

BrokerCheck Report

ROGER ODELL HUDSPETH II

CRD# 4358500

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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.

ROGER O. HUDSPETH II

CRD# 4358500

This broker is not currently registered.

Report Summary for this Broker

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

Broker Qualifications

This broker is not currently registered.

This broker has passed:

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

Registration History

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

- B** **CAPITOL SECURITIES MANAGEMENT, INC.**
CRD# 14169
VA BEACH, VA
01/2008 - 07/2010
- B** **BI INVESTMENTS, LLC**
CRD# 125437
NORFOLK, VA
01/2005 - 01/2008
- B** **NEXT FINANCIAL GROUP, INC.**
CRD# 46214
HOUSTON, TX
03/2003 - 12/2004

**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 | 4 |

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

Principal/Supervisory Exams

| Exam | Category | Date |
|--------------------------|----------|------|
| No information reported. | | |

General Industry/Product Exams

| Exam | Category | Date |
|--|----------|------------|
| B Investment Company Products/Variable Contracts Representative Examination | Series 6 | 03/15/2001 |

State Securities Law Exams

| Exam | Category | Date |
|---|-----------|------------|
| IA Uniform Investment Adviser Law Examination | Series 65 | 08/26/2003 |
| B Uniform Securities Agent State Law Examination | Series 63 | 07/13/2001 |

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 securities firms:

| Registration Dates | Firm Name | CRD# | Branch Location |
|----------------------------|-------------------------------------|--------|-----------------|
| B 01/2008 - 07/2010 | CAPITOL SECURITIES MANAGEMENT, INC. | 14169 | VA BEACH, VA |
| B 01/2005 - 01/2008 | BI INVESTMENTS, LLC | 125437 | NORFOLK, VA |
| B 03/2003 - 12/2004 | NEXT FINANCIAL GROUP, INC. | 46214 | HOUSTON, TX |
| B 03/2001 - 03/2003 | ROYAL ALLIANCE ASSOCIATES, INC. | 23131 | SCOTTSDALE, AZ |

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 |
|-------------------|------------------------------|--------------------------|--------------------|--------------------------------------|
| 08/2014 - Present | DOMINION INSURANCE BROKERAGE | AGENT | Y | VIRGINIA BEACH, VA, United States |
| 02/2008 - Present | DOMINION INVESTMENTS | PARTNER/SELF EMPLOYED | Y | VIRGINIA BEACH, VA, 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 | 4 | 0 |



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 4

| | |
|---|---|
| Reporting Source: | Regulator |
| Regulatory Action Initiated By: | Virginia State Corporation Commission |
| Sanction(s) Sought: | Bar Monetary Penalty other than Fines Rescission Restitution Revocation |
| Date Initiated: | 02/23/2016 |
| Docket/Case Number: | SEC-2014-00031 |
| URL for Regulatory Action: | http://www.scc.virginia.gov/docketsearch#/caseDetails/133480 |
| Employing firm when activity occurred which led to the regulatory action: | |
| Product Type: | Investment Contract |
| Allegations: | Offered & sold unregistered securities |
| Current Status: | Final |
| Resolution: | Settled |
| Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct? | Yes |
| Resolution Date: | 02/23/2016 |
| Sanctions Ordered: | Bar (Permanent) |



Disgorgement
Rescission
Restitution
Revocation

Sanction 1 of 1

Sanction Type: Bar (Permanent)

Capacities Affected: All Capacities

Duration:

Start Date: 02/23/2016

End Date:

Monetary Sanction 1 of 1

Monetary Related Sanction: Monetary Penalty other than Fines

Total Amount: \$1,000,000.00

Portion Levied against individual: \$1,000,000.00

Payment Plan:

Is Payment Plan Current:

Date Paid by individual:

Was any portion of penalty waived? No

Amount Waived:

Disclosure 2 of 4

Reporting Source: Broker

Regulatory Action Initiated By: COMMONWEALTH OF VIRGINIA STATE CORPORATION COMMISSION

