

## BrokerCheck Report

**JEFFREY CHARLES BRUTEYN**

CRD# 2575306

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Please be aware that fraudsters may link to BrokerCheck from phishing and similar scam websites, trying to steal your personal information or your money. Make sure you know who you're dealing with when investing, and contact FINRA with any concerns.

For more information read our [investor alert](#) on imposters.

## 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.**

**JEFFREY C. BRUTEYN**

CRD# 2575306

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:

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

### Registration History

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

- B AMERI-FIRST SECURITIES CORPORATION**  
CRD# 45289  
DALLAS, TX  
11/1998 - 06/2001
- B FIRST LONDON SECURITIES CORPORATION**  
CRD# 29709  
DALLAS, TX  
09/1996 - 01/1997
- B AMERICAN EXPRESS FINANCIAL ADVISORS INC.**  
CRD# 6363  
MINNEAPOLIS, MN  
01/1995 - 02/1995

### Disclosure Events

This broker has been involved in one or more disclosure events involving certain final criminal matters, regulatory actions, civil judicial proceedings, or arbitrations or civil litigations.

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

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

Type	Count
Regulatory Event	3
Criminal	1
Civil Event	1
Customer Dispute	2

## Broker Qualifications



### Registrations

This section provides the self-regulatory organizations (SROs), states and U.S. territories the broker is currently registered and licensed with, the category of each registration, and the date on which the registration became effective. This section also provides, for each 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.

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

### Principal/Supervisory Exams

Exam	Category	Date
<b>B</b> General Securities Principal Examination	Series 24	08/01/1998

### General Industry/Product Exams

Exam	Category	Date
<b>B</b> General Securities Representative Examination	Series 7	01/23/1995

### State Securities Law Exams

Exam	Category	Date
<b>B</b> Uniform Securities Agent State Law Examination	Series 63	01/27/1995

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 securities firms:

Registration Dates	Firm Name	CRD#	Branch Location
<b>B</b> 11/1998 - 06/2001	AMERI-FIRST SECURITIES CORPORATION	45289	DALLAS, TX
<b>B</b> 09/1996 - 01/1997	FIRST LONDON SECURITIES CORPORATION	29709	DALLAS, TX
<b>B</b> 01/1995 - 02/1995	AMERICAN EXPRESS FINANCIAL ADVISORS INC.	6363	MINNEAPOLIS, MN
<b>B</b> 01/1995 - 02/1995	IDS LIFE INSURANCE COMPANY	6321	MINNEAPOLIS, MN

### 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
03/1998 - Present	AMERI-FIRST FINANCIAL	OTHER - CHAIRMAN	N	DALLAS, TX, United States
03/1998 - Present	AMERI-FIRST SECURITIES CORPORATION	OTHER - CEO/TREASURER	Y	DALLAS, TX, United States

## Disclosure Events



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

**1. Disclosure events in BrokerCheck reports come from different sources:**

- As mentioned at the beginning of this report, information contained in BrokerCheck comes from brokers, their employing firms, and regulators. When more than one source reports information for the same disclosure event, all versions of the event will appear in the BrokerCheck report. The different versions are separated by a solid line with the reporting source labeled.

For your convenience, below is a matrix of the number and status of regulatory 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.

	Final	On Appeal
Regulatory Event	3	0
Criminal	1	0
Civil Event	1	0
Customer Dispute	2	N/A





## Disclosure Event Details

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 involves a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, self-regulatory organization, federal regulator such as the Securities and Exchange Commission, foreign financial regulatory body) for a violation of investment-related rules or regulations.

#### Disclosure 1 of 3

<b>Reporting Source:</b>	Regulator
<b>Regulatory Action Initiated By:</b>	WISCONSIN
<b>Sanction(s) Sought:</b>	Prohibition Revocation
<b>Date Initiated:</b>	04/16/2010
<b>Docket/Case Number:</b>	S-08114(EX)
<b>URL for Regulatory Action:</b>	
<b>Employing firm when activity occurred which led to the regulatory action:</b>	AMERIFIRST FUNDING, INC.
<b>Product Type:</b>	Investment Contract
<b>Allegations:</b>	SUMMARY ORDER OF PROHIBITION & REVOCATION FOR UNLICENSED SELLING OF UNREGISTERED SECURITIES, MISREPRESENTATION IN THE SALE OF SECURITIES,& EMPLOYING AN UNLICENSED AGENT IN WI
<b>Current Status:</b>	Final
<b>Resolution:</b>	Order
<b>Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?</b>	Yes
<b>Resolution Date:</b>	04/19/2010
<b>Sanctions Ordered:</b>	Prohibition Revocation



