

BrokerCheck Report

JOHN FRANCIS DAVENPORT

CRD# 1448999

<u>Section Title</u>	<u>Page(s)</u>
Report Summary	1
Broker Qualifications	2 - 3
Registration and Employment History	5 - 6
Disclosure Events	7



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.

JOHN F. DAVENPORT

CRD# 1448999

This broker is not currently registered.

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 not currently registered.

This broker has passed:

- 0 Principal/Supervisory Exams
- 3 General Industry/Product Exams
- 2 State Securities Law Exams

Registration History

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

- B LIBERTY PARTNERS FINANCIAL SERVICES, LLC**
CRD# 130390
Norwalk, CT
10/2016 - 03/2023
- B SECURITIES AMERICA, INC.**
CRD# 10205
NORWALK, CT
05/2014 - 10/2016
- B FSC SECURITIES CORPORATION**
CRD# 7461
NORWALK, CT
11/2012 - 05/2014

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	4
Termination	1
Financial	1
Judgment/Lien	1

Investment Adviser Representative Information

The information below represents the individual's record as a broker. For details on this individual's record as an investment adviser representative, visit the SEC's Investment Adviser Public Disclosure website at

<https://www.adviserinfo.sec.gov>

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 broker is not currently registered.



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. A passed exam or exam waiver does not permit a broker to do business without an active SRO or state registration.

This individual has passed 0 principal/supervisory exams, 3 general industry/product exams, and 2 state securities law exams.

Principal/Supervisory Exams

Exam	Category	Date
No information reported.		

General Industry/Product Exams

Exam	Category	Date
B Securities Industry Essentials Examination	SIE	10/01/2018
B General Securities Representative Examination	Series 7	02/12/1995
B Investment Company Products/Variable Contracts Representative Examination	Series 6	06/03/1994

State Securities Law Exams

Exam	Category	Date
IA Uniform Investment Adviser Law Examination	Series 65	03/30/2024
B Uniform Securities Agent State Law Examination	Series 63	09/20/1994

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/.

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 10/2016 - 03/2023	LIBERTY PARTNERS FINANCIAL SERVICES, LLC	130390	Norwalk, CT
B 05/2014 - 10/2016	SECURITIES AMERICA, INC.	10205	NORWALK, CT
B 11/2012 - 05/2014	FSC SECURITIES CORPORATION	7461	NORWALK, CT
B 02/2007 - 11/2012	SII INVESTMENTS, INC.	2225	NORWALK, CT
B 05/2003 - 01/2007	ROYAL ALLIANCE ASSOCIATES, INC.	23131	WHITE PLAINS, NY
B 02/1999 - 05/2003	PRIME CAPITAL SERVICES, INC.	18334	POUGHKEEPSIE, NY
B 10/1997 - 03/1999	SUNPOINT SECURITIES, INC.	25442	LONGVIEW, TX
B 12/1996 - 09/1997	MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED	7691	NEW YORK, NY
B 02/1995 - 01/1997	SMITH BARNEY INC.	7059	NEW YORK, NY
B 06/1994 - 01/1995	DESCAP SECURITIES, INC.	14997	NEW YORK, NY
B 01/1988 - 11/1991	COLLEGE RETIREMENT EQUITIES FUND	20472	NEW YORK, NY
B 02/1986 - 08/1987	MONY SECURITIES CORP.	4386	

Employment History

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
07/2023 - Present	J. DAVENPORT ADVISORS, LLC	MANAGING PRINCIPAL	Y	NORWALK, CT, United States
02/2023 - 04/2023	Blackridge Asset Management	Investment Advisor	Y	Jupiter, FL, United States



Registration and Employment History

Employment History, continued

Employment	Employer Name	Position	Investment Related	Employer Location
10/2016 - 02/2023	Liberty Partners Financial Services, LLC	Registered Rep	Y	Mount Pleasant, SC, United States
10/2016 - 02/2023	Modern Capital Advisors, LLC	Investment Advisor	Y	Cheyenne, WY, United States
05/2014 - 10/2016	SECURITIES AMERICA ADVISORS, INC.	INVESTMENT ADVISOR REPRESENTATIVE	Y	NORWALK, CT, United States
05/2014 - 10/2016	SECURITIES AMERICA, INC.	REGISTERED REPRESENTATIVE	Y	NORWALK, CT, 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.

