

BrokerCheck Report
ALLEN ROY ERNST
 CRD# 3171882

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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:
 - 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.

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.

**ALLEN R. ERNST**

CRD# 3171882

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

IA LPL FINANCIAL LLC
KINGSTON, WA
CRD# 6413
Registered with this firm since: 04/12/2013

B LPL FINANCIAL LLC
KINGSTON, WA
CRD# 6413
Registered with this firm since: 04/12/2013

Report Summary for this Broker

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

Broker Qualifications

This broker is registered with:

- 1 Self-Regulatory Organization
- 8 U.S. states and territories

This broker has passed:

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

Registration History

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

IA EDWARD JONES
CRD# 250
ST. LOUIS, MO
12/2009 - 04/2013

B EDWARD JONES
CRD# 250
LAKE FOREST PARK, WA
11/2009 - 04/2013

B MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED
CRD# 7691
NEW YORK, NY
01/1999 - 03/2002

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
Customer Dispute	1



Broker Qualifications

Registrations

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

This individual is currently registered with 1 SRO and is licensed in 8 U.S. states and territories through his or her employer.

Employment 1 of 1

Firm Name: **LPL FINANCIAL LLC**

Main Office Address: **1055 LPL WAY
FORT MILL, SC 29715**

Firm CRD#: **6413**

	SRO	Category	Status	Date
B	FINRA	General Securities Representative	Approved	04/12/2013

	U.S. State/ Territory	Category	Status	Date
B	Arizona	Agent	Approved	09/01/2023
B	Colorado	Agent	Approved	04/18/2017
B	Idaho	Agent	Approved	06/02/2014
B	Montana	Agent	Approved	06/06/2014
B	Nevada	Agent	Approved	09/14/2022
B	Oregon	Agent	Approved	04/12/2013
B	Washington	Agent	Approved	04/12/2013
IA	Washington	Investment Adviser Representative	Approved	04/12/2013
B	Wyoming	Agent	Approved	05/04/2017

Branch Office Locations

LPL FINANCIAL LLC
KINGSTON, WA



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, 2 general industry/product exams, and 1 state securities law exam.

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	11/12/2009

State Securities Law Exams

Exam	Category	Date
B IA Uniform Combined State Law Examination	Series 66	11/25/2009

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
IA 12/2009 - 04/2013	EDWARD JONES	250	LAKE FOREST PARK, WA
B 11/2009 - 04/2013	EDWARD JONES	250	LAKE FOREST PARK, WA
B 01/1999 - 03/2002	MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED	7691	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
04/2013 - Present	LPL FINANCIAL, LLC	REGISTERED REPRESENTATIVE	Y	KINGSTON, WA, 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. 4/2/2013: Guide Financial Group, LLC - Investment Related - At Reported Business Location(s) - DBA for LPL Business (entity for LPL business) - Time Spent 95%.

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
Customer Dispute	0	1	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.

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 broker that resulted in an arbitration award or civil judgment for the customer.

Disclosure 1 of 1

Reporting Source:	Regulator
Employing firm when activities occurred which led to the complaint:	MERRILL LYNCH, PIERCE, FENNER & SMITH, INC.
Allegations:	BREACH OF CONTRACT, BREACH OF FIDUCIARY DUTY, UNSUITABILITY, FRAUD, MISREPRESENTATION, NON-DISCLOSURE, AND NEGLIGENCE.
Product Type:	Other
Other Product Type(s):	STOCKS.
Alleged Damages:	\$200,000.00
Arbitration Information	
Arbitration/Reparation Claim filed with and Docket/Case No.:	NASD - CASE #02-06825
Date Notice/Process Served:	11/08/2002
Arbitration Pending?	No
Disposition:	Award
Disposition Date:	05/24/2004
Disposition Detail:	RESPONDENTS ARE JOINTLY AND SEVERALLY LIABLE TO AND SHALL PAY TO CLAIMANTS THE SUM OF \$186,532.00 IN COMPENSATORY DAMAGES. IN ADDITION, RESPONDENTS ARE JOINTLY AND SEVERALLY LIABLE TO AND SHALL PAY CLAIMANTS INTEREST.



Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: MERRILL LYNCH, PIERCE, FENNER & SMITH, INC.

Allegations: CUSTOMERS ALLEGE UNSUITABLE INVESTMENTS.

Product Type: Equity - OTC

Other Product Type(s): EQUITY-LISTED

Alleged Damages: \$200,000.00

Customer Complaint Information

Date Complaint Received: 05/22/2002

Complaint Pending? No

Status: Arbitration/Reparation

Status Date: 11/29/2002

Settlement Amount: \$0.00

Individual Contribution Amount: \$0.00

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: [NASD ARBITRATION NO.: 02-06825](#)

Date Notice/Process Served: 11/29/2002

Arbitration Pending? No

Disposition: Award to Customer

Disposition Date: 05/24/2004

Monetary Compensation Amount: \$216,554.67

Individual Contribution Amount: \$0.00

Reporting Source: Broker



Employing firm when activities occurred which led to the complaint:

MERRILL LYNCH, PIERCE, FENNER & SMITH, INC.

Allegations:

THE CUSTOMER'S COMPLAINT ALLEGED UNSUITABILITY.