### Disclosure 2 of 3

<b>Reporting Source:</b>	Regulator
<b>Regulatory Action Initiated By:</b>	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
<b>Sanction(s) Sought:</b>	Suspension
<b>Other Sanction(s) Sought:</b>	
<b>Date Initiated:</b>	02/24/2003
<b>Docket/Case Number:</b>	8210-06030002
<b>Employing firm when activity occurred which led to the regulatory action:</b>	
<b>Product Type:</b>	No Product
<b>Other Product Type(s):</b>	
<b>Allegations:</b>	RESPONDENT BRUTEYN FAILED TO RESPOND TO REQUESTS FOR DOCUMENTS AND/OR INFORMATION BY THE NASD AND TO TAKE CORRECTIVE ACTION WITHIN 20 DAYS AFTER SERVICE OF THE PRE-SUSPENSION NOTICE ON FEBRUARY 24, 2003.
<b>Current Status:</b>	Final
<b>Resolution:</b>	Other
<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>	08/27/2003
<b>Sanctions Ordered:</b>	Bar
<b>Other Sanctions Ordered:</b>	
<b>Sanction Details:</b>	RESPONDENT BRUTEYN IS BARRED FROM ASSOCIATION WITH ANY NASD MEMBER IN ANY CAPACITY EFFECTIVE AUGUST 27, 2003, PURSUANT TO NASD RULE 9544 AND IN ACCORDANCE WITH THE NOTICE OF SUSPENSION FROM ASSOCIATION WITH ANY NASD MEMBER PURSUANT



TO NASD RULE 9541(B).

#### Regulator Statement

RESPONDENT BRUTEYN WAS SUSPENDED IN ANY CAPACITY PURSUANT TO THE PROVISIONS OF RULE 9541(B) ON MARCH 26, 2003. IF RESPONDENT FAILS TO REQUEST A HEARING TO CHALLENGE THIS SUSPENSION WITHIN SIX MONTHS OF RECEIPT OF THE PRE-SUSPENSION NOTICE (02/24/03), HE WILL AUTOMATICALLY BE BARRED FROM ASSOCIATION WITH ANY MEMBER IN ANY CAPACITY.

#### Disclosure 3 of 3

<b>Reporting Source:</b>	Regulator
<b>Regulatory Action Initiated By:</b>	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
<b>Sanction(s) Sought:</b>	
<b>Other Sanction(s) Sought:</b>	
<b>Date Initiated:</b>	09/28/2001
<b>Docket/Case Number:</b>	C06010029
<b>Employing firm when activity occurred which led to the regulatory action:</b>	AMERI-FIRST SECURITIES CORPORATION
<b>Product Type:</b>	Other
<b>Other Product Type(s):</b>	UNKNOWN TYPE OF SECURITIES
<b>Allegations:</b>	NASD RULES 2110, 2330(E) - RESPONDENT EXECUTED UNAUTHORIZED TRANSACTIONS, FAILED TO FOLLOW CUSTOMER INSTRUCTIONS, GUARANTEED SECURITIES ACCOUNT OF CUSTOMER AGAINST LOSS, AND MADE MISREPRESENTATIONS TO A PUBLIC CUSTOMER.
<b>Current Status:</b>	Final
<b>Resolution:</b>	Decision & Order of Offer of Settlement
<b>Resolution Date:</b>	01/10/2002
<b>Sanctions Ordered:</b>	Monetary/Fine \$15,000.00 Suspension
<b>Other Sanctions Ordered:</b>	

**Sanction Details:**

FINED IN THE AMOUNT OF \$15,000 AND SUSPENDED FROM ASSOCIATION WITH ANY NASD MEMBER IN ANY CAPACITY FOR 18 MONTHS. THE FINE SHALL BE DUE AND PAYABLE EITHER PRIOR TO REASSOCIATION WITH A MEMBER FIRM FOLLOWING THE SUSPENSION OR PRIOR TO ANY APPLICATION OR REQUEST FOR RELIEF FROM ANY STATUTORY DISQUALIFICATION RESULTING FROM THIS OR ANY OTHER EVENT OR PROCEEDING, WHICHEVER IS EARLIER. SUSPENSION EFFECTIVE OPEN OF BUSINESS FEBRUARY 4, 2002 AND WILL CONCLUDE AT CLOSE OF BUSINESS AUGUST 18, 2003.



