

BrokerCheck Report

HAROLD LEE CONNELL

CRD# 1482623

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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.

HAROLD L. CONNELL

CRD# 1482623

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:

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

Registration History

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

- B CP CAPITAL SECURITIES**
CRD# 15029
MIAMI, FL
01/2001 - 04/2017
- B CENTENNIAL CAPITAL MANAGEMENT, INC.**
CRD# 38988
ATLANTA, GA
05/1997 - 12/2000
- B WORLD INVEST CORPORATION**
CRD# 17223
DEERFIELD BEACH, FL
04/1996 - 05/1997

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	5
Customer Dispute	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 2 principal/supervisory exams, 3 general industry/product exams, and 1 state securities law exam.

Principal/Supervisory Exams

Exam	Category	Date
B General Securities Principal Examination	Series 24	05/20/1993
B Municipal Securities Principal Examination	Series 53	08/10/1992

General Industry/Product Exams

Exam	Category	Date
B Securities Industry Essentials Examination	SIE	04/10/2017
B General Securities Representative Examination	Series 7	12/22/1992
B Municipal Securities Representative Examination	Series 52	07/09/1992

State Securities Law Exams

Exam	Category	Date
B Uniform Securities Agent State Law Examination	Series 63	02/23/1993

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 01/2001 - 04/2017	CP CAPITAL SECURITIES	15029	MIAMI, FL
B 05/1997 - 12/2000	CENTENNIAL CAPITAL MANAGEMENT, INC.	38988	ATLANTA, GA
B 04/1996 - 05/1997	WORLD INVEST CORPORATION	17223	DEERFIELD BEACH, FL
B 11/1995 - 04/1996	COLEMAN & COMPANY SECURITIES, INC.	1486	NEW YORK, NY
B 01/1993 - 02/1995	FIRST EQUITY CORPORATION OF FLORIDA	9	MIAMI, FL
B 07/1992 - 01/1993	OPPENHEIMER & CO., INC.	630	NEW YORK, NY

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
01/2001 - Present	CP CAPITAL SECURITIES, INC.	PRINCIPAL	Y	MIAMI, FL, 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.

CP CAPITAL GROUP, LLC

INVESTMENT RELATED

1428 BRICKELL AVE. SUITE 600, MIAMI, FL. 33131.

THIS IS THE HOLDING COMPANY FOR CP CAPITAL SECURITIES MANAGING MEMBER STARTING 09/2002

WORKS 1-2 HRS, AND 1-2 HRS DURING TRADING HOURS

CP US INCOME GROUP, LLC

1428 BRICKELL AVE, SUITE 600, MIAMI, FL 33131

INVESTMENT FUND PROVIDING DEBT FUNDING TO SMALL PUBLIC COMPANIES.



Registration and Employment History

Other Business Activities, continued

DEVOTES ABOUT 2 HRS PER WEEK.

CP VENTURE CAPITAL, LLC OF MIAMI, FLORIDA. AN INVESTMENT FUND. SPENDS APPROXIMATELY 2 HOURS PER WEEK ON THIS BUSINESS.

CONNELL VENTURES LLC (CFB VENTURES)
1428 BRICKELL AVE, SUITE 600 MIAMI FL. 33131

IT IS INVESTMENT RELATED, HE IS THE MANAGING MEMBER. HIS PRIMARY DUTIES IS TO OVERSEE THE FAMILY INVESTMENTS. HE STARTED IN 10/2003. HE DEVOTES 3 HOURS PER WEEK.

CP CAPITAL CASH SOLUTIONS. IT IS NOT INVESTMENT RELATED. IT IS LOCATED AT 1428 BRICKELL AVENUE SUITE 600, MIAMI FL. 33131. HAROLD IS A MANAGING MEMBER SINCE 10/10. HE ALSO OWNS 33.3% HIS DUTIES INCLUDE MARKETING AND SALES OF THE CP CAPITAL CASH CARDS BUSINESS. HE DEVOTES 4 HRS PER WEEK. 3 HOURS ARE DEVOTED TO THIS JOB DURING SECURITIES TRADING HOURS.

CP CAPITAL INSURANCE, LLC
1428 BRICKELL AVE SUITE 600
MIAMI FL 33131

NOT INVESTMENT RELATED.

I HAVE BEEN A DIRECTOR SINCE JANUARY 2013. I REFER BUSINESS. I DEVOTE ABOUT 5 HOURS PER WEEK OF WHICH NONE ARE WITHIN THE SECURITIES TRADING HOURS.

