

**BrokerCheck Report**

**MICHAEL SALVATORE STANTON**

CRD# 1448072

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## 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.



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](http://brokercheck.finra.org)



For additional information about the contents of this report, please refer to the User Guidance or [www.finra.org/brokercheck](http://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.](http://www.finra.org)

**Thank you for using FINRA BrokerCheck.**

**MICHAEL S. STANTON**

CRD# 1448072

**Currently employed by and registered with the following Firm(s):**

- B** **SW FINANCIAL**  
 40 WALL ST  
 NEW YORK, NY 10005  
 CRD# 145012  
 Registered with this firm since: 12/10/2019

**Report Summary for this Broker**

This report summary provides an overview of the broker's professional background and conduct. Additional information can be found in the detailed report.

**Broker Qualifications****This broker is registered with:**

- 1 Self-Regulatory Organization
- 1 U.S. state or territory

**This broker has passed:**

- 2 Principal/Supervisory Exams
- 2 General Industry/Product Exams
- 1 State Securities Law Exam

**Registration History****This broker was previously registered with the following securities firm(s):**

- B** **WORDEN CAPITAL MANAGEMENT LLC**  
 CRD# 148366  
 New York, NY  
 12/2016 - 12/2019
- B** **LEGEND SECURITIES, INC.**  
 CRD# 44952  
 NEW YORK, NY  
 02/2013 - 12/2016
- B** **OBSIDIAN FINANCIAL GROUP, LLC**  
 CRD# 104255  
 NEW YORK, NY  
 12/2011 - 03/2013

**Disclosure Events**

All individuals registered to sell securities or provide investment advice are required to disclose customer complaints and arbitrations, regulatory actions, employment terminations, bankruptcy filings, and criminal or civil judicial proceedings.

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

**The following types of disclosures have been reported:**

Type	Count
Regulatory Event	2
Customer Dispute	2
Financial	2



## Broker Qualifications

### Registrations

This section provides the self-regulatory organizations (SROs) and U.S. states/territories the broker is currently registered and licensed with, the category of each license, and the date on which it became effective. This section also provides, for every brokerage firm with which the broker is currently employed, the address of each branch where the broker works.

**This individual is currently registered with 1 SRO and is licensed in 1 U.S. state or territory through his or her employer.**

### Employment 1 of 1

Firm Name: **SW FINANCIAL**  
 Main Office Address: **1295 WALT WHITMAN RD.  
 SUITE A  
 MELVILLE, NY 11747**  
 Firm CRD#: **145012**

SRO	Category	Status	Date
<b>B</b> FINRA	General Securities Principal	APPROVED	12/10/2019
<b>B</b> FINRA	General Securities Representative	APPROVED	12/10/2019
<b>B</b> FINRA	Operations Professional	APPROVED	12/10/2019
<b>B</b> FINRA	Registered Options Principal	APPROVED	12/10/2019

U.S. State/ Territory	Category	Status	Date
<b>B</b> New York	Agent	APPROVED	12/10/2019

### Branch Office Locations

**SW FINANCIAL**  
 40 WALL ST  
 NEW YORK, NY 10005



## Broker Qualifications

### Industry Exams this Broker has Passed

This section includes all securities industry exams that the broker has passed. Under limited circumstances, a broker may attain a registration after receiving an exam waiver based on exams the broker has passed and/or qualifying work experience. Any exam waivers that the broker has received are not included below.

**This individual has passed 2 principal/supervisory exams, 2 general industry/product exams, and 1 state securities law exam.**

### Principal/Supervisory Exams

Exam	Category	Date
<b>B</b> Registered Options Principal Examination	Series 4	06/17/2011
<b>B</b> General Securities Principal Examination	Series 24	01/11/1999

### General Industry/Product Exams

Exam	Category	Date
<b>B</b> Securities Industry Essentials Examination	SIE	10/01/2018
<b>B</b> General Securities Representative Examination	Series 7	01/18/1986

### State Securities Law Exams

Exam	Category	Date
<b>B</b> Uniform Securities Agent State Law Examination	Series 63	04/11/1986

Additional information about the above exams or other exams FINRA administers to brokers and other securities professionals can be found at [www.finra.org/brokerqualifications/registeredrep/](http://www.finra.org/brokerqualifications/registeredrep/).