1. Business Entity: J. Davenport Legal LLC; Business Activity: Estate Planning/Attorney; Address: 800 Connecticut Ave Ste E401; Duties of Position: Attorney; Title: Owner; Start Date: 08/2022; Approx. # of hours a month spent on activity: 15; Approx. # of hours a month spent during trading hours: 15

2. Business Entity: LPBP Financial LLC; Business Activity: Insurance; Address: 800 Connecticut Ave Ste E401; Duties of Position: Sell, FIA and Life Insurance; Title: Owner; Start Date: 11/2022; Approx. # of hours per month spent on activity: 80; Approx. # of hours a month spent during trading hours: 80

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:**
 - A law enforcement agency must file formal charges before a broker is required to disclose a particular criminal event.
 - 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.
 -
3. **Disclosure events in BrokerCheck reports come from different sources:**
 - 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.
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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 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	4	N/A
Termination	N/A	1	N/A
Financial	1	0	N/A
Judgment/Lien	1	N/A	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:	Broker
Regulatory Action Initiated By:	State of Connecticut Insurance Department
Sanction(s) Sought:	Revocation Suspension
Date Initiated:	12/23/2021
Docket/Case Number:	FC 21-109
Employing firm when activity occurred which led to the regulatory action:	Liberty Partners Financial Services
Product Type:	No Product
Allegations:	Pursuant to the investigation the Commissioner alleges that the Respondent and other individuals in his employ, one of which was unlicensed, impersonated two clients on thirteen phone calls to an insurer between April 2 and May 14, 2021, without such clients' knowledge or consent.
Current Status:	Final
Limitation Details:	Probation
Resolution:	Settled



Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?	Yes
Resolution Date:	12/23/2021
Sanctions Ordered:	Civil and Administrative Penalty(ies)/Fine(s) Other: Completion of Ethics course and one year of probation
Monetary Sanction 1 of 1	
Monetary Related Sanction:	Civil and Administrative Penalty(ies)/Fine(s)
Total Amount:	\$10,000.00
Portion Levied against individual:	\$10,000.00
Payment Plan:	\$2,000 in 5 monthly installments
Is Payment Plan Current:	Yes
Date Paid by individual:	01/10/2022
Was any portion of penalty waived?	No
Amount Waived:	
Broker Statement	To avoid the cost and uncertainty of litigation, we settled this matter with the state.

Disclosure 2 of 2

Reporting Source:	Regulator
Regulatory Action Initiated By:	FINRA
Sanction(s) Sought:	
Date Initiated:	01/31/2019
Docket/Case Number:	2017055074301
Employing firm when activity occurred which led to the regulatory action:	Securities America, Inc. and Liberty Partners Financial Services, LLC



Product Type:	Annuity-Variable
Allegations:	Without admitting or denying the findings, Davenport consented to the sanctions and to the entry of findings that he placed two securities transactions for a registered representative of another firm and split the commissions generated from the transactions with that representative, without the knowledge or consent of either firm, and without reflecting the commission sharing on his member firm's books and records. The findings stated that Davenport paid the registered representative from the other firm approximately \$50,000, which represented approximately half of the total commissions on the variable annuity transactions, ostensibly as a referral fee, causing his firm's books and records to be inaccurate. The findings also stated that while registered through his current firm, Davenport permitted his assistant to use a personal email address to communicate with securities customers concerning business-related matters, which was not approved by the firm, causing the firm to fail to retain the emails among its books and records. Davenport and others at his current firm have represented that they have since discussed the use of personal email to conduct firm business with his assistant, and his assistant is now using a firm-approved email address for all business communications.
Current Status:	Final
Resolution:	Acceptance, Waiver & Consent(AWC)
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:	01/31/2019
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?	No



(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?

(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



(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?

Sanction 1 of 1

Sanction Type: Suspension

Capacities Affected: All Capacities

Duration: two months

Start Date: 02/19/2019

End Date: 04/18/2019

Monetary Sanction 1 of 1

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

Total Amount: \$20,000.00

Portion Levied against individual: \$20,000.00

Payment Plan:

Is Payment Plan Current:

Date Paid by individual: 09/30/2021

Was any portion of penalty waived? No

Amount Waived:



