User Guidance

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# IAPD Report

# MARC FROST

CRD# 1212791

# IAPD Information About Representatives

IAPD offers information on all current-and many former representatives. Investors are strongly encouraged to use IAPD to check the background of representatives before deciding to conduct, or continue to conduct, business with them.

**What is included in a IAPD report?**

IAPD reports for individual representatives include information such as employment history, professional qualifications, disciplinary actions, criminal convictions, civil judgments and arbitration awards.

It is important to note that the information contained in an IAPD 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 representative, or concluded through a negotiated settlement with no admission or finding of wrongdoing.

**Where did this information come from?**

The information contained in IAPD comes from the Investment Adviser Registration Depository (IARD) and FINRA's Central Registration Depository, or CRD, (see more on CRD below) and is a combination of:

- information the states require representatives and firms to submit as part of the registration and licensing process, and
- information that state regulators report regarding disciplinary actions or allegations against representatives.

**How current is this information?**

Generally, representatives are required to update their professional and disciplinary information in IARD within 30 days.

**Need help interpreting this report?**

For help understanding how to read this report, please consult NASAA's IAPD Tips page http://www.nasaa.org/IAPD/IARReports.cfm

**What if I want to check the background of an Individual Broker or Brokerage Firm?**

To check the background of an Individual Broker or Brokerage firm, you can search for the firm or individual in IAPD. If your search is successful, click on the link provided to view the available licensing and registration information in FINRA's BrokerCheck website.

**Are there other resources I can use to check the background of investment professionals?**

It is recommended that you learn as much as possible about an individual representative or Investment Adviser firm before deciding to work with them. Your state securities regulator can help you research individuals and certain firms doing business in your state. The contact information for state securities regulators can be found on the website of the North American Securities Administrators Association http://www.nasaa.org

# Report Summary

## MARC  FROST (CRD# 1212791)

The report summary provides an overview of the representative's professional background and conduct. The information contained in this report has been provided by the representative, investment adviser and/or securities firms, and/or securities regulators as part of the states' investment adviser registration and licensing process. The information contained in this report was last updated by the representative, a previous employing firm, or a securities regulator on **10/17/2025**.

## CURRENT EMPLOYERS

| | Firm | CRD# | Registered Since |
|---|---|---|---|
| B | WORLD EQUITY GROUP, INC. | CRD# 29087 | 03/04/2009 |
| IA | WORLD EQUITY GROUP, INC. | CRD# 29087 | 03/04/2009 |

## QUALIFICATIONS

This representative is currently registered in **1** SRO(s) and **12** jurisdiction(s).

Is this representative currently Inactive or Suspended with any regulator? **No**

**Note:** Not all jurisdictions require IAR registration or may have an exemption from registration.
Additional information including this individual's qualification examinations and professional designations is available in the Detailed Report.

## REGISTRATION HISTORY

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

| | FIRM | CRD# | LOCATION | REGISTRATION DATES |
|---|---|---|---|---|
| B | CAPITAL FINANCIAL SERVICES, INC. | 8408 | DUNWOODY, GA | 01/05/2009 - 02/13/2009 |
| IA | CAPITAL FINANCIAL SERVICES, INC. | 8408 | DUNWOODY, GA | 01/05/2009 - 02/13/2009 |
| IA | R. F. LAFFERTY & CO., INC. | 2498 | NEW YORK, NY | 09/11/2008 - 12/31/2008 |

For additional registration and employment history details as reported by the individual, refer to the Registration and Employment History section of the Detailed Report.

## DISCLOSURE INFORMATION

Disclosure events include certain criminal charges and convictions, formal investigations and disciplinary actions initiated by regulators, customer disputes and arbitrations, and financial disclosures such as bankruptcies and unpaid judgments or liens.

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

The following types of events are disclosed about this representative:

| Type | Count |
|---|---|
| Regulatory Event | 4 |
| Customer Dispute | 1 |
| Termination | 2 |

 

# Qualifications

## REGISTRATIONS

This section provides the SRO, states and U.S. territories in which the representative is currently registered and licensed, the category of each registration, and the date on which the registration becomes effective. This section also provides, for each firm with which the representative is currently employed, the address of each location where the representative works.
This individual is currently registered with **12** jurisdiction(s) and 1 SRO(s) through his or her employer(s).