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	5	0
Customer Dispute	1	0	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 5

Reporting Source: Regulator

Regulatory Action Initiated By: FINRA

Sanction(s) Sought:

Date Initiated: 06/12/2018

Docket/Case Number: [2016051493702](#)

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

Product Type: Other: Private offering of securities / unregistered Regulation D offerings

Allegations: Without admitting or denying the findings, Connell consented to the sanction and to the entry of findings that he willfully violated Section 10(b) of the Securities Exchange Act of 1934, and Rule 10b-5, and FINRA Rules 2010 and 2020 by participating in the sale of three unregistered Regulation D offerings through misrepresentations and omissions. The findings stated that Connell and others at his member firm raised over \$4.5 million from individual investors in connection with the sale of the three unregistered Regulation D offerings. The firm was the exclusive placement agent for the three raises, and two of its registered representatives raised all the funds. None of the investors recouped any of their principal investments. The private placement memorandums (PPMs) for the three offerings provided that investors' funds would be used to make investments in a



variety of companies. However, the first offering was invested 85 percent in one penny stock company. The other two offerings were primarily undisclosed self-offerings. Investors' funds were transferred to the firm's holding company, and from there, to the firm. The third offering's PPM did not disclose that the companies that received their funds, the firm and its holding company, were deeply in debt. The third offering's PPM also did not disclose that investor funds would be used to pay non-firm expenses and money owed to prior offering investors. Connell was the CEO, president, principal supervisor and owner of the firm. The findings also stated that Connell sold the offerings without a reasonable basis to believe that they are suitable for any investor. The first offering was not suitable for any investors because appropriate due diligence was not performed on the product. The second and third offerings were not suitable for any investors because they raised money for the firm's holding company and the firm. Also, contrary to the representations in the second and third offerings' PPMs, the offerings' funds were not invested in a diverse basket of investments. Connell should not have permitted the marketing or sale of these products. The findings also included that Connell failed to reasonably supervise two registered representatives and an associated person involved in the sales of these products and the management of the funds obtained from customers as the CEO, president and owner of the firm, and the direct Series 24 licensed supervisor of the representatives and the associated person. Connell was required to investigate red flags and act upon the results of such investigation. The two representatives had extensive contacts with their customers in Spanish. In fact, they and most of their investors were native Spanish speakers. Connell did not speak or understand Spanish. Nevertheless, Connell did not obtain translations into English of Spanish correspondence between the firm representatives and the customers, nor did he participate, with a translator, in any discussions with the Spanish-speaking customers at the point of sale. The associated person was not licensed by FINRA. Despite his dual role as co-manager of the first offering and manager of the other two on the one hand, and as an associated person of the firm on the other hand, Connell did not take effective action to ensure that he did not engage in activities requiring registration. In addition, Connell allowed one of the representatives to hold himself out as a director of the firm's Latin American business and to supervise registered representatives when Connell knew that he did not have a General Securities Principal license.

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?	Yes



Resolution Date:	06/12/2018
Sanctions Ordered:	<p>Bar (Permanent)</p> <p>Other: Respondent understands that this settlement includes a finding that he willfully violated the Securities Exchange Act of 1934 and Rule 10b-5 thereunder and FINRA Rules 2020 and that under Article III, Section 4 of FINRA's By-Laws, this makes him subject to a statutory disqualification with respect to association with a member.</p> <p>Respondent understands that this settlement includes a finding that he failed to supervise an individual who violated Section 10(b) of the Securities Exchange Act Rule 10b-5 promulgated thereunder and that under Article III, Section 4 of FINRA's By-Laws, this makes him subject to a statutory disqualification with respect to association with a member.</p>
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?	Yes



(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

Sanction Type: Bar (Permanent)

Capacities Affected: All capacities

Duration: Indefinite

Start Date: 06/12/2018

End Date:



Disclosure 2 of 5

Reporting Source:	Broker
Regulatory Action Initiated By:	DEPARTMENT OF THE TREASURY COMPTROLLER OF THE CURRENCY
Sanction(s) Sought:	Cease and Desist Monetary Penalty other than Fines
Date Initiated:	10/03/2012
Docket/Case Number:	AA-EC-12-94
Employing firm when activity occurred which led to the regulatory action:	SECURITY BANK N.A
Product Type:	No Product
Allegations:	MR. CONNELL PAID A CIVIL MONEY PENALTY OF \$20,000 FOR (1) ENGAGING A PERSON WITH A CRIMINAL RECORD TO PERFORM VARIOUS ADMINISTRATIVE DUTIES WHO WAS DEEMED A DE-FACTO BANK EMPLOYEE BY THE REGULATORS THEREBY VIOLATING USC 1829, AND (2) THE REGULATORS DETERMINED MR CONNELL FAILED TO PUT IN PLACE AN EFFECTIVE BSA PLAN UNTIL 2010.
Current Status:	Final
Resolution:	Order
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:	10/03/2012
Sanctions Ordered:	Cease and Desist Monetary Penalty other than Fines Other: NOTIFICATION TO THE COMPTROLLER OF THE CURRENCY PRIOR TO ACCEPTING EMPLOYMENT WITH ANY OTHER BANKING ORGANIZATION.

