution

Other Sanctions Ordered: NONE

Sanction Details: RESTITUTION TO CUSTOMERS TOTALING \$793.75, PLUS INTEREST, PROOF OF PAYMENT OF RESTITUTION NO LATER THAN 120 DAYS AFTER AWC ACCEPTANCE, SUBMIT REVISED WRITTEN SUPERVISORY PROCESURES TO THE NASD WITHIN 60 DAYS.

09-07-00, \$8,500 PAID 3/09/00, INVOICE #00-MS-117

Disclosure 3 of 11

Reporting Source: Regulator

Current Status: Final

Allegations: 01/28/00GS: NASD RULES 2110 AND 3010(B) - RESPONDENT MEMBER FAILED TO ESTABLISH, MAINTAIN, AND ENFORCE ADEQUATE WRITTEN SUPERVISORY PROCEDURES RELATING TO THE SUPERVISION OF OPTIONS TRANSACTIONS EFFECTED BY BRANCH OFFICE REGISTERED OPERATIONS PRINCIPALS IN CUSTOMER ACCOUNTS.

Initiated By: THE NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated: 01/03/2000

Docket/Case Number: C07990080

Principal Product Type: No Product

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

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 01/03/2000

Sanctions Ordered: Monetary/Fine \$5,000.00

Other Sanctions Ordered: NONE

Sanction Details: 05-26-00, \$5,000 PAID ON 1/21/00, INVOICE #00-07-023

Reporting Source: Firm

Current Status: Final

Allegations: DURING THE PERIOD FROM APPROXIMATELY APRIL 1994 THROUGH MAY 1997, JOSEPH CHARLES AND ASSOCIATES, INC. FAILED TO ESTABLISH, MAINTAIN AND ENFORCE ADEQUATE WRITTEN SUPERVISORY PROCEDURES RELATION TO THE SUPERVISION OF OPTIONS TRANSACTIONS EFFECTED BY BRANCH OFFICE REG. OPTIONS PRIN IN CUSTOMERS ACCOUNT. VIOLATION OF NASD RULE 3010(B)AND 2110.

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated: 11/16/1999

Docket/Case Number: CO-7990080

Principal Product Type: Options

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Censure

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 01/10/2000

Sanctions Ordered: Monetary/Fine \$5,000.00

Other Sanctions Ordered:



Sanction Details: JOSEPH CHARLES RECEIVED A FINE OF \$5,000.00. THE FINE WAS PAID ON 01/13/00 AND THE CASE WAS CLOSED.

Firm Statement THE NASD FOUND THAT DURING THE PERIOD FROM APPROXIMATELY APRIL 1994 THROUGH AT LEAST MAY 1997, JOSEPH CHARLES AND ASSOCIATES, FAILED TO ESTABLISH, MAINTAIN, AND ENFORCE ADEQUATE WRITTEN SUPERVISORY PROCEDURES RELATING TO THE SUPERVISION OF OPTIONS TRANSACTIONS EFFECTED BY BRANCH OFFICE REGISTERED PRINCIPALS IN CUSTOMER ACCOUNTS, IN VIOLATION OF NASD CONDUCT RULES 3010(B) AND 2110.

Disclosure 4 of 11

Reporting Source: Firm

Current Status: Final

Allegations: ALLEGED THAT MR. DOUGLAS F. KAISER VIOLATED ARTICLE III, SECTIONS 1, 19(A), AND 19(F) RULES OF FAIR PRACTICE.

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS

Date Initiated: 05/13/1992

Docket/Case Number: CO-7920015

Principal Product Type: Equity - OTC

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Censure

Other Sanction(s)/Relief Sought:

Resolution: Settled

Resolution Date: 10/15/1993

Sanctions Ordered: Censure
Monetary/Fine \$5,000.00

Other Sanctions Ordered: REQUIRED TO REQUALIFY PRINCIPAL EXAMINATION.

Sanction Details: MR. KAISER WAS REQUIRED TO RETAKE HIS PRINCIPAL LICENSE EXAM AGAIN. THERE WAS NO WAITING TIME REQUIRED, HE COMPLETED AND PASSED HIS SERIES 24.