Reporting Source:	Broker
Regulatory Action Initiated By:	FINRA
Sanction(s) Sought:	
Date Initiated:	01/31/2019
Docket/Case Number:	2017055074301
Employing firm when activity occurred which led to the regulatory action:	Securities America, Inc. and Liberty Partners Financial Services, LLC
Product Type:	Annuity-Variable
Allegations:	Without admitting or denying the findings, Davenport consented to the sanctions and to the entry of findings that he placed two securities transactions for a registered representative of another firm and split the commissions generated from the transactions with that representative, without the knowledge or consent of either firm, and without reflecting the commission sharing on his member firm's books and records. The findings stated that Davenport paid the registered representative from the other firm approximately \$50,000, which represented approximately half of the total commissions on the variable annuity transactions, ostensibly as a referral fee, causing his firm's books and records to be inaccurate. The findings also stated that while registered through his current firm, Davenport permitted his assistant to use a personal email address to communicate with securities customers concerning business-related matters, which was not approved by the firm, causing the firm to fail to retain the emails among its books and records. Davenport and others at his current firm have represented that they have since discussed the use of personal email to conduct firm business with his assistant, and his assistant is now using a firm-approved email address for all business communications.
Current Status:	Final
Resolution:	Acceptance, Waiver & Consent(AWC)
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:	01/31/2019



Sanctions Ordered: Civil and Administrative Penalty(ies)/Fine(s)
Suspension

Sanction 1 of 1

Sanction Type: Suspension

Capacities Affected: All Capacities

Duration: two months

Start Date: 02/19/2019

End Date: 04/18/2019

Monetary Sanction 1 of 1

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

Total Amount: \$20,000.00

Portion Levied against individual: \$20,000.00

Payment Plan:

Is Payment Plan Current:

Date Paid by individual:

Was any portion of penalty waived? No

Amount Waived:



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 3

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	SECURITIES AMERICA, INC.
Allegations:	The Claimants allege that the financial professional sold them an alternative investment that was unsuitable.
Product Type:	Real Estate Security
Alleged Damages:	\$150,000.00
Is this an oral complaint?	No
Is this a written complaint?	No
Is this an arbitration/CFTC reparation or civil litigation?	Yes
Arbitration/Reparation forum or court name and location:	FINRA
Docket/Case #:	23-03158
Filing date of arbitration/CFTC reparation or civil litigation:	10/27/2023

Customer Complaint Information

Date Complaint Received:	10/30/2023
Complaint Pending?	No
Status:	Settled
Status Date:	12/23/2024
Settlement Amount:	\$15,000.00
Individual Contribution Amount:	\$0.00
Firm Statement	Note: This arbitration claim was originally disclosed by Securities America, Inc. in a Form U5 amendment in November 2023 under Occurrence number 2309603. The



matter has now been settled.

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: SECURITIES AMERICA, INC.

Allegations: The Claimants allege that the financial professional sold them an alternative investment that was unsuitable.

Product Type: Real Estate Security

Alleged Damages: \$150,000.00

Is this an oral complaint? No

Is this a written complaint? No

Is this an arbitration/CFTC reparation or civil litigation? Yes

Arbitration/Reparation forum or court name and location: FINRA

Docket/Case #: 23-03158

Filing date of arbitration/CFTC reparation or civil litigation: 10/27/2023

Customer Complaint Information

Date Complaint Received: 10/30/2023

Complaint Pending? Yes

Settlement Amount:

Individual Contribution Amount:

Disclosure 2 of 3

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: Liberty Partners Financial Services, LLC



Allegations:	violations of FINRA 2110, failure to observe high standards of commercial honor and just and equitable principles of trade, FINRA 2111 RECOMMENDING AND SELLING SECURITIES WITHOUT ADEQUATE DUE DILIGENCE AND WITHOUT A REASONABLE BASIS; Negligence, misrepresentation and omission of material fact, and breach of fiduciary duty.
Product Type:	Annuity-Variable
Alleged Damages:	\$0.00
Alleged Damages Amount Explanation (if amount not exact):	There was no damage amount alleged.
Is this an oral complaint?	No
Is this a written complaint?	No
Is this an arbitration/CFTC reparation or civil litigation?	Yes
Arbitration/Reparation forum or court name and location:	FINRA
Docket/Case #:	19-02068
Filing date of arbitration/CFTC reparation or civil litigation:	07/26/2019

Customer Complaint Information

Date Complaint Received:	07/27/2019
Complaint Pending?	No
Status:	Settled
Status Date:	09/15/2021
Settlement Amount:	\$325,000.00
Individual Contribution Amount:	\$50,000.00
Broker Statement	This case was settled for the charges associated with surrendering the two IRA annuities. If you add the surrender charges to the surrender values of each contract, [REDACTED] actually made a profit in each contract. In fact, my broker dealer originally offered to pay her the surrender charges for both contracts but this offer was never accepted. As a condition of this settlement, I said that I wanted it in writing that I accept no liability; that what I proposed was suitable given



[REDACTED] cash flow issues: and my broker dealer fully approved of the two annuities I recommended. The real problem was [REDACTED] attorney who rejected the two annuities without ever asking me why I recommended them. I truly believe all this all could have been avoided had it not been for [REDACTED] attorney.