## Broker Qualifications

## Professional Designations

This section details that the representative has reported **0** professional designation(s).

No information reported.



## Registration and Employment History

### Registration History

The broker previously was registered with the following firms:

Registration Dates	Firm Name	CRD#	Branch Location
B 12/2016 - 12/2019	WORDEN CAPITAL MANAGEMENT LLC	148366	New York, NY
B 02/2013 - 12/2016	LEGEND SECURITIES, INC.	44952	NEW YORK, NY
B 12/2011 - 03/2013	OBSIDIAN FINANCIAL GROUP, LLC	104255	NEW YORK, NY
B 09/2005 - 11/2011	NATIONAL SECURITIES CORPORATION	7569	ISELIN, NJ
B 09/2003 - 09/2005	SUMMIT BROKERAGE SERVICES, INC.	34643	BOCA RATON, FL
B 03/2003 - 09/2003	INDIANAPOLIS SECURITIES, INC.	10399	VALLEY STREAM, NY
B 07/2001 - 03/2003	CGF SECURITIES, LLC	41040	BOCA RATON, FL
B 05/2001 - 07/2001	DALTON KENT SECURITIES GROUP, INC.	38813	NEW YORK, NY
B 03/2001 - 06/2001	BLUESTONE CAPITAL CORP.	13516	NEW YORK, NY
B 09/1998 - 03/2001	BLUESTONE CAPITAL SECURITIES, INC.	36189	NEW YORK, NY
B 04/1998 - 09/1998	BARINGTON CAPITAL GROUP, L.P.	29383	NEW YORK, NY
B 05/1994 - 04/1998	D. H. BLAIR & CO., INC.	6833	NEW YORK, NY
B 12/1992 - 04/1994	THOMAS JAMES ASSOCIATES, INC.	15609	ROCHESTER, NY
B 12/1990 - 12/1992	GRUNTAL & CO. INCORPORATED	372	NEW YORK, NY
B 05/1989 - 12/1990	D. H. BLAIR & CO., INC.	6833	
B 01/1987 - 12/1990	D. H. BLAIR & CO., INC.	6833	NEW YORK, NY
B 07/1988 - 05/1989	COMMONWEALTH ASSOCIATES	20833	NEW YORK, NY
B 01/1986 - 01/1987	BEAR, STEARNS & CO. INC.	79	

### Employment History



## Registration and Employment History

### Employment History, continued

This section provides up to 10 years of an individual broker's employment history as reported by the individual broker on the most recently filed Form U4.

**Please note that the broker is required to provide this information only while registered with FINRA or a national securities exchange and the information is not updated via Form U4 after the broker ceases to be registered. Therefore, an employment end date of "Present" may not reflect the broker's current employment status.**

Employment	Employer Name	Position	Investment Related	Employer Location
12/2019 - Present	SW FINANCIAL	REGISTERED REPRESENTATIVE	Y	NEW YORK, NY, United States
12/2016 - 12/2019	WORDEN CAPITAL MANAGEMENT LLC	REGISTERED REPRESENTATIVE	Y	New York, NY, United States
02/2013 - 12/2016	LEGEND SECURITIES, INC	SUPERVISOR	Y	NEW YORK, NY, United States
12/2011 - 02/2013	OBSIDIAN FINANCIAL GROUP	SUPERVISOR	Y	NEW YORK, NY, United States
09/2005 - 11/2011	NATIONAL SECURITIES CORPORATION	BRANCH MANAGER	Y	STATEN ISLAND, NY, United States

### Other Business Activities

This section includes information, if any, as provided by the broker regarding other business activities the broker is currently engaged in either as a proprietor, partner, officer, director, employee, trustee, agent or otherwise. This section does not include non-investment related activity that is exclusively charitable, civic, religious or fraternal and is recognized as tax exempt.

No information reported.