### Employment 1 of 1

Firm Name: **WORLD EQUITY GROUP, INC.**

Main Address: 425 N MARTINGALE RD
SUITE 1220
SCHAUMBURG, IL 60173

Firm ID#: 29087

| | Regulator | Registration | Status | Date |
|---|---|---|---|---|
| B | FINRA | General Securities Principal | Approved | 03/04/2009 |
| B | FINRA | General Securities Representative | Approved | 03/04/2009 |
| B | Alabama | Agent | Approved | 11/30/2010 |
| IA | Alabama | Investment Adviser Representative | Approved | 03/22/2011 |
| B | California | Agent | Approved | 06/05/2013 |
| IA | California | Investment Adviser Representative | Approved | 10/15/2018 |
| B | Florida | Agent | Approved | 03/04/2009 |
| IA | Florida | Investment Adviser Representative | Approved | 03/11/2009 |
| B | Georgia | Agent | Approved | 03/04/2009 |
| IA | Georgia | Investment Adviser Representative | Approved | 03/11/2009 |
| B | Louisiana | Agent | Approved | 10/21/2025 |
| IA | Louisiana | Investment Adviser Representative | Approved | 10/21/2025 |
| B | Massachusetts | Agent | Approved | 03/28/2025 |

## Qualifications

| | Regulator | Registration | Status | Date |
|---|---|---|---|---|
| IA | Massachusetts | Investment Adviser Representative | Approved | 03/28/2025 |
| B | Mississippi | Agent | Approved | 11/15/2016 |
| IA | Mississippi | Investment Adviser Representative | Approved | 11/15/2016 |
| B | New Jersey | Agent | Approved | 11/09/2016 |
| IA | New Jersey | Investment Adviser Representative | Approved | 11/09/2016 |
| B | New York | Agent | Approved | 03/04/2009 |
| IA | North Carolina | Investment Adviser Representative | Approved | 11/08/2016 |
| B | North Carolina | Agent | Approved | 11/09/2016 |
| B | Pennsylvania | Agent | Approved | 05/10/2017 |
| IA | Pennsylvania | Investment Adviser Representative | Approved | 05/11/2017 |
| B | Texas | Agent | Approved | 12/16/2011 |

### Branch Office Locations

**WORLD EQUITY GROUP, INC.**
DUNWOODY, GA

 

# Qualifications

## PASSED INDUSTRY EXAMS

This section includes all industry exams that the representative has passed. Under limited circumstances, a representative may attain registration after receiving an exam waiver based on a combination of exams the representative has passed and qualifying work experience. Likewise a new exam requirement may be grandfathered based on a representative's specific qualifying work experience. Exam waivers and grandfathering are not included below.

**This individual has passed 1 principal/supervisory exam, 2 general industry/product exams, and 2 state securities law exams.**

### Principal/Supervisory Exams

| | Exam | Category | Date |
|---|---|---|---|
| B | General Securities Principal Examination (S24) | Series 24 | 07/06/2006 |

### General Industry/Product Exams

| | Exam | Category | Date |
|---|---|---|---|
| B | Securities Industry Essentials Examination (SIE) | SIE | 10/01/2018 |
| B | General Securities Representative Examination (S7) | Series 7 | 01/21/1984 |

### State Securities Law Exams

| | Exam | Category | Date |
|---|---|---|---|
| IA | Uniform Investment Adviser Law Examination (S65) | Series 65 | 12/12/2005 |
| B | Uniform Securities Agent State Law Examination (S63) | Series 63 | 02/08/1984 |

## PROFESSIONAL DESIGNATIONS

This section details that the representative has reported **0** professional designation(s).

No information reported.

Only professional designations listed in Question 8 of the Form U4 will appear in this section if the appropriate box is checked and verified by the issuing organization at the time of the filing. Learn more about eligible designations at IARD and NASAA.