## Criminal - Final Disposition

This type of disclosure event involves a conviction or guilty plea for any felony or certain misdemeanor offenses, including bribery, perjury, forgery, counterfeiting, extortion, fraud, and wrongful taking of property that is currently on appeal.

### Disclosure 1 of 1

<b>Reporting Source:</b>	Regulator
<b>If charge(s) were brought against an organization over which broker exercised control:</b>	
<b>Organization Name:</b>	AMERIFIRST FUNDING CORP.
<b>Investment Related Business:</b>	Yes
<b>Broker's Position:</b>	
<b>Formal Charges were brought in:</b>	Federal Court
<b>Name of Court:</b>	US DISTRICT COURT, NORTHERN DISTRICT OF TEXAS
<b>Location of Court:</b>	DALLAS, TX
<b>Docket/Case #:</b>	3-09-CR-136
<b>Charge Date:</b>	05/19/2009
<b>Charge(s) 1 of 1</b>	
<b>Formal Charge(s)/Description:</b>	SECURITIES FRAUD
<b>No of Counts:</b>	9
<b>Felony or Misdemeanor:</b>	Felony
<b>Plea for each charge:</b>	NOT GUILTY
<b>Disposition of charge:</b>	Convicted
<b>Current Status:</b>	Final
<b>Status Date:</b>	03/25/2011
<b>Disposition Date:</b>	03/23/2011
<b>Sentence/Penalty:</b>	SENTENCED TO 25 YEARS FEDERAL INCARCERATION FOLLOWED BY 3 YEARS SUPERVISED RELEASE. ORDERED TO PAY RESTITUTION TO VICTIMS IN THE AMOUNT OF \$7,270,236.96.





## Civil - Final

This type of disclosure event involves an injunction issued by a court in connection with investment-related activity or a finding by a court of a violation of any investment-related statute or regulation.

### Disclosure 1 of 1

<b>Reporting Source:</b>	Regulator
<b>Initiated By:</b>	UNITED STATES SECURITIES AND EXCHANGE COMMISSION
<b>Relief Sought:</b>	Disgorgement Injunction Monetary Penalty other than Fines
<b>Date Court Action Filed:</b>	07/02/2007
<b>Product Type:</b>	Other: SECURED DEBT OBLIGATIONS
<b>Type of Court:</b>	Federal Court
<b>Name of Court:</b>	UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF TEXAS, DALLAS DIVISION
<b>Location of Court:</b>	DALLAS, TEXAS
<b>Docket/Case #:</b>	3:07-CV-1188-D
<b>Employing firm when activity occurred which led to the action:</b>	AMERIFIRST FUNDING, INC.
<b>Allegations:</b>	SEC LITIGATION RELEASE 20181, JULY 5, 2007: ON JULY 2, 2007, THE SECURITIES AND EXCHANGE COMMISSION FILED AN EMERGENCY ACTION TO HALT WHAT THE COMMISSION CONTENDS IS A FRAUDULENT OFFERING OF SECURITIES, KNOWN AS SECURED DEBT OBLIGATIONS ("SDOS"). THE SDOS ARE NOTES PURPORTEDLY SECURED BY AUTOMOBILE FINANCING RECEIVABLES CREATED OR PURCHASED BY THE DEFENDANTS. THE DEFENDANTS ARE CHARGED WITH SECURITIES FRAUD UNDER SECTION 17(A) OF THE SECURITIES ACT OF 1933 AND SECTION 10(B) OF THE SECURITIES EXCHANGE ACT OF 1934 AND RULE 10B-5 THEREUNDER, AND WITH CONDUCTING AN UNREGISTERED OFFERING UNDER SECTION 5 OF THE SECURITIES ACT. THE COMMISSION'S COMPLAINT ALLEGES THAT BRUETYN AND OTHERS, DIRECTLY AND THROUGH SALES AGENTS, HAVE RAISED AT LEAST \$35 MILLION SINCE JANUARY 2006 FROM THE SALE OF SDOS TO AT LEAST 330 INVESTORS, MANY OF THEM SENIOR CITIZENS WHO, THE COMMISSION ALLEGES, WERE SPECIALLY TARGETED BY THE DEFENDANTS AND THEIR AGENTS AS PROSPECTIVE INVESTORS. INVESTORS ARE LURED INTO PURCHASING SDOS THROUGH A SERIES OF MISREPRESENTATIONS AND