## Disclosure Events

### What you should know about reported disclosure events:

1. All individuals registered to sell securities or provide investment advice are required to disclose customer complaints and arbitrations, regulatory actions, employment terminations, bankruptcy filings, and criminal or civil judicial proceedings.
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 broker is required to disclose a particular criminal event.
  - o A customer dispute must involve allegations that a broker engaged in activity that violates certain rules or conduct governing the industry and that the activity resulted in damages of at least \$5,000.
  - o
3. **Disclosure events in BrokerCheck reports come from different sources:**
  - o As mentioned at the beginning of this report, information contained in BrokerCheck comes from brokers, brokerage firms and regulators. When more than one of these sources reports information for the same disclosure event, all 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.
  - o
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 brokers and brokerage 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.

For your convenience, below is a matrix of the number and status of disclosure events involving this broker. Further information regarding these events can be found in the subsequent pages of this report. You also may wish to contact the broker to obtain further information regarding these events.

	Pending	Final	On Appeal
Regulatory Event	0	2	0
Customer Dispute	0	2	N/A
Financial	0	2	N/A



## Disclosure Event Details

When evaluating this information, please keep in mind that a disclosure event may be pending or involve allegations that are contested and have not been resolved or proven. The matter may, in the end, be withdrawn, dismissed, resolved in favor of the broker, or concluded through a negotiated settlement for certain business reasons (e.g., to maintain customer relationships or to limit the litigation costs associated with disputing the allegations) with no admission or finding of wrongdoing.

This report provides the information exactly as it was reported to CRD and therefore some of the specific data fields contained in the report may be blank if the information was not provided to CRD.

### Regulatory - Final

This type of disclosure event may involve (1) a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, self-regulatory organization, federal regulatory such as the Securities and Exchange Commission, foreign financial regulatory body) for a violation of investment-related rules or regulations; or (2) a revocation or suspension of a broker's authority to act as an attorney, accountant, or federal contractor.

#### Disclosure 1 of 2

**Reporting Source:** Regulator

**Regulatory Action Initiated By:** FINRA

**Sanction(s) Sought:** Other: N/A

**Date Initiated:** 11/30/2016

**Docket/Case Number:** [2015048048801](#)

**Employing firm when activity occurred which led to the regulatory action:** Legend Securities, Inc.

**Product Type:** No Product

**Allegations:** Stanton was named a respondent in a FINRA complaint alleging that he and his member firm failed to establish, maintain and enforce a reasonable supervisory system, and failed to enforce the firm's WSPs, to prevent a registered representative from churning and excessively trading a customer's brokerage accounts. The complaint alleges that Stanton and the firm failed to adequately investigate red flags demonstrating that the registered representative was churning the customer's accounts. Stanton and the firm also failed to adequately investigate, or simply ignored, that the registered representative engaged in aggressive, "in-and-out" trading, repeatedly purchasing securities and then selling them after relatively short holding periods to purchase other securities, for no apparent reason. Such in-and-out trading is a hallmark of excessive trading and



churning.

**Current Status:**

Final

**Resolution:**

Decision & Order of Offer of Settlement

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

No

**Resolution Date:**

05/25/2017

**Sanctions Ordered:**

Civil and Administrative Penalty(ies)/Fine(s)  
Suspension

**If the regulator is the SEC, CFTC, or an SRO, did the action result in a finding of a willful violation or failure to supervise?**

Yes

**(1) willfully violated any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board, or to have been unable to comply with any provision of such Act, rule or regulation?**

No



**(2) willfully aided, abetted, counseled, commanded, induced, or procured the violation by any person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board? or**

No

**(3) failed reasonably to supervise another person subject to your supervision, with a view to preventing the violation by such person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any such Acts, or any of the rules of the Municipal Securities Rulemaking Board?**

Yes

#### Sanction 1 of 1

<b>Sanction Type:</b>	Suspension
<b>Capacities Affected:</b>	principal capacity
<b>Duration:</b>	seven months
<b>Start Date:</b>	06/19/2017
<b>End Date:</b>	01/18/2018