2/00 CLIENTS CALLED TO PARTICIPATE IN IPO. ACCOUNT OPENED WITH \$3K.

3/00 CLIENTS SOLD HOME.

4/00 CLIENTS COMPLETE FF QUESTIONNAIRE.

4/00 CLIENTS TRANSFER \$300K INTO ML.

4/00 FF REPORT PRESENTED TO CLIENTS. INFORMED THEM THAT THEY WOULD NOT BE ABLE TO ACHIEVE THEIR RETIREMENT GOALS UNDER ANY ASSET ALLOCATION GIVEN THEIR SAVINGS.

4/00 IGNORING MY ALLOCATION ADVICE, CLIENTS REQUESTED I CONSTRUCT A MODERATELY AGGRESSIVE STOCK PORTFOLIO FOR THEM.

4/00 CLIENTS WERE PRESENTED WITH PORTFOLIO OF MOSTLY BLUE-CHIP STOCKS THAT HAD BEEN PERFORMING WELL. THEY RESEARCHED THE STOCKS AND REJECTED THE OIL & GAS STOCKS ON PERSONAL GROUNDS, THEREBY INCREASING THEIR EXPOSURE TO MORE VOLATILE SECTORS.

5/00 CLIENTS BOUGHT 16 STOCKS IN THEIR ACCOUNT AFTER HAVING RESEARCHED THEM. THE CLIENTS WERE LATER CAUGHT IN A LIE DURING ARBITRATION THAT THEY HAD NOT RESEARCHED THE STOCKS.

SUMMER '00 CLIENTS BEGIN FRIVOLOUSLY SPENDING ON MARGIN WHILE I WAS AWAY ON VACATION ROUGHLY ABOUT THE SAME TIME THE MARKET BEGINS TO FALTER. THEY SOLD THEIR POORER PERFORMING STOCKS. THE CLIENTS WERE LATER CAUGHT LYING DURING ARBITRATION THAT I HAD NOT GIVEN THEM ADVICE ON HOW TO MANAGE THEIR SITUATION.

9/00 CLIENTS BUY HOUSE ON SIGNIFICANT ACREAGE USING A PORTION OF THEIR ACCOUNT ON MARGIN.

10/00 PROMPTLY REPAY MARGIN BALANCE WITH PROCEEDS FROM OUTSIDE CD THAT MATURED.

FALL '00 THROUGH SUMMER '01 ACCOUNT VALUE FALLS. CLIENTS CONTINUE TO HOLD STOCKS, AGAINST MY ADVICE. CLIENTS IRRESPONSIBLY SPEND ON MARGIN AGAIN, AGAINST MY ADVICE.

CLIENTS LATER CAUGHT IN LIE DURING ARBITRATION THAT THERE WAS LITTLE CONTACT BETWEEN THEM AND I DURING THIS TIME.

FALL '01 CLIENTS BEGIN RECEIVING MARGIN CALL. I ADVISE THEM TO SELL EVERYTHING AND REALLOCATE. THEY ELECTED, AGAINST MY ADVICE, TO SELL ONLY ENOUGH TO MEET THE MARGIN CALLS.

FALL '01 I TERMINATE MY RELATIONSHIP WITH CLIENTS AND TRANSFER THEIR ACCOUNT TO ANOTHER BROKER.

SPRING '02 CLIENTS FILE COMPLAINT LETTER WITH ML AND NASD CITING UNSUITABILITY.



SUMMER '02 STILL NOT LISTENING TO ADVICE, CLIENTS RECEIVE LETTER FROM ML STATING THAT IF THEY CONTINUED TO HOLD STOCKS IN THEIR ML ACCOUNT THEY WOULD BE DOING SO AT THEIR OWN RISK.

SUMMER '02 CLIENTS EVENTUALLY SELL THE REMAINING STOCKS IN THEIR ACCOUNT.

FALL '02 NASD ISSUES LETTER OF CAUTION FINDING UNSUITABILITY.

WE WERE STUNNED THAT 1) THEY WERE AWARDED A MONETARY AMOUNT AFTER HAVING BEEN CAUGHT IN SO MANY LIES, AND 2) THEY WERE THE ONES THAT HAD REQUESTED THE STOCK PORTFOLIO IN THE FIRST PLACE.

IT IS INTERESTING TO NOTE THAT IF THEY HAD ACTUALLY FOLLOWED MY ADVICE (NOT SPENT ON MARGIN) AND ADHERED TO MY AND MERRILL'S ADVICE AND RESEARCH TO STAY-THE-COURSE OF THEIR ORIGINAL INVESTMENT, THEY WOULD HAVE EVENTUALLY RECOUPED MOST OF THEIR LOSSES, AND PERHAPS COME OUT AHEAD.

Product Type: Equity Listed (Common & Preferred Stock)

Alleged Damages: \$224,278.00

Customer Complaint Information

Date Complaint Received:

Complaint Pending? No

Status: Arbitration Award/Monetary Judgment (for claimants/plaintiffs)

Status Date: 05/24/2004

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

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

Docket/Case #: [02-06825](#)

Date Notice/Process Served: 11/08/2002

Arbitration Pending? No

Disposition: Award to Customer



Disposition Date:	05/24/2004
Monetary Compensation Amount:	\$186,532.00
Individual Contribution Amount:	\$0.00

End of Report



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