## Registration & Employment History

### PREVIOUSLY REGISTERED WITH THE FOLLOWING FIRMS

This representative held registrations with the following firms:

| | Registration Dates | Firm Name | ID# | Branch Location |
|---|---|---|---|---|
| B | 01/05/2009 - 02/13/2009 | CAPITAL FINANCIAL SERVICES, INC. | CRD# 8408 | DUNWOODY, GA |
| IA | 01/05/2009 - 02/13/2009 | CAPITAL FINANCIAL SERVICES, INC. | CRD# 8408 | DUNWOODY, GA |
| IA | 09/11/2008 - 12/31/2008 | R. F. LAFFERTY & CO., INC. | CRD# 2498 | NEW YORK, NY |
| B | 08/25/2008 - 12/31/2008 | R. F. LAFFERTY & CO., INC. | CRD# 2498 | NEW YORK, NY |
| IA | 12/14/2005 - 08/21/2008 | L.M. KOHN & COMPANY | CRD# 27913 | DUNWOODY, GA |
| B | 09/27/2005 - 08/21/2008 | L.M. KOHN & COMPANY | CRD# 27913 | DUNWOODY, GA |
| B | 09/02/2005 - 09/21/2005 | RESOURCE HORIZONS GROUP LLC | CRD# 104368 | MARIETTA, GA |
| B | 01/13/2004 - 09/06/2005 | DUNWOODY BROKERAGE SERVICES, INC. | CRD# 31183 | ATLANTA, GA |
| B | 01/16/2002 - 09/04/2002 | NATIONWIDE INVESTMENT SERVICES CORPORATION | CRD# 7110 | COLUMBUS, OH |
| B | 11/25/1997 - 11/26/2001 | L.M. KOHN & COMPANY | CRD# 27913 | CINCINNATI, OH |
| B | 11/09/1993 - 12/31/1995 | WORLD INVEST CORPORATION | CRD# 17223 | DEERFIELD BEACH, FL |
| B | 04/25/1989 - 08/01/1991 | CORPORATE SECURITIES GROUP, INC. | CRD# 11025 | ST. LOUIS, MO |
| B | 01/29/1988 - 03/13/1989 | PHOENIX SECURITIES GROUP,INC. | CRD# 14783 | |
| B | 11/15/1985 - 11/18/1987 | INVESTACORP, INC. | CRD# 7684 | |
| B | 01/25/1984 - 10/18/1985 | PRUDENTIAL-BACHE SECURITIES INC. | CRD# 7471 | |

# Registration & Employment History

## EMPLOYMENT HISTORY

Below is the representative's employment history for up to the last 10 years.

| Employment Dates | Employer Name | Position | Investment Related | Employer Location |
|---|---|---|---|---|
| 05/2009 - Present | WESTOVER TRADING | PRESIDENT | N | DUNWOODY, GA, United States |
| 03/2009 - Present | WORLD EQUITY GROUP, INC. | REG. REP. AND IA AGENT | Y | ARLINGTON HEIGHTS, IL, United States |
| 04/2004 - Present | WESTOVER GROUP | PRESIDENT/OWNER | N | DUNWOODY, GA, United States |

## OTHER BUSINESS ACTIVITIES

This section includes information, if any, as provided by the representative regarding other business activities the representative 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) WESTOVER GROUP, CEO (OWNER) 2100 WESTOVER PLANTATION, DUNWOODY, GA 30338. INVESTMENT RELATED. START DATE: 1/2004. PRESIDENT. GENERAL BUSINESS AND RECRUITING CONSULTING AND DBA FOR INSURANCE SALES. APPROX. HRS/MO: 5. APPROX. HRS/MO DURING SECURITIES TRADING: 5.

(2) LIVING HEALTHY DEPOT. NOT INVESTMENT RELATED. 2100 WESTOVER PLANTATION, DUNWOODY, GA 30338. PRESIDENT/ OWNER. LIFESTYLE CONSULTING, HEALTH PRODUCTS AND SERVICES, BUSINESS CONSULTING. APPROX. HRS/MO: 5. APPROX. HRS/MO DURING SECURITIES TRADING: 5.