Disclosure 3 of 3

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: PRIME CAPITAL SERVICES, INC.

Allegations: CLIENT ALLEGES THE REPRESENTATIVE GUARANTEED THE CLIENT AN 8% RETURN ON THEIR VA INVESTMENT WHICH FUNDED THEIR CHARITABLE REMAINDER TRUST.

Product Type: Annuity(ies) - Variable

Alleged Damages: \$15,000.00

Customer Complaint Information

Date Complaint Received: 12/09/2003

Complaint Pending? No

Status: Litigation

Status Date: 12/09/2003

Settlement Amount: \$50,000.00

Individual Contribution Amount: \$0.00

Civil Litigation Information

Court Details: STATE OF CT. SUPERIOR COURT STAMFORD-NORWALK

Date Notice/Process Served: 12/09/2003

Litigation Pending? No

Disposition: Settled

Disposition Date: 08/08/2008

Monetary Compensation Amount: \$50,000.00



Individual Contribution Amount: \$0.00

Firm Statement WITHOUT ADMITTING ANY WRONG DOING ON THE PART OF THE REPRESENTATIVE AND/OR THE FIRM, THE CASE WAS SETTLED TO AVOID FUTURE LITIGATION COSTS.

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: PRIME CAPITAL SERVICE INC

Allegations: CLIENT ALLEGES THEY WERE NOT INFORMED THAT CONTRIBUTIONS TO A CHARITABLE REMAINDER TRUST COULD NOT BE SUBSEQUENTLY WITHDRAWN AS A SINGLE SUM PAYMENT

Product Type: Annuity(ies) - Variable

Alleged Damages: \$15,000.00

Customer Complaint Information

Date Complaint Received: 12/09/2003

Complaint Pending? No

Status: Litigation

Status Date: 01/01/2005

Settlement Amount: \$0.00

Individual Contribution Amount: \$0.00

Civil Litigation Information

Court Details: SUPERIOR COURT, STAMFORD-NORWALK AT STAMFORD, CT. DOCKET #X05-CV-04-0198525-S

Date Notice/Process Served: 11/12/2008

Litigation Pending? No

Disposition: Settled

Disposition Date: 08/08/2008

Monetary Compensation Amount: \$50,000.00



Individual Contribution Amount: \$0.00

Broker Statement

CLIENT AND THEIR INVESTMENT BANKING SON-IN-LAW KNEW THEY COULDN'T WITHDRAW CRT PROCEEDS AS A LUMP-SUM. IT'S BASIC TO THE CONCEPT AND WAS DISCUSSED MANY TIMES. CONCEPT ACTUALLY SAVED CLIENT \$40,000 OR MORE IN MKT VALUE. REASON FOR COMPLAINT WAS UNFOUNDED. THE CRT IS USED TO AVOID CAP GAIN TAX ON AN ASSET THAT THE CLIENT WOULD NEVER HAVE SOLD. THEREFORE, WHY WOULD THEY COMPLAIN, AFTER SAVING SUBSTANTIAL DOLLARS, THAT THEY COULDN'T GET A SINGLE-SUM PAYMENT WHEN THEY WOULD NOT HAVE SOLD THE ASSET IN ITS ENTIRETY DURING THEIR LIFETIME ANYWAY. IT DOESN'T MAKE ANY SENSE. THEY RECEIVED MORE BENEFIT, MORE INCOME, AND BECAUSE OF THE MARKET COLLAPSE, THE STRATEGY SAVED THEM IN EXCESS OF \$40,000 IN MARKET VALUE. ANYONE CAN COMPLAIN BUT I REMAIN ADAMENT ABOUT THE SUBSTANCE OF OUR DISCUSSIONS AND THE FACT THAT THEY AND THEIR INVESTMENT BANKING SON-IN-LAW KNEW THAT THEY CRT ASSETS COULD NOT BE WITHDRAWN IN A SINGLE-SUM PAYMENT. TO THIS DAY, I STILL DON'T UNDERSTAND THE ORIGIN OF THIS COMPLAINT. UNFORTUNATELY IN TODAY'S ENVIRONMENT, LITIGATION IS RAMPANT AND ALOT OF IT UNJUSTIFIED. I BELIEVE THIS COMPLAINT FALLS WITHIN THAT CATEGORY AND I LOOK FORWARD TO ITS RESOLUTION IN MY FAVOR. I STAND BEHIND EVERY RECOMMENDATION THAT I MADE AND FULL DISCLOSURE WAS GIVEN TO THE CLIENT. I SIMPLY REGRET THAT OUR CONVERSATIONS WEREN'T TAPED BECAUSE IT WOULD CONCLUDE THIS MATTER QUICKLY. ***WITHOUT ADMITTING ANY WRONG DOING ON THE PART OF THE REPRESENTATIVE AND/OR FIRM, THE CASE WAS SETTLED TO AVOID FUTURE LITIGATION COSTS.****



