

BrokerCheck Report
EZRI SHECHTER
CRD# 2772177

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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



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

Thank you for using FINRA BrokerCheck.

EZRI SHECHTER

CRD# 2772177

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
- 2 General Industry/Product Exams
- 2 State Securities Law Exams

Registration History

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

- B SPENCER-WINSTON SECURITIES CORPORATION**
CRD# 8300
JERSEY CITY, NJ
07/2004 - 02/2020
- B BISHOP, ROSEN & CO., INC.**
CRD# 1248
NEW YORK, NY
01/2002 - 07/2004
- B VALLEY FORGE SECURITIES, INC .**
CRD# 20892
ROSEMONT, PA
03/2001 - 12/2001

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	1
Investigation	1
Customer Dispute	5

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.

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

Principal/Supervisory Exams

Exam	Category	Date
B General Securities Principal Examination	Series 24	07/23/2005
B Registered Options Principal Examination	Series 4	02/18/2005

General Industry/Product Exams

Exam	Category	Date
B Securities Industry Essentials Examination	SIE	10/01/2018
B General Securities Representative Examination	Series 7	03/05/1997

State Securities Law Exams

Exam	Category	Date
IA Uniform Investment Adviser Law Examination	Series 65	04/17/2019
B Uniform Securities Agent State Law Examination	Series 63	07/03/1996

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 07/2004 - 02/2020	SPENCER-WINSTON SECURITIES CORPORATION	8300	JERSEY CITY, NJ
B 01/2002 - 07/2004	BISHOP, ROSEN & CO., INC.	1248	NEW YORK, NY
B 03/2001 - 12/2001	VALLEY FORGE SECURITIES, INC .	20892	ROSEMONT, PA
B 05/2000 - 03/2001	KIRLIN SECURITIES INC.	21210	SYOSSET, NY
B 09/1999 - 06/2000	DRAKE & COMPANY, INC.	16227	NEW YORK, NY
B 07/1999 - 09/1999	COLEMAN & COMPANY SECURITIES, INC.	1486	NEW YORK, NY
B 02/1999 - 07/1999	DRAKE & COMPANY, INC.	16227	NEW YORK, NY
B 06/1998 - 02/1999	PARAGON CAPITAL MARKETS	18555	EAST HANOVER, NJ
B 01/1998 - 05/1998	HORNBLOWER & WEEKS, INC.	4683	NEW YORK, NY
B 07/1997 - 02/1998	FOSTER JEFFRIES SECURITIES, LLC	30144	WESTBURY, NY
B 03/1997 - 07/1997	GLOBAL EQUITIES GROUP INC	34039	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
11/2020 - Present	Coldwell Banker	Licensed Real Estate Broker	Y	Madison, NJ, United States
03/2019 - Present	CM Capital Partners	Investment Adviser Representative	Y	Jersey City, NJ, United States
06/2015 - Present	Norkez Properties	Property Manager	N	Englewood, NJ, United States



Registration and Employment History

Employment History, continued

Employment	Employer Name	Position	Investment Related	Employer Location
09/2007 - Present	Baruch College	Instructor	N	New York, NY, United States
07/2004 - 01/2020	SPENCER WINSTON SECURITIES	Stock Broker	Y	NEW YORK, 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.

1. BARUCH COLLEGE NYC TEACH.24HRS MTH.W/SCHOOL IN SESS.PROJ.MGR.BUILDING CO.NJ.3HRS.P/WEEK.POTENTIAL COMP.EQUITY OWNERSHIP.ALL ACTIV.NOT INVEST.RELATED AFTER MARKET HRS.
2. CM Capital Partners - RIA Firm - going to register as an IAR and conduct and IAR business with some existing customers. I have not completed the S65 registration at this point.
3. Rep and Branch Manager at Spencer Winston Securities. This is a commission based business.
4. Property Manager for Norkez Properties.
5. Licensed Real Estate Broker; Coldwell Banker; Investment Related: Yes; Location: New Jersey; Description of the business: Real Estate Broker, This is not a full-time job it's not even a part-time job and frankly will not be time-consuming at all during stock market hours; Responsibilities Duties: He felt that it was a good license to have with the properties he manages ; Start date with business: 2020-11-09; Hours devoted to business outside trading hours: 10; Percentage of total yearly compensation expected to be derived from the business: 10.