Sanction(s) Sought: Monetary Penalty other than Fines

Date Initiated: 12/17/2013

Docket/Case Number: INS-2013-00192



| | |
|---|---|
| Employing firm when activity occurred which led to the regulatory action: | DOMINION INVESTMENT ADVISORS, LLC AND DOMINION INSURANCE BROKERAGE |
| Product Type: | No Product |
| Allegations: | FAILING OT REPORT TO THE COMMISSION A DISCIPLINARY SANCTION IMPOSED UPON HIM. |
| Current Status: | Final |
| Resolution: | Settled |
| Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct? | Yes |
| Resolution Date: | 12/17/2013 |
| Sanctions Ordered: | Monetary Penalty other than Fines |
| Monetary Sanction 1 of 1 | |
| Monetary Related Sanction: | Monetary Penalty other than Fines |
| Total Amount: | \$1,000.00 |
| Portion Levied against individual: | \$1,000.00 |
| Payment Plan: | |
| Is Payment Plan Current: | Yes |
| Date Paid by individual: | 12/17/2014 |
| Was any portion of penalty waived? | No |
| Amount Waived: | |

Disclosure 3 of 4

| | |
|--|--|
| Reporting Source: | Broker |
| Regulatory Action Initiated By: | COMMONWEALTH OF VIRGINIA - BUREAU OF INSURANCE |



| | |
|---|---|
| Sanction(s) Sought: | Cease and Desist Civil and Administrative Penalty(ies)/Fine(s) |
| Date Initiated: | 01/27/2005 |
| Docket/Case Number: | INS-2004-00349 |
| Employing firm when activity occurred which led to the regulatory action: | GUARDIAN LIFE INSURANCE COMPANY |
| Product Type: | Insurance |
| Allegations: | MISREPRESENTATION OF THE BENEFITS, ADVANTAGES, CONDITIONS OR TERMS OF AN INSURANCE POLICY BY REPRESENTING TO CLIENTS THAT ROGER HUDSPETH PROVIDED PLANNING OR CONSULTING SERVICES BEYOND THOSE WITHIN THE NORMAL SCOPE OF ACTIVITIES OF A LICENSED INSURANCE AGENT. |
| Current Status: | Final |
| Resolution: | Decision & Order of Offer of Settlement |
| Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct? | No |
| Resolution Date: | 01/27/2005 |
| Sanctions Ordered: | Cease and Desist Civil and Administrative Penalty(ies)/Fine(s) |
| Monetary Sanction 1 of 1 | |
| Monetary Related Sanction: | Civil and Administrative Penalty(ies)/Fine(s) |
| Total Amount: | \$1,000.00 |
| Portion Levied against individual: | \$1,000.00 |
| Payment Plan: | |
| Is Payment Plan Current: | Yes |
| Date Paid by individual: | 01/27/2005 |



Was any portion of penalty waived? No

Amount Waived:

Broker Statement WITHOUT ADMITTING ANY VIOLATION OF VIRGINIA LAW, ROGER HUDSPETH, ACCEPTED AN SETTLEMENT IN THE AMOUNT OF \$1,000 AND AGREED TO A CEASE AND DESIST ORDER

Disclosure 4 of 4

Reporting Source: Regulator

Regulatory Action Initiated By: FINRA

Sanction(s) Sought: Other: N/A

Date Initiated: 08/24/2009

Docket/Case Number: [2008012955302](#)

Employing firm when activity occurred which led to the regulatory action: BI INVESTMENTS

Product Type: Real Estate Security

Allegations: NASD RULES 1031, 1032(B) AND 2110: RESPONDENT ROGER O. HUDSPETH SOLD REITS TO CUSTOMERS WITHOUT BEING REGISTERED AS A GENERAL SECURITIES REPRESENTATIVE (SERIES 7), AS REQUIRED.