Customer Dispute - Closed-No Action / Withdrawn / Dismissed / Denied

This type of disclosure event involves (1) a consumer-initiated, investment-related arbitration or civil suit containing allegations of sales practice violations against the individual broker that was dismissed, withdrawn, or denied; or (2) a consumer-initiated, investment-related written complaint containing allegations that the broker engaged in sales practice violations resulting in compensatory damages of at least \$5,000, forgery, theft, or misappropriation, or conversion of funds or securities, which was closed without action, withdrawn, or denied.

Disclosure 1 of 1

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	PRIME CAPITAL SERVICES
Allegations:	CLIENT ALLEGES THAT THE REPRESENTATIVE CONVINCED HIM TO MOVE HIS RETIREMENT MONEY FROM A FIXED RETIREMENT ACCT WITH HIS SCHOOL DISTRICT IN 2001 INTO A VARIABLE ANNUITY AND HIS VALUE HAS NOT INCREASED AS HE WAS LED TO BELIEVE. THIS SHOULD BE DIRECTED AT THE REPRESENTATIVE'S PRIOR FIRM, AND NOT TO ROYAL ALLIANCE.
Product Type:	Annuity-Variable
Alleged Damages:	\$0.00
Alleged Damages Amount Explanation (if amount not exact):	NO DOLLAR AMOUNT GIVEN, BUT THE DAMAGES COULD AMOUNT TO MORE THAN \$5,000.
Is this an oral complaint?	No
Is this a written complaint?	Yes
Is this an arbitration/CFTC reparation or civil litigation?	No

Customer Complaint Information

Date Complaint Received:	03/05/2012
Complaint Pending?	No
Status:	Closed/No Action
Status Date:	03/20/2012
Settlement Amount:	
Individual Contribution Amount:	

**Firm Statement**

THIS WAS FILED IN ERROR BY ROYAL ALLIANCE ASSOCIATES, DURING RESEARCH OF THE ALLEGED ACTIVITY, IT WAS DISCOVERED THAT JOHN DAVENPORT WAS AFFILIATED WITH PRIME CAPITAL SERVICES IN 2001 WHEN THE VA AND LIFE INSURANCE POLICY WAS SOLD. HE WAS AFFILIATED WITH ROYAL ALLIANCE FROM 5/20/2003 TO 12/29/2006.

Reporting Source:

Broker

Employing firm when activities occurred which led to the complaint:

ROYAL ALLIANCE

Allegations:

CLIENT ALLEGES REPRESENTATIVE GAVE POOR ADVISE WHEN HE SUGGESTED CLIENT MOVE HIS TRS ACCOUNT TO A VARIABLE ANNUITY IN 2007

Product Type:

Annuity-Variable

Alleged Damages:

\$0.00

Alleged Damages Amount Explanation (if amount not exact):

FIRM COULD NOT DETERMINE DAMAGES TO BE LESS THAN 5000.00

Is this an oral complaint?

No

Is this a written complaint?

Yes

Is this an arbitration/CFTC reparation or civil litigation?

No

Customer Complaint Information**Date Complaint Received:**

02/02/2012

Complaint Pending?