(3) FROST FINANCIAL. NOT INVESTMENT RELATED. 2100 WESTOVER PLANTATION, DUNWOODY, GA 30338. START 4/2005. COMMERCIAL, RESIDENTIAL AND SMALL BUSINESS ADMIN. LOANS, PENSION ADMIN AND HELP WITH CORP EXIT STRATEGIES. APPROX. HRS/MO: 3.APPROX. HRS./MO DURING SECURITIES TRADING: 3.

(4) Adjunct Professor, Georgia State University, 33 Gilmer St. SE, Atlanta, GA 30302. Investment Related. Start date: 1/1998. Teach retirement and ERISA classes, no compensation. 0 hours/month during trading hours.

(6) Westover Group. Dunwoody, GA. Payroll Processing. Referral fees from Isolved. Install 401ks. Not investment related. Start date: 3/2022. Approx. hrs/Mo. 2. 0 during trading hours.

(7) Author, Not Investment Related, 2100 Westover Planhttps://www.wealthscape.com/index.html?version=DBStation, Dunwoody, GA. Author and publisher of a book for college freshman and high school seniors. Duties include book sales and presentations. Approx. Hrs/Mo:10. Approx. Hrs./Mo during trading hours: 5.

(8) Star Pasta; Not Investment Related; Address: 2100 Westover Plantation, Dunwoody, GA, 30338; Nature of OBA: my partner Sebastian Manzano has a pasta food store in the upper east side of Manhattan that makes venetian pasta only It is called bigoivenezua the website is www.bigoivenezia.com We are forming a venture to have initially 3 food trucks to sell the pasta in Miami and Boca Raton and Atlanta; Posn/Title: Chief Financial Officer; Start Date: 10/01/2024; Approx. Hrs/Mo:10; Approx. Hrs./Mo during trading hours: ZERO Hrs.; Duties: Help establish the sba loan and I will help fund it and own 40 percent of the initial stock.

# Disclosure Summary

## Disclosure Information

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

**(1) Certain thresholds must be met before an event is reported to IARD, for example:**

- A law enforcement agency must file formal charges before an Investment Adviser Representative is required to report a particular criminal event.;
- A customer dispute must involve allegations that an Investment Adviser Representative engaged in activity that violates certain rules or conduct governing the industry and that the activity resulted in damages of at least $5,000.

**(2) Disclosure events in IAPD reports come from different sources:**

As mentioned in the "About IAPD" section on page 1 of this report, information contained in IAPD comes from Investment Adviser Representatives, 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 IAPD report. The different versions will be separated by a solid line with the reporting source labeled.

**(3) There are different statuses and dispositions for disclosure events:**

- A disclosure event may have a status of *pending, on appeal,* or *final*.
    - A "pending" disclosure event involves allegations that have not been proven or formally adjudicated.
    - A disclosure event that is "on appeal" involves allegations that have been adjudicated but are currently being appealed.
    - A "final" disclosure event has been concluded and its resolution is not subject to change.
- A final disclosure 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 represents a disposition wherein the parties involved in a dispute reach an agreement to resolve the matter. Please note that Investment Adviser Representatives and firms may choose to settle customer disputes or regulatory matters for business or other reasons.
    - A "resolved" matter usually includes a disposition wherein no payment is made to the customer or there is no finding of wrongdoing on the part of the Investment Adviser Representative. Such matters generally involve customer disputes.

**(4) You may wish to contact the Investment Adviser Representatives to obtain further information regarding any of the disclosure events contained in this IAPD report.**

 

## DISCLOSURE EVENT DETAILS

When evaluating this information, please keep in mind that some items may involve pending actions or allegations that may be contested and have not been resolved or proven. The event may, in the end, be withdrawn, dismissed, resolved in favor of the Investment Adviser Representative, or concluded through a negotiated settlement with no admission or finding of wrongdoing.

This report provides the information exactly as it was reported to the Investment Adviser Registration Depository. Some of the specific data fields contained in the report may be blank if the information was not provided.

The following types of events are disclosed about this representative:

| Type | Count |
|---|---|
| Regulatory Event | 4 |
| Customer Dispute | 1 |
| Termination | 2 |

### Regulatory Event

This disclosure event may include a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, a federal regulator such as the Securities and Exchange Commission or the Commodities Futures Trading Commission, or a foreign financial regulatory body) for a violation of investment-related rules or regulations. This disclosure event may also include a revocation or suspension of an Investment Adviser Representative's authority to act as an attorney, accountant or federal contractor.