Disclosure 5 of 11



Reporting Source: Regulator

Current Status: Final

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

Date Initiated: 04/07/1999

Docket/Case Number: C07990018

Principal Product Type:

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 04/07/1999

Sanctions Ordered: Censure
Monetary/Fine \$2,000.00

Other Sanctions Ordered:

Sanction Details:

Regulator Statement 4/27/99GS: ON APRIL 7, 1999, DISTRICT NO. 7 NOTIFIED RESPONDENT JOSEPH CHARLES & ASSOC., INC. THAT THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT NO. C07990018 WAS ACCEPTED; THEREFORE, THE FIRM IS CENSURED AND FINED \$2,000 - (NASD RULES 2110 AND IM-2110-1 - RESPONDENT MEMBER FAILED TO OBTAIN A CURRENT LIST OF THE NAMES AND BUSINESS CONNECTIONS OF ALL PERSONS HAVING ANY BENEFICIAL INTEREST IN INVESTMENT PARTNERSHIP OR CORPORATION ACCOUNTS OR TO OBTAIN A WRITTEN REPRESENTATION FROM COUNSEL OR AN ACCOUNTANT STATING THAT HE/SHE REASONABLY BELIEVES THAT NO PERSON WITH A BENEFICIAL INTEREST IN THE ACCOUNT IS A RESTRICTED PERSON WITH REGARD TO SALES OF INVESTMENT PARTNERSHIPS OR CORPORATIONS IN FOUR OFFERINGS; AND, FAILED TO SUBMIT ACCURATE FREE-RIDING AND WITHHOLDING QUESTIONNAIRES FOR TWO OFFERINGS TO THE NASD).



Disclosure 6 of 11

Reporting Source:	Regulator
Current Status:	Final
Allegations:	
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	12/01/1998
Docket/Case Number:	C07980079
Principal Product Type:	
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	12/01/1998
Sanctions Ordered:	Censure Monetary/Fine \$5,000.00
Other Sanctions Ordered:	
Sanction Details:	
Regulator Statement	<p>ON DECEMBER 1, 1998, DISTRICT NO. 7 NOTIFIED RESPONDENTS JOSEPH CHARLES & ASSOCIATES, INC. AND STEVEN D. WYMAN THAT THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT NO. C07980079 WAS ACCEPTED; THEREFORE, RESPONDENT MEMBER IS CENSURED AND FINED \$5,000, AND</p> <p>RESPONDENT WYMAN IS CENSURED, FINED \$10,000, AND SUSPENDED FROM</p> <p>ASSOCIATION WITH ANY NASD MEMBER IN ANY PRINCIPAL OR SUPERVISORY CAPACITY FOR TEN BUSINESS DAYS - (NASD RULES 2110 AND 3010 - RESPONDENT MEMBER FAILED TO ESTABLISH, MAINTAIN AND ENFORCE WRITTEN SUPERVISORY PROCEDURES THAT WERE REASONABLY</p> <p>DESIGNED TO ACHIEVE COMPLIANCE WITH THE NASD'S SUITABILITY RULE; AND, RESPONDENT WYMAN FAILED TO REASONABLY SUPERVISE A REGISTERED REPRESENTATIVE'S HANDLING OF PUBLIC CUSTOMER ACCOUNTS IN ORDER TO PREVENT AND/OR DETECT UNSUITABLE TRADING</p>



IN THE CUSTOMERS' ACCOUNTS).

*****\$5,000.00 PAID ON 1/11/99 - INVOICE NO. 98-07-976*****

Disclosure 7 of 11	
Reporting Source:	Regulator
Current Status:	Final
Allegations:	CHAPTER 110A SECTION 101, CHAPTER 110A SECTION 204(A)(2)(6), UNETHICAL & DIS HONEST TRADE PRACTICES, FAILURE TO SUPERVISE AND SECTION 204(A) (2)(B), FAIL. URE TO OBEY ORDER.
Initiated By:	MASSACHUSETTS SECURITIES DIVISION
Date Initiated:	08/19/1998
Docket/Case Number:	E-98-053
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:	01/04/1999
Sanctions Ordered:	Disgorgement/Restitution
Other Sanctions Ordered:	
Sanction Details:	CONSENT ORDER
Regulator Statement	JOSEPH CHARLES SHALL PERMANENTLY ABANDON ITS CURRENT AND EXISTING FLIPPING POLICY, AS DESCRIBED IN THE COMPLAINT, IN CONNECTION WITH THE SALES OF SHARES IN A PUBLIC OFFERING IN MASSACHUSETTS. JOSEPH CHARLES SHALL VOLUNTARIY WITHDRAW FROM THE DIVISION ITS REGISTRATION AS ABROKER -DEALER IN THE COMMONWEALTH NOT LATER THAN JANUARY 31, 1999. RESPONDENTS SHALL NOT TRANSACR BUSIENS S IN THE COMMONWEALTH AS A BROKER-DEALER OR INVESTMENT ADVISER DURING A PERIOD OF TWO