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	1	0
Customer Dispute	0	5	N/A
Investigation	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 1

Reporting Source: Regulator

Regulatory Action Initiated By: FINRA

Sanction(s) Sought:

Date Initiated: 12/17/2019

Docket/Case Number: [2018057296401](#)

Employing firm when activity occurred which led to the regulatory action: Spencer-Winston Securities Corporation

Product Type: Other: Unspecified Securities

Allegations: Without admitting or denying the findings, Shechter consented to the sanctions and to the entry of findings that he caused multiple customers of his member firm to sign blank or incomplete discretionary trading forms that he then copied and used to complete discretionary trading forms. The findings stated that Shechter submitted the forms with the photocopied signatures to his firm as originals, causing the firm to make and keep inaccurate books and records regarding the granting of discretionary authority. After FINRA questioned Shechter about the authenticity of the discretionary authorization forms, the customers signed replacement discretionary authorization forms. The finding also stated that Shechter engaged in discretionary trading in customers' accounts without prior written authority from the customers and acceptance of the accounts as



discretionary by his firm in writing. The customers had orally or implicitly given Shechter authority to exercise discretion in their accounts.

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: 12/17/2019

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:	three months
Start Date:	01/20/2020
End Date:	04/19/2020

**Monetary Sanction 1 of 1****Monetary Related Sanction:** Civil and Administrative Penalty(ies)/Fine(s)**Total Amount:** \$12,500.00**Portion Levied against individual:** \$12,500.00**Payment Plan:****Is Payment Plan Current:****Date Paid by individual:** 01/07/2020**Was any portion of penalty waived?** No**Amount Waived:****Reporting Source:** Broker**Regulatory Action Initiated By:** FINRA**Sanction(s) Sought:** Civil and Administrative Penalty(ies)/Fine(s)**Date Initiated:** 12/17/2019**Docket/Case Number:** [2018057296401](#)**Employing firm when activity occurred which led to the regulatory action:** Spencer Winston Securities Corp**Product Type:** No Product

Allegations: Shechter consented to the sanctions and to the entry of findings that he caused customers to sign blank or incomplete discretionary trading forms and used the forms with photocopied customer signatures as originals, causing his member firm to make and keep inaccurate books and records regarding the granting of discretionary authority. The findings stated that after FINRA questioned Shechter about the authenticity of the discretionary authorization forms, the customers signed replacement discretionary authorization forms. The finding also stated that Shechter engaged in discretionary trading in customers' accounts without prior written authority from the customers and acceptance of the accounts as discretionary by his firm in writing. The customers had orally or implicitly given Shechter authority to exercise discretion in their accounts. After FINRA questioned Shechter about the authenticity of the discretionary authorization forms, the five



customers signed replacement discretionary authorization forms. By reason of the conduct Shechter violated FINRA rules 4511 and 2010.

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:	12/17/2019
Sanctions Ordered:	Civil and Administrative Penalty(ies)/Fine(s) Suspension
Sanction 1 of 1	
Sanction Type:	Suspension
Capacities Affected:	All Capacities
Duration:	90 days
Start Date:	01/20/2020
End Date:	04/19/2020
Monetary Sanction 1 of 1	
Monetary Related Sanction:	Civil and Administrative Penalty(ies)/Fine(s)
Total Amount:	\$12,500.00
Portion Levied against individual:	\$12,500.00
Payment Plan:	
Is Payment Plan Current:	No
Date Paid by individual:	
Was any portion of penalty waived?	No
Amount Waived:	
Broker Statement	There are a handful of clients who granted me trade authorization. As an accommodation to clients with multiple accounts the clients signed one blank trade



authorization form, and authorized me to use the form for multiple accounts (we copied the form and used it for multiple accounts). Each client was sent follow up correspondence both from the clearing company as well as from our branch office to confirm this was in line with their wishes. Per FINRA using one form and copying it was a violation of rule 4511 and 2010 and they suspended and fined me for the action. In hindsight i regret offering this accommodation, and easily could have had each customer sign a separate form for each one of their accounts (and now they do), but to be clear at no point was this done without customer consent. On the contrary, each one of the accounts in question are still accounts of mine, in very good standing.