Monetary Sanction 1 of 1

Monetary Related Sanction:	Monetary Penalty other than Fines
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Total Amount: \$20,000.00

Portion Levied against individual: \$20,000.00

Payment Plan:

Is Payment Plan Current: No

Date Paid by individual: 09/24/2012

Was any portion of penalty waived? No

Amount Waived:

Disclosure 3 of 5

Reporting Source: Broker

Regulatory Action Initiated By: DEPARTMENT OF THE TREASURY COMPTROLLER OF THE CURRENCY

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

Date Initiated: 10/19/2010

Docket/Case Number: 2010-211

Employing firm when activity occurred which led to the regulatory action: SECURITY BANK, NA. OF NORTH LAUDERDALE, FL.

Product Type: No Product

Allegations: AS CEO & PRESIDENT OF SECURITY BANK, CONNELL FAILED TO ENSURE THAT THE BANK WAS IN COMPLIANCE WITH A FORMAL AGREEMENT (FA) ISSUED BY THE OCC ON 4/3/2008.

Current Status: Final

Resolution: Consent

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: 10/17/2010

Sanctions Ordered: Monetary Penalty other than Fines

Monetary Sanction 1 of 1

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

Total Amount: \$6,500.00

Portion Levied against individual: \$6,500.00

Payment Plan: PAID IN FULL VIA CASHIERS CHECK

Is Payment Plan Current: No

Date Paid by individual:

Was any portion of penalty waived? No

Amount Waived:

Disclosure 4 of 5

Reporting Source: Regulator

Regulatory Action Initiated By: FINRA

Sanction(s) Sought:

Date Initiated: 08/17/2007

Docket/Case Number: [2006005321601](#)

Employing firm when activity occurred which led to the regulatory action: CP CAPITAL SECURITIES

Product Type: No Product

Allegations: NASD RULE 2110 AND INTERPRETIVE MATERIAL 1000-1: CONNELL FAILED TO AMEND HIS FORM U4 TO DISCLOSE MATERIAL INFORMATION.

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: 08/17/2007

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

Regulator Statement WITHOUT ADMITTING OR DENYING THE FINDINGS, RESPONDENT CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS; THEREFORE, HE IS FINED \$5,000 AND SUSPENDED FROM ASSOCIATION WITH ANY FINRA MEMBER IN ANY CAPACITY FOR 30 DAYS. THE SUSPENSION IN ANY CAPACITY WILL BE IN EFFECT FROM SEPTEMBER 17, 2007, THROUGH OCTOBER 16, 2007. FINES PAID 09/06/2007.

Reporting Source: Broker

Regulatory Action Initiated By: FINRA

Sanction(s) Sought: Suspension

Other Sanction(s) Sought: \$5,000.00 FINE

Date Initiated: 08/17/2007

Docket/Case Number: [2006005321601](#)

Employing firm when activity occurred which led to the regulatory action: CP CAPITAL SECURITIES, INC

Product Type: No Product

Other Product Type(s):

Allegations: FAILED TO AMEND FORM U4 AND DISCLOSE THAT ON AUGUST 1, 2006 MR. CONNELL WAS NAMED AS A DEFENDENT IN A CIVIL LAWSUIT. THE LAWSUIT ALLEGED MR. CONNELL COMMITTED A VIOLATION OF A FLORIDA SECURITIES STATUTE. AS A RESULT, CONNELL VIOLATED NASD CONDUCT RULE 2110 AND IM-1000-1.

Current Status: Final



Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	08/17/2007
Sanctions Ordered:	Monetary/Fine \$5,000.00 Suspension
Other Sanctions Ordered:	
Sanction Details:	MR. CONNELL WAS FINED \$5,000.00 AND SUSPENDED IN ANY CAPACITY FROM SEPTEMBER 17, 2007, THROUGH OCTOBER 16, 2007. CAPACITIES EFFECTED GENERAL SECURITIES PRINCIPAL, COMPLIANCE OFFICER AND GENERAL SECURITIES REPRESENTATIVE.
Broker Statement	NO DAMAGES WERE ASSESSED AGAINST MR. CONNELL. MIAMI-DADE CIRCUIT COURT ORDERED A DISMISSAL WITH PREJUDICE AND A FINAL ORDER OF DISMISSAL WITH PREJUDICE ON JULY 2, 2007.