#### Disclosure 1 of 4

| | |
|---|---|
| **Reporting Source:** | Individual |
| **Regulatory Action Initiated By:** | OFFICE OF COMMISSIONER OF INSURANCE, STATE OF GEORGIA |
| **Sanction(s) Sought:** | Other |
| **Other Sanction(s) Sought:** | CONSENT ORDER AND FINE |
| **Date Initiated:** | 05/19/2004 |
| **Docket/Case Number:** | 2002-538 |
| **Employing firm when activity occurred which led to the regulatory action:** | DUNWOODY BROKERAGE SERVICES, INC. |
| **Product Type:** | No Product |
| **Other Product Type(s):** | |
| **Allegations:** | ON A LICENSE APPLICATION RECEIVED BY THE GA DEPT OF INSURANCE MR. FROST ANSWERED "NO" TO THE QUESTION "HAVE YOU EVER HAD ANY BUSINESS OR PROFESSIONAL LICENSE REVOKED, SUSPENDED, OR ANNULLED, OR HAD ANY OTHER DISCIPLINARY ACTION TAKEN AGAINST YOU, OR HAD ANY SUCH LICENSE DENIED OR REFUSED, OR HAD THE RENEWAL OF ANY SUCH LICENSE REFUSED BY ANY SUCH LAWFUL LICENSING AUTHORITY PURSUANT TO A DISCIPLIANRY PROCEEDING OTHER THAN THAT OF THE INSURANCE COMMISSIONER, OR HAVE FAILED TO NOTIFY THE INSURANCE COMMISSIONER IN WRITING WITHIN SIXTY DAYS OF SUCH EVENT?" WHEN IN FACT MR. FROST HAD BEEN SUBJECTED TO THREE DISCIPLINARY ACTIONS, 2 FROM THE NASD AND |

| | |
|---|---|
| | ONE FROM THE GEORGIA SECRETARY OF STATE, SECURITIES DIVISION. |
| **Current Status:** | Final |
| **Resolution:** | Consent |
| **Resolution Date:** | 05/19/2004 |
| **Sanctions Ordered:** | Monetary/Fine $900.00 |
| **Other Sanctions Ordered:** | |
| **Sanction Details:** | FINE OF $900.00 WAS PAID IN FULL BY MARC FROST ON 5/19/04. |

### Disclosure 2 of 4

| | |
|---|---|
| **Reporting Source:** | Regulator |
| **Regulatory Action Initiated By:** | GEORGIA SECRETARY OF STATE |
| **Sanction(s) Sought:** | |
| **Other Sanction(s) Sought:** | |
| **Date Initiated:** | 11/15/1991 |
| **Docket/Case Number:** | 50-92-0059C |
| **Employing firm when activity occurred which led to the regulatory action:** | CORPORATE SECURITIES GROUP |
| **Product Type:** | |
| **Other Product Type(s):** | |
| **Allegations:** | SELLING UNREGISTERED SECURITIES BY UNREGISTERED SALESMAN AWAY FROM FIRM |
| **Current Status:** | Final |
| **Resolution:** | Consent |
| **Resolution Date:** | 11/15/1991 |
| **Sanctions Ordered:** | Cease and Desist/Injunction<br>Suspension |
| **Other Sanctions Ordered:** | |
| **Sanction Details:** | CEASE AND DESIST ORDER, 30 DAYS SUSPENSION, $3000 COSTS |
| **Regulator Statement** | FROST SIGNED A CONSENT ORDER AGREEING TO THE ORDER, SUSPENSION, & PAID A $3000.00 COSTS OF THE INVESTIGATION. WHILE EMPLOYED BY CORPORATE SECURITIES GROUP, FROST SOLD UNREGISTERED SECURITIES IN THE FORM OF INTEREST IN GAS AND OIL WELL DRILLING PROGRAMS FOR AN UNREGISTERED DEALER,<br>GULF ENERGIES. FROST WAS SELLING AWAY FROM THE FIRM WITH WHOM HE WAS REGISTERED. |