### Monetary Sanction 1 of 1

**Monetary Related Sanction:** Civil and Administrative Penalty(ies)/Fine(s)

**Total Amount:** \$5,000.00

**Portion Levied against individual:** \$5,000.00

**Payment Plan:**

**Is Payment Plan Current:**

**Date Paid by individual:** 10/05/2017

**Was any portion of penalty waived?** No

**Amount Waived:**

### Regulator Statement

Without admitting or denying the allegations, Stanton consented to the sanctions and to the entry of findings that he failed to establish, maintain and enforce a reasonable supervisory system, and failed to enforce his member firm's Written Supervisory Procedures (WSPs), to prevent a registered representative from churning and excessively trading a senior customer's, (blind and physically disabled widow), brokerage accounts. The findings stated that specifically, Stanton failed to reasonably implement the firm's procedures in connection with his supervision of the representative's activities concerning the customer's accounts to ensure that the account activities were suitable for the customer. Stanton failed to consider the information set forth in the firm's procedures concerning the accounts for senior investors, including the customer's income needs to meet future expenses and her health insurance and future requirements to fund her health costs. Stanton also failed to review the customer's new account forms and review the transactions in those accounts for consistency with investment objectives, as required by the WSPs for supervising Individual Retirement Accounts (IRAs). Stanton failed to review or request to be provided with active account reports to identify accounts for further review, including the customer's accounts, failed to consult with the representative regarding account activity, and failed to contact the customer, as required by the firm's WSP relating to active accounts. Stanton failed to reasonably supervise the customer's investments for suitability by reviewing monthly transaction records, conferring with the representative regarding suitability questions, conferring with compliance, or contacting the customer to confirm her understanding of and her agreement with transactions in her account. The findings also stated that Stanton failed to adequately investigate red flags demonstrating that the registered representative was churning the customer's IRA accounts and investment account. Stanton failed to adequately investigate or simply ignored, that the representative engaged in aggressive, "in-and-out" trading, repeatedly purchasing securities and then selling them after relatively short holding periods to



purchase other securities, for no apparent reason. Such in-and-out trading is a hallmark of excessive trading and churning. Stanton ignored that the representative consistently charged commissions of 3.5 percent - 5 percent, on both purchases and sales. Commission rates at this level, coupled with a high volume of trading, resulted in high overall commissions being paid to the representative and made it highly unlikely that the customer's accounts would be profitable. Stanton was aware that the representative's trading in the customer's accounts was excessive.

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<b>Reporting Source:</b>	Broker
<b>Regulatory Action Initiated By:</b>	FINRA
<b>Sanction(s) Sought:</b>	Other: N/A
<b>Date Initiated:</b>	11/30/2016
<b>Docket/Case Number:</b>	<a href="#">2015048048801</a>
<b>Employing firm when activity occurred which led to the regulatory action:</b>	Legend Securities, Inc.
<b>Product Type:</b>	No Product
<b>Allegations:</b>	Stanton was named a respondent in a FINRA complaint alleging that he and his member firm failed to establish, maintain and enforce a reasonable supervisory system, and failed to enforce the firm's WSPs, to prevent a registered representative from churning and excessively trading a customer's brokerage accounts. The complaint alleges that Stanton and the firm failed to adequately investigate red flags demonstrating that the registered representative was churning the customer's accounts. Stanton and the firm also failed to adequately investigate, or simply ignored, that the registered representative engaged in aggressive, "in-and-out" trading, repeatedly purchasing securities and then selling them after relatively short holding periods to purchase other securities, for no apparent reason. Such in-and-out trading is a hallmark of excessive trading and churning.
<b>Current Status:</b>	Final
<b>Resolution:</b>	Decision & Order of Offer of Settlement



<b>Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?</b>	No
<b>Resolution Date:</b>	05/25/2017
<b>Sanctions Ordered:</b>	Civil and Administrative Penalty(ies)/Fine(s) Suspension
<b>Sanction 1 of 1</b>	
<b>Sanction Type:</b>	Suspension
<b>Capacities Affected:</b>	principal capacity
<b>Duration:</b>	7 months
<b>Start Date:</b>	06/19/2017
<b>End Date:</b>	01/18/2018
<b>Monetary Sanction 1 of 1</b>	
<b>Monetary Related Sanction:</b>	Civil and Administrative Penalty(ies)/Fine(s)
<b>Total Amount:</b>	\$5,000.00
<b>Portion Levied against individual:</b>	\$5,000.00
<b>Payment Plan:</b>	
<b>Is Payment Plan Current:</b>	
<b>Date Paid by individual:</b>	10/05/2017
<b>Was any portion of penalty waived?</b>	No
<b>Amount Waived:</b>	
<b>Broker Statement</b>	<p>Without admitting or denying the allegations, I consented to the sanctions and to the entry of findings that I failed to enforce my former employer's Written Supervisory Procedures (WSPs), to prevent a registered representative from churning and excessively trading a disabled senior customer's brokerage accounts. I decided to settle this matter to avoid costly litigation.</p> <p>I became the RR's supervisor towards the end of his time at my former employer. When I became the RR's supervisor, I was never informed about the client's</p>