OMISSIONS THAT PORTRAY SDOS TO BE AS SAFE AS FDIC-BACKED CERTIFICATES OF DEPOSIT. THE COMMISSION ALSO ALLEGES THAT THE DEFENDANTS HAVE REPRESENTED THAT THEY WOULD USE INVESTOR FUNDS FOR LIMITED, SPECIALLY ENUMERATED PURPOSES, SUCH AS CREATING OR PURCHASING AUTOMOBILE FINANCING RECEIVABLES OR PLACING THE FUNDS IN GOVERNMENT SECURITIES OR HIGHEST-QUALITY CORPORATE BONDS. THE COMMISSION ALLEGES, HOWEVER, THAT THESE REPRESENTATIONS ARE MATERIALLY FALSE AND MISLEADING. MOREOVER, THE DEFENDANTS HAVE MISUSED AND MISAPPROPRIATED INVESTOR FUNDS.

**Current Status:** Final

**Resolution:** Judgment Rendered

**Resolution Date:** 02/01/2008

**Sanctions Ordered or Relief Granted:** Disgorgement  
Injunction  
Monetary Penalty other than Fines

#### Capacities 1 of 1

**Capacities Affected:** N/A

**Duration:** PERMANENT

**Start Date:** 02/01/2008

**End Date:**

#### Monetary Sanction 1 of 2

**Monetary Sanction:** PREJUDGMENT INTEREST

**Total Amount:** \$1,894,470.00

**Portion against individual:** 1894470

**Date Paid:**

**Portion Waived:** No

**Amount Waived:**

#### Monetary Sanction 2 of 2

**Monetary Sanction:** Disgorgement

**Total Amount:** \$56,383,039.00

**Portion against individual:** 56383039





**Date Paid:**

**Portion Waived:**

No

**Amount Waived:**

**Regulator Statement**

THE DISTRICT COURT ENTERED, UNDER SEAL, A TEMPORARY RESTRAINING ORDER SUSPENDING THE OFFERING, AS WELL AS ORDERS FREEZING THE DEFENDANTS' ASSETS AND REQUIRING AN ACCOUNTING AND REPATRIATION OF ASSETS. THE COURT ALSO APPOINTED A RECEIVER TO SECURE ASSETS FOR INVESTORS, AND ORDERED DEFENDANTS TO PRESERVE DOCUMENTS AND SUBMIT TO EXPEDITED DISCOVERY. ON JULY 3, 2007, THE COURT UNSEALED ALL OF THE ORDERS. SEC LITIGATION RELEASE 20236, AUGUST 9, 2007; ON JULY 31, 2007, THE JUDGE UNITED STATES DISTRICT FOR THE NORTHERN DISTRICT OF TEXAS, GRANTED THE COMMISSION'S REQUEST FOR A PRELIMINARY INJUNCTION AND OTHER EQUITABLE RELIEF AGAINST DEFENDANTS. IN THE FIRST AMENDED COMPLAINT, THE COMMISSION ALLEGED, AMONG OTHER CLAIMS, THAT OVER \$2 MILLION IN INVESTOR FUNDS WERE DIVERTED TO PURCHASE 58 ACRES OF REAL ESTATE IN ROATAN, HONDURAS. THE COMMISSION ALSO ESTABLISHED THAT ANOTHER RESPONDENT PURCHASED A VALUABLE WORK OF ART FROM DEFENDANT BRUTEYN AFTER BRUTEYN WAS ALREADY SUBJECT TO THE ASSET FREEZE AND RECEIVERSHIP ESTABLISHED ON JULY 2, 2007.

ON FEBRUARY 01, 2008, THE UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF TEXAS, DALLAS DIVISION ENTERED A FINAL JUDGMENT BY AGAINST THE RESPONDENT. THE JUDGMENT PERMANENTLY ENJOINED AND RESTRAINED THE RESPONDENT FROM VIOLATING, DIRECTLY OR INDIRECTLY, SECTION 10(B) OF THE EXCHANGE ACT OF 1934, [15 U.S.C. 78J(B)], AND RULE 10B-5, AND SECTION 17(A) OF THE SECURITIES ACT OF 1933 (THE "SECURITIES ACT"), [15 U.S.C. 77Q(A)], SECTIONS 5(A) AND 5(C) OF THE SECURITIES ACT, [15 U.S.C. 77E(A) AND (C)], RULE 10B-5 OF THE SECURITIES AND EXCHANGE COMMISSION, [17 C.F.R. 240.10B-5], BY USING ANY MEANS OR INSTRUMENTALITY OF INTERSTATE COMMERCE OR OF THE MAILS, OR OF ANY FACILITY OF ANY NATIONAL SECURITIES EXCHANGE, IN CONNECTION WITH THE PURCHASE OR SALE OF ANY SECURITIES BY MEANS OF MANIPULATIVE, MISLEADING, DECEPTIVE OR OTHER FRAUDULENT DEVICES OR BUSINESS.