Investigation

This type of disclosure event involves any ongoing formal investigation by an entity such as a grand jury state or federal agency, self-regulatory organization or foreign regulatory authority. Subpoenas, preliminary or routine regulatory inquiries, and general requests by a regulatory entity for information are not considered investigations and therefore are not included in a BrokerCheck report.

Disclosure 1 of 1

Reporting Source:	Firm
Initiated By:	FINRA
Notice Date:	06/17/2020
Details:	In reference to FINRA Exam No. 20190646958. Customer activities involving applicant.
Is Investigation pending?	Yes



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 5

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	Spencer Winston Securities Corp
Allegations:	Unauthorized trading, use of discretion, suitability
Product Type:	Debt-Corporate Unit Investment Trust
Alleged Damages:	\$25,000.00
Alleged Damages Amount Explanation (if amount not exact):	The Firm through its investigation made a good faith determination that damages were in excess of \$25,000.
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:	06/18/2020
Complaint Pending?	No
Status:	Settled
Status Date:	11/27/2020
Settlement Amount:	\$41,400.00
Individual Contribution Amount:	\$13,800.00
Firm Statement	The Firm investigated the matter and determine that the customer's claim lacked merit and were disingenuous. Customer is attempting to take advantage of losses that occurred in her account over the years as a result of a recent FINRA matter involving the applicant.



Reporting Source:	Broker
Employing firm when activities occurred which led to the complaint:	Spencer Winston Securities Corp
Allegations:	Unauthorized trading, use of discretion, suitability
Product Type:	Debt-Corporate
Alleged Damages:	\$25,000.00
Alleged Damages Amount Explanation (if amount not exact):	The Firm through its investigation made a good faith determination that damages were n access of \$25,000.
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:	06/18/2020
Complaint Pending?	No
Status:	Settled
Status Date:	11/27/2020
Settlement Amount:	\$41,400.00
Individual Contribution Amount:	\$13,800.00
Broker Statement	Allegations were reviewed by the firm and found to be without merit. Customer transacted for over ten years and never complained and made money in her account the settlement was made on the advise of counsel as the settlement amount was less than the cost to defend.

Disclosure 2 of 5

Reporting Source:	Broker
Employing firm when activities occurred which led to the complaint:	SPENCER WINSTON SECURITIES CORP.



Allegations:	ACCOUNT ACTIVITY BETWEEN YEARS 2004 AND 2007.CUSTOMER ALLEGES UNAUTHORIZED TRADING, UNSUITABLE STOCK RECOMMENDATIONS, MATERIAL OMISSION OF FACT, PROFESSIONAL NEGLIGENCE, BREACH OF CONTRACT,BREACH OF FIDUCIARY DUTY, FAILURE TO FOLLOW INSTRUCTIONS.
Product Type:	Debt-Corporate Equity-OTC Equity Listed (Common & Preferred Stock) Options
Alleged Damages:	\$185,000.00
Is this an oral complaint?	No
Is this a written complaint?	Yes
Is this an arbitration/CFTC reparation or civil litigation?	No
Arbitration/Reparation forum or court name and location:	REQUEST FOR MEDIATION
Docket/Case #:	N/A
Filing date of arbitration/CFTC reparation or civil litigation:	10/01/2012

Customer Complaint Information

Date Complaint Received:	10/10/2012
Complaint Pending?	No
Status:	Settled
Status Date:	01/31/2013
Settlement Amount:	\$20,000.00
Individual Contribution Amount:	\$17,000.00
Broker Statement	allegations were false, while account was opened (close to five years)the customer never complained. Customer lodged a complaint approximately six years after the supposed grievance. I agreed to settle as cost to defend would have exceeded settlement amount.

Disclosure 3 of 5



Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: SPENCER WINSTON SECURITIES CORP.

Allegations: [CUSTOMER] CLAIMS EXCESSIVE TRADING IN HIS ACCOUNT.