disabilities. In order to conduct even routine supervision, it was a process to obtain exception reports, which I requested on multiple occasions to no avail. The client refused each of the calls I made to speak with them, but activity letters sent to them were promptly returned, signed and acknowledging all activity in the account. Red flags of activity were not ignored; in fact, they were brought to the attention of both Compliance and the RR, as even the RR attested to in his testimony to FINRA. All corrective suggestions made to Compliance and Senior Management were denied and not implemented by the Firm, allowing the RR to continue to manage the account as he had for several years prior to my becoming his supervisor.

### Disclosure 2 of 2

<b>Reporting Source:</b>	Regulator
<b>Regulatory Action Initiated By:</b>	MONTANA STATE AUDITOR'S OFFICE SECURITIES DEPARTMENT
<b>Sanction(s) Sought:</b>	Civil and Administrative Penalt(ies) /Fine(s)
<b>Other Sanction(s) Sought:</b>	
<b>Date Initiated:</b>	09/07/2005
<b>Docket/Case Number:</b>	08-09-05-148 I
<b>Employing firm when activity occurred which led to the regulatory action:</b>	SUMMIT BROKERAGE SERVICES, INC.
<b>Product Type:</b>	Equity - OTC
<b>Other Product Type(s):</b>	
<b>Allegations:</b>	FAILURE TO REASONABLY SUPERVISE REPRESENTATIVE GREGG LORENZO
<b>Current Status:</b>	Final
<b>Resolution:</b>	Consent
<b>Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?</b>	No
<b>Resolution Date:</b>	01/24/2006





**Sanctions Ordered:** Monetary/Fine \$9,000.00

**Other Sanctions Ordered:**

**Sanction Details:** REFRAIN FROM APPLYING FOR SECURITIES REGISTRATION IN MONTANA FOR A PERIOD OF ONE YEAR.

**Reporting Source:** Broker

**Regulatory Action Initiated By:** MONTANA STATE AUDITORS OFFICE SECURITIES DEPARTMENT

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

**Other Sanction(s) Sought:**

**Date Initiated:** 09/07/2005

**Docket/Case Number:** 08-09-05-148 I

**Employing firm when activity occurred which led to the regulatory action:** SUMMIT BROKERAGE SERVICES INC

**Product Type:** Equity - OTC

**Other Product Type(s):**

**Allegations:** FAILURE TO REASONABLY SUPERVISE REPRESENTATIVE GREGG LORENZO.

**Current Status:** Final

**Resolution:** Consent

**Resolution Date:** 01/24/2006

**Sanctions Ordered:** Monetary/Fine \$9,000.00

**Other Sanctions Ordered:**

**Sanction Details:** RR TO REFRAIN FROM APPLYING FOR SECURITIES REGISTRATION IN MONTANA FOR A PERIOD OF ONE YEAR.



## Customer Dispute - Settled

This type of disclosure event involves a consumer-initiated, investment-related complaint, arbitration proceeding or civil suit containing allegations of sale practice violations against the broker that resulted in a monetary settlement to the customer.

### Disclosure 1 of 2

<b>Reporting Source:</b>	Broker
<b>Employing firm when activities occurred which led to the complaint:</b>	Legend Securities, Inc.
<b>Allegations:</b>	Failure to supervise representative's alleged activities (excessive trading, unsuitable recommendations). Approx. Activity dates are
<b>Product Type:</b>	Annuity-Variable Equity Listed (Common & Preferred Stock)
<b>Alleged Damages:</b>	\$214,000.00

### Arbitration Information

**Arbitration/CFTC reparation claim filed with (FINRA, AAA, CFTC, etc.):** FINRA Dispute Resolution

<b>Docket/Case #:</b>	16-03695
<b>Date Notice/Process Served:</b>	03/06/2017
<b>Arbitration Pending?</b>	No
<b>Disposition:</b>	Settled
<b>Disposition Date:</b>	07/09/2018
<b>Monetary Compensation Amount:</b>	\$20,000.00
<b>Individual Contribution Amount:</b>	\$20,000.00
<b>Broker Statement</b>	RR settled out of the arbitration to avoid additional attorney cists.