THE RESPONDENT SHALL PAY DISGORGEMENT IN THE AMOUNT OF \$56,383,039, REPRESENTING FUNDS AND BENEFITS HE OBTAINED AS A RESULT OF THE VIOLATIONS ALLEGED IN THE COMMISSION'S FIRST AMENDED COMPLAINT, PLUS PREJUDGMENT INTEREST IN THE AMOUNT \$1,894,470. THE RESPONDENT SHALL RECEIVE APPROPRIATE CREDIT FOR FUNDS AND ASSETS RECOVERED BY THE RECEIVER IN THIS MATTER. THE RESPONDENT'S FIRM AND THE RESPONDENT SHALL JOINTLY AND



SEVERALLY BE LIABLE TO PAY DISGORGEMENT IN THE AMOUNT OF \$8,472,681, REPRESENTING FUNDS AND BENEFITS IT OBTAINED AS A RESULT OF THE VIOLATIONS ALLEGED IN THE COMMISSION'S FIRST AMENDED COMPLAINT, PLUS PREJUDGMENT INTEREST IN THE AMOUNT \$284,683. THE RESPONDENT SHALL PAY THIRD-TIER CIVIL PENALTIES PURSUANT TO SECTION 20(D) OF THE SECURITIES ACT AND SECTION 21(D) OF THE EXCHANGE ACT. THE RESPONDENT AND HIS FIRM SHALL SATISFY THE OBLIGATIONS TO PAY DISGORGEMENT, PLUS PREJUDGMENT INTEREST. THE RESPONDENT SHALL SATISFY THE OBLIGATION TO PAY CIVIL PENALTIES, AS SET FORTH.



## Customer Dispute - Award / Judgment

This type of disclosure event involves a final, consumer-initiated, investment-related arbitration or civil suit containing allegations of sales practice violations against the named broker that resulted in an arbitration award or civil judgment for the customer.

### Disclosure 1 of 2

<b>Reporting Source:</b>	Regulator
<b>Employing firm when activities occurred which led to the complaint:</b>	Ameri-First Securities Corporation
<b>Allegations:</b>	Bruteyn was named in a customer complaint that asserted the following causes of action: breach of contract, breach of industry standards, failure to supervise, violations of state securities laws, violation of the Texas Deceptive Trade Practices Act, fraud and sexual harassment.
<b>Product Type:</b>	Penny Stock
<b>Alleged Damages:</b>	\$285,000.00

### Arbitration Information

**Arbitration/Reparation Claim filed with and Docket/Case No.:** [FINRA - CASE #01-02707](#)

<b>Date Notice/Process Served:</b>	05/22/2001
<b>Arbitration Pending?</b>	No
<b>Disposition:</b>	Award
<b>Disposition Date:</b>	07/10/2002
<b>Disposition Detail:</b>	Bruteyn is jointly and severally liable for and shall pay to Claimant \$236,714 in compensatory damages for breach of contract, breach of industry standards, failure to supervise, violations of state securities laws, violation of the Texas Deceptive Trade Practices Act and fraud; \$85,000 as damages for intentional infliction of emotional distress and assault and battery; \$25,000 in attorney's fees; \$49,243 in prejudgment interest; \$3,000 as reimbursement of witness fees; and \$750 for costs.

### Disclosure 2 of 2

<b>Reporting Source:</b>	Regulator
<b>Employing firm when activities occurred which led to the complaint:</b>	AMERI-FIRST SECURITIES CORP.



**Allegations:** NEGLIGENCE, BREACH OF FIDUCIARY DUTY, CHURNING, OMISSION OF FACTS, SUITABILITY, MISREPRESENTATION AND UNAUTHORIZED TRADING.

**Product Type:** Other

**Alleged Damages:** \$280,000.00

### Arbitration Information

**Arbitration/Reparation Claim filed with and Docket/Case No.:** [NASD - CASE #01-01435](#)

**Date Notice/Process Served:** 03/21/2001

**Arbitration Pending?** No

**Disposition:** Award

**Disposition Date:** 03/25/2002

**Disposition Detail:** RESPONDENT IS LIABLE AND SHALL PAY CLAIMANTS THE SUM OF \$187,000.00 IN COMPENSATORY DAMAGES AND PUNITIVES DAMAGES IN THE \$100,000.00 IN PUNITIVE DAMAGES.

## End of Report



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