YEARS. RESPONDENTS SHALL MAKE A FIFTY THOUSAND DOLLAR CONTRIBUTION TO THE "COMMONWEALTH OF MASS. INVESTORS PROTECTION AND EDUCATION FUND.". RESPONDENTS SHALL MAKE WHOLE JAMES SMITH, ROBERT CORCORAN AND JOHN MULCAHY, JR., MASS. CUSTOMERS NAMED IN COMPLAINT. CONTACT: PLEASE CONTACT TOM RYAN, MASSACHUSETTS SECURITIES DIVISION FOR FURTHER

Disclosure 8 of 11

Reporting Source:	Regulator
Current Status:	Final
Allegations:	
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	04/16/1998
Docket/Case Number:	C3A980011
Principal Product Type:	
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	04/16/1998
Sanctions Ordered:	Censure Monetary/Fine \$12,500.00 Disgorgement/Restitution
Other Sanctions Ordered:	
Sanction Details:	
Regulator Statement	ON APRIL 16, 1998, DISTRICT NO. 3 NOTIFIED RESPONDENTS JOSEPH CHARLES & ASSOCIATES, INC. AND VICTOR C. SIBILLA THAT THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT NO. C3A980011 WAS ACCEPTED; THEREFORE, THEY ARE CENSURED, FINED \$12,500, JOINTLY AND SEVERALLY, AND ORDERED TO MAKE RESTITUTION OF \$21,528 TO A



PUBLIC CUSTOMER; RESPONDENT SIBILLA IS SUSPENDED FROM ASSOCIATION WITH ANY NASD MEMBER IN ANY PRINCIPAL CAPACITY FOR TEN BUSINESS DAYS, AND IS REQUIRED TO REQUALIFY AS A PRINCIPAL PRIOR TO RESUMING ANY SUPERVISORY OR PRINCIPAL DUTIES. PROOF OF RESTITUTION SHALL BE PROVIDED TO THE STAFF OF DISTRICT NO. 3 WITHIN 30 CALENDAR DAYS OF THE DATE THIS AWC IS ACCEPTED BY THE NBCC - (NASD RULES 2110 AND 3010 - RESPONDENT MEMBER, ACTING THROUGH RESPONDENT SIBILLA, FAILED TO REASONABLY SUPERVISE THE TRADING ACTIVITY IN THE ACCOUNT OF A PUBLIC CUSTOMER TO PREVENT AND DETECT EXCESSIVE TRADING).

\$12,500 PAID J&S ON 5/18/98, INVOICE #98-3A-387, AWAITING RESTITUTION

Disclosure 9 of 11

Reporting Source:	Regulator
Current Status:	Final
Allegations:	
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	07/12/1996
Docket/Case Number:	C07960042
Principal Product Type:	
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Decision & Order of Offer of Settlement
Resolution Date:	01/21/1998
Sanctions Ordered:	Censure Monetary/Fine \$2,537.50
Other Sanctions Ordered:	
Sanction Details:	

**Regulator Statement**

COMPLAINT NO. C07960042 FILED JULY 12, 1996 BY DISTRICT NO. 7 AGAINST RESPONDENTS JOSEPH CHARLES & ASSOCIATES, INC., FRANK N.

SALVATORE AND SCOTT V. RICHTER ALLEGING VIOLATIONS OF NASD RULES 2110/IM-2110-1 AND 3010 (FORMERLY ARTICLE III, SECTIONS 1 AND 27 OF THE RULES OF FAIR PRACTICE) IN THAT RESPONDENTS MEMBER AND RICHTER SOLD SHARES OF STOCK THAT TRADED AT A PREMIUM IN THE IMMEDIATE SECONDARY MARKET TO A RESTRICTED ACCOUNT; AND, RESPONDENT SALVATORE FAILED TO SUPERVISE RESPONDENT RICHTER ADEQUATELY IN ORDER TO DETECT AND/OR PREVENT THE VIOLATIONS.