### Disclosure 2 of 2

<b>Reporting Source:</b>	Firm
<b>Employing firm when activities occurred which led to the complaint:</b>	SUMMIT BROKERAGE SERVICES INC



**Allegations:** NON- SPECIFIC ALLEGATIONS (INAPPROPRIATE CONDUCT, COERCION) CONCERNING PAYMENT FOR MARGIN CALLS.

**Product Type:** Equity - OTC

**Alleged Damages:** \$20,883.00

### Customer Complaint Information

**Date Complaint Received:** 10/21/2005

**Complaint Pending?** No

**Status:** Settled

**Status Date:** 01/15/2006

**Settlement Amount:** \$15,000.00

**Individual Contribution Amount:** \$0.00

**Firm Statement** COMPLAINT WAS NON-SPECIFIC AND DEMANDED RECISSION FOR A TRADE IN AXYX.

**Reporting Source:** Broker

**Employing firm when activities occurred which led to the complaint:** SUMMIT BROKERAGE SERVICES, INC.

**Allegations:** NON- SPECIFIC ALLEGATIONS (INAPPROPRIATE CONDUCT, COERCION) CONCERNING PAYMENT FOR MARGIN CALLS.

**Product Type:** Equity - OTC

**Alleged Damages:** \$20,883.00

### Customer Complaint Information

**Date Complaint Received:** 01/20/2006

**Complaint Pending?** No

**Status:** Settled

**Status Date:** 01/15/2006

**Settlement Amount:** \$15,000.00

**Individual Contribution Amount:** \$0.00



**Broker Statement**

I VEHEMENTLY DENY THESE ALLEGATIONS. THIS WAS NEVER MY CLIENT. I WAS NEVER GIVEN THE OPPORTUNITY TO RESPOND, AND UNBEKNOWNST TO ME MY FORMER EMPLOYER SETTLED THIS MATTER IN WHICH I DID NOT CONTRIBUTE.



## Financial - Final

This type of disclosure event involves a bankruptcy, compromise with one or more creditors, or Securities Investor Protection Corporation liquidation involving the broker or an organization/brokerage firm the broker controlled that occurred within the last 10 years.

### Disclosure 1 of 2

<b>Reporting Source:</b>	Broker
<b>Action Type:</b>	Bankruptcy
<b>Bankruptcy:</b>	Chapter 13
<b>Action Date:</b>	06/12/2018
<b>Organization Investment-Related?</b>	
<b>Type of Court:</b>	Bankruptcy Court
<b>Name of Court:</b>	US Bankruptcy Court, District of New Jersey
<b>Location of Court:</b>	Trenton, NJ
<b>Docket/Case #:</b>	18-21821-CMG
<b>Action Pending?</b>	No
<b>Disposition:</b>	Discharged
<b>Disposition Date:</b>	05/15/2020

### Disclosure 2 of 2

<b>Reporting Source:</b>	Broker
<b>Action Type:</b>	Compromise
<b>Action Date:</b>	10/13/2015
<b>Organization Investment-Related?</b>	
<b>Type of Court:</b>	Superior Court
<b>Name of Court:</b>	Superior Court of the State of New Jersey
<b>Location of Court:</b>	Somerset County, NJ
<b>Docket/Case #:</b>	SOM-L-1070-14
<b>Action Pending?</b>	No



**Disposition:** Satisfied/Released

**Disposition Date:** 10/19/2015

**If a compromise with creditor,  
provide:**

**Name of Creditor:** American Express

**Original Amount Owed:** \$24,270.00

**Terms Reached with Creditor:** Settlement sum of \$9,000.00 for full satisfaction.

## End of Report



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