Disclosure 5 of 5

Reporting Source:	Regulator
Regulatory Action Initiated By:	FLORIDA
Sanction(s) Sought:	Cease and Desist
Other Sanction(s) Sought:	
Date Initiated:	02/23/2006
Docket/Case Number:	0227A-S-9/05
Employing firm when activity occurred which led to the regulatory action:	CP CAPITAL SECURITIES
Product Type:	No Product
Other Product Type(s):	
Allegations:	FAILURE TO SUPERVISE AND FAILURE TO MAINTAIN BOOKS AND RECORDS.
Current Status:	Final
Resolution:	Stipulation and Consent



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: 02/23/2006

Sanctions Ordered: Cease and Desist/Injunction
Monetary/Fine \$5,000.00

Other Sanctions Ordered:

Sanction Details: NA

Regulator Statement FAILURE TO SUPERVISE AND FAILURE TO MAINTAIN BOOKS AND RECORDS.

Reporting Source: Broker

Regulatory Action Initiated By: THE STATE OF FLORIDA

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

Other Sanction(s) Sought:

Date Initiated: 02/23/2006

Docket/Case Number: NO. 0227-S-09/05; 0227A-S-09/05

Employing firm when activity occurred which led to the regulatory action: CP CAPITAL SECURITIES

Product Type: No Product

Other Product Type(s):

Allegations: FAILED TO MAINTAIN BOOKS AND RECORDS. FAILED TO ESTABLISH, MAINTAIN AND ENFORCE WRITTEN SUPERVISORY PROCEDURES AND FAILED TO EXERCISE ADEQUATE INTERNAL CONTROLS AND SUPERVISION, IN VIOLATION OF SECTION 517.221(1), FLORIDA STATUTES, RULE 69W-600.013(2)(H) AND NASD CONDUCT RULE 3110 AND SEC RULE 17A-3. FAILED TO ESTABLISH, MAINTAIN AND ENFORCE WRITTEN SUPERVISORY PROCEDURES RELATING TO THE DISBURSEMENT OF CLIENT MAIL AND FAILED TO EXERCISE ADEQUATE INTERNAL CONTROLS



AND SUPERVISION, IN VIOLATION OF FLORIDA ADMINISTRATIVE RULES 69W-600-600.013(1)(P) AND 69W-600.013(2)(H) AND NASD CONDUCT RULE 3010(B)(1).

Current Status:	Final
Resolution:	Stipulation and Consent
Resolution Date:	02/23/2006
Sanctions Ordered:	Cease and Desist/Injunction Monetary/Fine \$5,000.00
Other Sanctions Ordered:	TO IMMEDIATELY CEASE AND DESIST FROM ANY AND ALL VIOLATIONS OF CHAPTER 517, FLORIDA STATUTES AND THE RULES PROMULGATED THEREUNDER.
Sanction Details:	AN ADMINISTRATIVE FINE IN THE AMOUNT OF \$5,000.00 WAS PAID ON 01/30/06



Customer Dispute - Pending

This type of disclosure event involves (1) a pending consumer-initiated, investment-related arbitration or civil suit that contains allegations of sales practice violations against the broker; or (2) a pending, 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.

Disclosure 1 of 1

Reporting Source:	Broker
Employing firm when activities occurred which led to the complaint:	CP Capital Securities, Inc.
Allegations:	The Plaintiff, Barth, LLC is demanding judgement against Harold Connell and others for compensatory and special damages, costs, interest, attorney fees and other relief deem appropriate by the court relating to perceived losses in investments made by plaintiff in 2013, 2014 and 2015.
Product Type:	Promissory Note
Alleged Damages:	\$1,458,000.00
Alleged Damages Amount Explanation (if amount not exact):	Plus interest, costs and attorney fees
Is this an oral complaint?	
Is this a written complaint?	
Is this an arbitration/CFTC reparation or civil litigation?	Yes
Arbitration/Reparation forum or court name and location:	Miami-Dade County, Miami, Florida
Docket/Case #:	2016-024809-CA-01
Filing date of arbitration/CFTC reparation or civil litigation:	09/22/2016

Customer Complaint Information

Date Complaint Received:	10/24/2016
Complaint Pending?	Yes
Settlement Amount:	

**Individual Contribution****Amount:****Civil Litigation Information**

Type of Court: State Court
Name of Court: Miami-Dade County
Location of Court: Miami, Florida
Docket/Case #: 2016-024809-CA-01
Date Notice/Process Served: 10/24/2016
Litigation Pending? Yes

Broker Statement Further to a Disclosure first report in a U4 Amendment on [Third Party] [CRD#] on 9/22/2016, Mr. Connell has now been formally listed as a Defendant to a lawsuit relating to the matter. Mr. Connell is in the process of engaging an attorney to represent him in this matter.

End of Report



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