DECISION RENDERED JANUARY 21, 1998 WHEREIN THE DECISION AND ORDER OF ACCEPTANCE OF OFFER OF SETTLEMENT SUBMITTED BY THE RESPONDENTS WAS ISSUED; THEREFORE, RESPONDENT MEMBER IS CENSURED AND FINED \$2,537.50; RESPONDENT RICHTER IS CENSURED AND FINED \$2,537.50, AND RESPONDENT SALVATORE IS CENSURED AND FINED \$5,000.

*** \$2,537.50 PAID ON 2/23/98, INVOICE NO. 98-07-139 ***

Disclosure 10 of 11

Reporting Source: Regulator

Current Status: Final

Allegations: THE ALABAMA SECURITIES COMMISSION RECEIVED INFORMATION THAT JOSEPH CHARLES & ASSOCIATES REPRESENTATIVE MARK D. THOMAS EXECUTED TRANSACTIONS PRIOR TO REGISTRATION IN THE STATE OF ALABAMA. FURTHERMORE, THOMAS USED THE ACCOUNT EXECUTIVE NUMBER OF ANOTHER JOSEPH CHARLES REPRESENTATIVE WHO WAS REGISTERED IN ALABAMA. JOSEPH CHARLES & ASSOCIATES ACKNOWLEDGED THESE FACTS AND SUSPENDED THOMAS FOR 7 DAYS, AND AGREED TO THE ENTRY OF A CONSENT ORDER, PAID \$1,000 ADMINISTRATIVE ASSESSMENT AND \$500 INVESTIGATIVE COSTS.

Initiated By: AL

Date Initiated: 06/12/1995

Docket/Case Number: CO-95-0058

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: 08/18/1995

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: CONSENT ORDER CO-95-0058 ISSUED BY THE ALABAMA SECURITIES COMMISSION.

Regulator Statement SAME AS ALLEGATIONS CONTACT: ALABAMA SECURITIES COMMISSION (334) 242-2984.

Reporting Source: Firm

Current Status: Final

Allegations: ALABAMA SECURITIES DIVISION ALLEGED THAT JCA VIOLATED THE PROVISIONS OF SECTION 8-6-3(J)(10), CODE OF ALABAMA, 1975, AND COMMISSION RULE 830-X-3-.13, BY ITS FAILURE TO SUPERVISE THE ACTIVITIES OF AGENTS AND EMPLOYEES.

Initiated By: STATE OF ALABAMA

Date Initiated: 06/12/1995

Docket/Case Number: CO-95-0058

Principal Product Type: Equity - OTC

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Civil and Administrative Penalt(ies) /Fine(s)

Other Sanction(s)/Relief Sought:

Resolution: Settled

Resolution Date: 08/04/1995



Sanctions Ordered:	Monetary/Fine \$1,500.00
Other Sanctions Ordered:	
Sanction Details:	JOSEPH CHARLES RECEIVED A FINE OF \$1500.00 WAS WAS PAID ON 8/4/1995 AND THE CASE WAS CLOSED.
Firm Statement	ALABAMA FOUND THAT JOSEPH CHARLES VIOLATED SECTIONS OF THE CODE OF ALABAMA, 1975, BY ITS FAILURE TO SUPERVISE THE ACTIVITIES OF AGENTS AND EMPLOYEES. JCA WAS FINED A TOTAL OF \$1500.00

Disclosure 11 of 11

Reporting Source:	Regulator
Current Status:	Final
Allegations:	
Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Date Initiated:	05/31/1995
Docket/Case Number:	C07950025
Principal Product Type:	
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	
Other Sanction(s)/Relief Sought:	
Resolution:	Consent
Resolution Date:	05/31/1995
Sanctions Ordered:	Censure Monetary/Fine \$2,500.00 Disgorgement/Restitution
Other Sanctions Ordered:	
Sanction Details:	
Regulator Statement	ON MAY 31, 1995, DISTRICT NO. 7 NOTIFIED JOSEPH CHARLES & ASSOCIATES, INC. AND JOSEPH C. VISCONTI THAT THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT NO. C07950025 WAS ACCEPTED: THEREFORE, THEY ARE CENSURED, FINED \$2,500, JOINTLY AND SEVERALLY, AND ORDERED TO PAY RESTITUTION IN THE AMOUNT OF \$2,025.68, JOINTLY AND SEVERALLY TO PUBLIC CUSTOMERS . -



(ARTICLE III, SECTIONS 1 AND 4 OF THE RULES OF FAIR PRACTICE -
RESPONDENT MEMBER, ACTING THROUGH RESPONDENT VISCONTI,
EFFECTED
PRINCIPAL SALES OF STOCK TO PUBLIC CUSTOMERS AT PRICES THAT
WERE NOT FAIR TAKING INTO CONSIDERATION ALL THE RELEVANT
CIRCUMSTANCES).