Current Status: Final

Resolution: Decision & Order of Offer of Settlement

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: 02/19/2010

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: ANY CAPACITY

Duration: 30 DAYS

Start Date: 03/15/2010

End Date: 04/13/2010

Monetary Sanction 1 of 1

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

Total Amount: \$5,000.00

Portion Levied against individual: \$5,000.00

Payment Plan:

Is Payment Plan Current:

Date Paid by individual:

Was any portion of penalty waived? No

Amount Waived:

Regulator Statement WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, HUDSPETH



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 IS IN EFFECT FROM MARCH 15, 2010 THROUGH APRIL 13, 2010.

| | |
|---|---|
| Reporting Source: | Firm |
| Regulatory Action Initiated By: | FINRA |
| Sanction(s) Sought: | Civil and Administrative Penalty(ies)/Fine(s) Suspension |
| Date Initiated: | 08/24/2009 |
| Docket/Case Number: | 2008012955301 |
| Employing firm when activity occurred which led to the regulatory action: | BI INVESTMENTS |
| Product Type: | Real Estate Security |
| Allegations: | NASD RULES 1031, 1032B, AND 2110. NASD ALLEGES REP SOLD REITS TO CUSTOMERS WITHOUT BEING A REGISTERED SECURITIES REPRESENTATIVE (S7) AS REQUIRED. |
| Current Status: | Final |
| Resolution: | Decision & Order of Offer of Settlement |
| Resolution Date: | 02/19/2010 |
| 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: ANY CAPACITY

Duration: 30 DAYS

Start Date: 03/15/2010

End Date: 04/14/2010

Monetary Sanction 1 of 1

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

Total Amount: \$5,000.00

Portion Levied against individual: \$5,000.00

Payment Plan:

Is Payment Plan Current:

Date Paid by individual:

Was any portion of penalty waived? No

Amount Waived:

Firm Statement WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, HUDSPETH



CONSENTED TO THE DESCRIBED SANCTIONS AND THE THE ENTRY OF FINDINGS; THEREFORE, HE WAS FINED \$5000 AND SUSPENDED FROM ASSOCIATION WITH ANY FINRA MEMBER IN ANY CAPACITY FOR 30 DAYS. THE SUSPENSION WAS IN EFFECT FROM 3/15/2009 THROUGH 4/14/2010.

| | |
|---|---|
| Reporting Source: | Broker |
| Regulatory Action Initiated By: | FINRA |
| Sanction(s) Sought: | Other: N/A |
| Date Initiated: | 08/24/2009 |
| Docket/Case Number: | 2008012955301 |
| Employing firm when activity occurred which led to the regulatory action: | BI INVESTMENTS |
| Product Type: | Real Estate Security |
| Allegations: | NASD RULES 1031, 1032B AND 2110. NASD ALLEGES I SOLD REITS TO CUSTOMERS WITHOUT BEING A REGISTERED SECURITIES REPRESENTATIVE (S7), ALTHOUGH HUDSPETH WAS A (S65) AND THE REITS WERE (S65) ELIBIBLE. |
| Current Status: | Final |
| Resolution: | Decision & Order of Offer of Settlement |
| 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: | 02/19/2010 |
| Sanctions Ordered: | Civil and Administrative Penalty(ies)/Fine(s) Suspension |
| Sanction 1 of 1 | |
| Sanction Type: | Suspension |
| Capacities Affected: | ANY CAPACITY |
| Duration: | 30 DAYS |



Start Date: 03/15/2010

End Date: 04/14/2010

Monetary Sanction 1 of 1

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

Total Amount: \$5,000.00

Portion Levied against individual: \$5,000.00

Payment Plan:

Is Payment Plan Current:

Date Paid by individual:

Was any portion of penalty waived? No

Amount Waived:

Broker Statement

WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, HUDSPETH CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS; THEREFORE, HUDSPETH ACCEPTED A SETTLEMENT OFFER, HE IS FINED \$5,000 AND SUSPENDED FROM ASSOCIATION WITH ANY FINRA MEMBER IN ANY CAPACITY FOR 30 DAYS. THE SUSPENSION IS IN EFFECT FROM MARCH 15, 2010 THROUGH APRIL 14, 2010.

End of Report



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