Product Type: Equity Listed (Common & Preferred Stock)
Options

Alleged Damages: \$400,000.00

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: 12/09/2010

Complaint Pending? No

Status: Settled

Status Date: 12/09/2010

Settlement Amount: \$100,000.00

Individual Contribution Amount: \$85,000.00

Arbitration Information

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

Docket/Case #: 10-00072

Date Notice/Process Served: 01/28/2010

Arbitration Pending? No

Disposition: Settled

Disposition Date: 12/09/2010

Monetary Compensation Amount: \$100,000.00



Individual Contribution Amount: \$85,000.00

Broker Statement Customer had objective of market speculation and unfortunately lost money in the 2008 market down turn. Settled in mediation. Total agreed upon settlement was \$100,000 divided upon multiple parties.

Disclosure 4 of 5

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: BISHOP, ROSEN & CO., INC.

Allegations: UNAUTHORIZED TRADING, SUITABILITY, CHURNING, BREACH OF FIDUCIARY DUTY.

Product Type: Equity - OTC

Alleged Damages: \$150,000.00

Customer Complaint Information

Date Complaint Received: 04/20/2004

Complaint Pending? No

Status: Arbitration/Reparation

Status Date: 04/20/2004

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: NASD DISPUTE RESOLUTION CASE #04-01939

Date Notice/Process Served: 04/20/2004

Arbitration Pending? No

Disposition: Settled

Disposition Date: 04/11/2005

Monetary Compensation Amount: \$32,500.00



Individual Contribution Amount: \$9,167.00

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: BISHOP, ROSEN & CO., INC.

Allegations: UNAUTHORIZED TRADING, SUITABILITY, CHURNING, BREACH OF FIDUCIARY DUTY.

Product Type: Equity - OTC

Alleged Damages: \$150,000.00

Customer Complaint Information

Date Complaint Received: 04/20/2004

Complaint Pending? No

Status: Arbitration/Reparation

Status Date: 04/20/2004

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: NASD DISPUTE RESOLUTION CASE #04-01939

Date Notice/Process Served: 04/20/2004

Arbitration Pending? No

Disposition: Settled

Disposition Date: 04/11/2005

Monetary Compensation Amount: \$35,000.00

Individual Contribution Amount: \$9,713.00

Broker Statement I INTEND TO VIGOROUSLY DEFEND AGAINST THESE FALSE ALLEGATIONS.



Disclosure 5 of 5

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: DRAKE & COMPANY

Allegations: ALLEGED UNAUTHORIZED TRADES

Product Type: Equity - OTC

Alleged Damages:

Customer Complaint Information

Date Complaint Received: 09/07/2000

Complaint Pending? Yes

Settlement Amount:

Individual Contribution Amount:

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: PARAGON CAPITAL CORP

Allegations: CHURNING, UNSUITABILITY, BREACH OF FIDUCIARY DUTY

Product Type: Equity - OTC

Alleged Damages: \$200,000.00

Customer Complaint Information

Date Complaint Received: 05/22/2000

Complaint Pending? Yes

Settlement Amount:

Individual Contribution Amount:

Arbitration Information



Arbitration/Reparation Claim filed with and Docket/Case No.: CUSTOMER COMPLAINT

Date Notice/Process Served:

Arbitration Pending?

Reporting Source: Broker
Employing firm when activities occurred which led to the complaint: PARAGON CAPITAL CORP

Allegations: CHURNING, UNSUITABILITY, BREACH OF FIDUCIARY DUTY. I DENY ALL CHARGES. THE ARBRITRATION IS CONTINUING. THE HEARING HAS BEEN SKEDULED.

Product Type: Equity - OTC

Other Product Type(s): OPTIONS

Alleged Damages: \$200,000.00

Customer Complaint Information

Date Complaint Received: 05/22/2000

Complaint Pending? No

Status: Arbitration/Reparation

Status Date: 08/18/2000

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: FILED WITH THE NASD # 00-03437

Date Notice/Process Served: 08/18/2000

Arbitration Pending? No

Disposition: Settled

Disposition Date: 04/23/2002



Monetary Compensation Amount:	\$37,999.00
Individual Contribution Amount:	\$4,999.00

End of Report



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