**\$2,500.00 J&S PAID ON 6/14/95 INVOICE #95-07-358 **



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 6

Reporting Source:	Regulator
Type of Event:	ARBITRATION
Allegations:	ACCOUNT ACTIVITY-BRCH OF FIDUCIARY DT; ACCOUNT ACTIVITY-SUITABILITY; ACCOUNT ACTIVITY-UNAUTHORIZED TRADING; ACCOUNT RELATED-FAILURE TO SUPERVISE
Arbitration Forum:	NASD
Case Initiated:	02/22/2001
Case Number:	01-00065
Disputed Product Type:	NO OTHER TYPE OF SEC INVOLVE; OTHER TYPES OF SECURITIES
Sum of All Relief Requested:	\$116,757.50
Disposition:	AWARD AGAINST PARTY
Disposition Date:	01/14/2002
Sum of All Relief Awarded:	\$59,368.86

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

Disclosure 2 of 6

Reporting Source:	Regulator
Type of Event:	ARBITRATION
Allegations:	ACCOUNT ACTIVITY-MISREPRESENTATION; ACCOUNT ACTIVITY-OMISSION OF FACTS; NO OTHER CONTROVERSY INVOLVED
Arbitration Forum:	NASD
Case Initiated:	09/06/1995
Case Number:	95-03181
Disputed Product Type:	COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE



Sum of All Relief Requested: \$154,933.44
Disposition: AWARD AGAINST PARTY
Disposition Date: 04/02/1996
Sum of All Relief Awarded: \$28,688.00

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

Disclosure 3 of 6

Reporting Source: Regulator
Type of Event: ARBITRATION
Allegations: ACCOUNT ACTIVITY-BRCH OF FIDUCIARY DT; ACCOUNT ACTIVITY-CHURNING; ACCOUNT ACTIVITY-SUITABILITY; ACCOUNT RELATED-NEGLIGENCE
Arbitration Forum: NASD
Case Initiated: 08/26/1996
Case Number: [96-03071](#)
Disputed Product Type: COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE; OPTIONS
Sum of All Relief Requested: \$409,303.00
Disposition: AWARD AGAINST PARTY
Disposition Date: 05/16/1997
Sum of All Relief Awarded: \$120,000.00

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

Disclosure 4 of 6

Reporting Source: Regulator
Type of Event: ARBITRATION
Allegations: ACCOUNT ACTIVITY-OTHER; NO OTHER CONTROVERSY INVOLVED
Arbitration Forum: NASD
Case Initiated: 05/02/1997
Case Number: [97-01453](#)



Disputed Product Type: COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE

Sum of All Relief Requested: \$10,000.00

Disposition: AWARD AGAINST PARTY

Disposition Date: 11/19/1997

Sum of All Relief Awarded: \$7,638.28

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

Disclosure 5 of 6

Reporting Source: Regulator

Type of Event: ARBITRATION

Allegations: ACCOUNT ACTIVITY-CHURNING; ACCOUNT ACTIVITY-SUITABILITY;
ACCOUNT RELATED-FAILURE TO SUPERVISE; ACCOUNT RELATED-
NEGLIGENCE

Arbitration Forum: NASD

Case Initiated: 01/02/1998

Case Number: [97-05895](#)

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

Sum of All Relief Requested: \$337,000.00

Disposition: AWARD AGAINST PARTY

Disposition Date: 09/30/1998

Sum of All Relief Awarded: \$210,000.00

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

Disclosure 6 of 6

Reporting Source: Regulator

Type of Event: ARBITRATION

Allegations: ACCOUNT ACTIVITY-BRCH OF FIDUCIARY DT; ACCOUNT ACTIVITY-
MISREPRESENTATION; ACCOUNT RELATED-FAILURE TO SUPERVISE;
ACCOUNT RELATED-NEGLIGENCE

Arbitration Forum: NASD



Case Initiated: 04/02/1998

Case Number: [98-00770](#)

Disputed Product Type: COMMON STOCK; NO OTHER TYPE OF SEC INVOLVE; WARRANTS/RIGHTS

Sum of All Relief Requested: \$70,000.00

Disposition: AWARD AGAINST PARTY

Disposition Date: 01/12/1999

Sum of All Relief Awarded: \$26,064.00

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

End of Report



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