No

Status:

Denied

Status Date:

02/07/2012

Settlement Amount:**Individual Contribution Amount:****Broker Statement**

THE VARIABLE PRODUCT SOLD TO CLIENT DID EXACTLY WHAT T WAS SUPPOSE TO DO IN BAD MARKETS; IE, PROVIDE A GUARANTEED MINIMUM RETURN OF 7% ON ORIGINAL INVESTMENT WITH UNLIMITED UPSIDE



POTENTIAL. HOWEVER, SINCE THE ACTUAL MARKETS WENT THROUGH ONE OF THE GREATEST DOWNTURNS IN MARKET HISTORY, THE CLIENT WAS UPSET THAT HIS MARKET VALUE (NOT GUARANTEED VALUE) WOULD HAVE BEEN MORE HAD HE STAYED IN A FIXED ACCOUNT EARNING A STATED RATE OF INTEREST RATHER THAN THE STOCK MARKET. EVERYTHING SEEMS BETTER WHEN VIEW IN HINDSIGHT. THE PRODUCT SOLD TO THE CLIENT SAVED THE CLIENT'S INVESTMENT FOR FUTURE INCOME DURING THE MARKET DOWN TURN AND DID EXACTLY WHAT WAS ADVERTISED.



Employment Separation After Allegations

This type of disclosure event involves a situation where the broker voluntarily resigned, was discharged, or was permitted to resign after being accused of (1) violating investment-related statutes, regulations, rules or industry standards of conduct; (2) fraud or the wrongful taking of property; or (3) failure to supervise in connection with investment-related statutes, regulations, rules, or industry standards of conduct.

Disclosure 1 of 1

Reporting Source: Firm

Employer Name: ROYAL ALLIANCE ASSOCIATES, INC.

Termination Type: Discharged

Termination Date: 01/11/2007

Allegations: SEE COMMENT SECTION

Product Type: No Product

Other Product Types:

Firm Statement MR. DAVENPORT APPEARS TO HAVE PROVIDED INACCURATE INFORMATION WITH RESPECT TO THE INCOME STATEMENT OF HIS INDEPENDENT INVESTMENT ADVISORY BUSINESS TO THE SEC EXAMINATION STAFF.

Reporting Source: Broker

Employer Name: ROYAL ALLIANCE

Termination Type: Discharged

Termination Date: 01/11/2007

Allegations: PROVIDED INACCURATE INFORMATION WITH RESPECT TO THE INCOME STATEMENT OF MY INDEPENDENT ADVISORY BUSINESS TO THE SEC EXAMINATION STAFF.

Product Type: No Product

Other Product Types:

Broker Statement ROYAL AND I HAD THE SAME ATTORNEY. SINCE ROYAL WAS UNDERGOING A RIGOROUS SEC EXAMINATION, ROYAL FELT THIS ISSUE COULD COMPLICATE MATTERS AND ALTHOUGH WE LEFT ON GREAT TERMS, THEY THOUGHT IT BEST FOR US TO CHANGE BROKER DEALERS.



Financial - Pending

This type of disclosure event involves a pending 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 1

Reporting Source:	Broker
Action Type:	Bankruptcy
Bankruptcy:	Chapter 7
Action Date:	02/02/2017
Organization Investment-Related?	
Type of Court:	Federal Court
Name of Court:	United States Bankruptcy Court
Location of Court:	District of Connecticut
Docket/Case #:	17-50114
Action Pending?	Yes
Disposition:	Discharged
Disposition Date:	10/04/2017
Amount Paid:	
SIPA (Securities Investor Protection Act) Trustee:	
Currently Open?	No
Date Direct Payment Initiated/Filed or Trustee Appointed:	
Broker Statement	My attorney the business bankruptcy for a new venture I started with another broker in San Diego, Ca names Ardent Retirement Planning, My partner at the time was entering into lease agreements without my knowledge or approval, To protect myself I was encouraged to file this Chapter 7 bankruptcy.



Judgment / Lien

This type of disclosure event involves an unsatisfied and outstanding judgments or liens against the broker.

Disclosure 1 of 1

Reporting Source:	Broker
Judgment/Lien Holder:	IRS
Judgment/Lien Amount:	\$1,828,159.00
Judgment/Lien Type:	Tax
Date Filed with Court:	06/08/2016
Date Individual Learned:	07/05/2016
Type of Court:	City Registrar
Name of Court:	New Canaan City Reg
Location of Court:	Fairfield County, CT
Docket/Case #:	BK956PG812
Judgment/Lien Outstanding?	Yes
Broker Statement	<p>My legal representative and the IRS are in the final stages of a settlement agreement. Everything has been agreed upon in principal and the final letter should be sent to me within the next month. The final settlement amount is projected to be far less than the lien amount originally filed. I am very pleased that this matter is finally coming to a close.</p>

End of Report



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