| | |
|---|---|
| **Reporting Source:** | Individual |

| | |
|---|---|
| **Regulatory Action Initiated By:** | STATE OF GEORGIA |
| **Sanction(s) Sought:** | |
| **Other Sanction(s) Sought:** | |
| **Date Initiated:** | 11/15/1991 |
| **Docket/Case Number:** | 50-92-0059C |
| **Employing firm when activity occurred which led to the regulatory action:** | CORPORATE SECURITIES GROUP |
| **Product Type:** | |
| **Other Product Type(s):** | |
| **Allegations:** | ALLEGED THAT I SOLD UNREGISTERED SECURITIES WHILE NOT REGISTERED. |
| **Current Status:** | Final |
| **Resolution:** | Consent |
| **Resolution Date:** | 11/15/1991 |
| **Sanctions Ordered:** | Cease and Desist/Injunction<br>Suspension |
| **Other Sanctions Ordered:** | |
| **Sanction Details:** | FINE OF $3,000 AND A CEASE AND DESIST ORDER, AND A 30 DAY SUSPENSION. |
| **Broker Statement** | Not Provided |

### Disclosure 3 of 4

| | |
|---|---|
| **Reporting Source:** | Regulator |
| **Regulatory Action Initiated By:** | NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC. |
| **Sanction(s) Sought:** | |
| **Other Sanction(s) Sought:** | |
| **Date Initiated:** | 09/21/1992 |
| **Docket/Case Number:** | C07920054 |
| **Employing firm when activity occurred which led to the regulatory action:** | |
| **Product Type:** | |
| **Other Product Type(s):** | |
| **Allegations:** | |
| **Current Status:** | Final |
| **Resolution:** | Decision & Order of Offer of Settlement |
| **Resolution Date:** | 06/23/1993 |

 

| | |
|---|---|
| **Sanctions Ordered:** | Censure<br>Monetary/Fine $2,500.00 |
| **Other Sanctions Ordered:** | |
| **Sanction Details:** | |
| **Regulator Statement** | COMPLAINT NO. C07920054 FILED SEPTEMBER 21, 1992 BY DISTRICT NO. 7 AGAINST MARC FROST ALLEGING VIOLATIONS OF ARTICLE III, SECTIONS 1 AND 43 OF THE RULES OF FAIR PRACTICE IN THAT RESPONDENT FROST PERFORMED CONSULTING SERVICES FOR A NON MEMBER<br>ENTITY WHICH HE RECEIVED COMPENSATION AND FAILED TO PROVIDE PROMPT WRITTEN NOTIFICATION OF SUCH EMPLOYMENT TO HIS MEMBER FIRM.<br><br>DECISION RENDERED JUNE 23, 1993, WHEREIN THE OFFER OF SETTLEMENT SUBMITTED BY RESPONDENT FROST WAS ACCEPTED; THEREFORE, HE IS CENSURED AND FINED $2,500.<br><br>***$2,500.00 PAID ON 7/27/93 INVOICE #93-07-549*** |

| | |
|---|---|
| **Reporting Source:** | Individual |
| **Regulatory Action Initiated By:** | NASD |
| **Sanction(s) Sought:** | |
| **Other Sanction(s) Sought:** | |
| **Date Initiated:** | 09/21/1992 |
| **Docket/Case Number:** | C07920054 |
| **Employing firm when activity occurred which led to the regulatory action:** | |
| **Product Type:** | |
| **Other Product Type(s):** | |
| **Allegations:** | FAILURE TO PROVIDE MEMBER FIRM OF OUTSIDE BUSINESS/SECURITIES ACTIVITIES |
| **Current Status:** | Final |
| **Resolution:** | Decision & Order of Offer of Settlement |
| **Resolution Date:** | 06/23/1993 |
| **Sanctions Ordered:** | Censure<br>Monetary/Fine $2,500.00 |
| **Other Sanctions Ordered:** | |
| **Sanction Details:** | CENTURED AND FINED $2,500 NO TIME RESTRICTION<br>WAS GIVE. THE $2,500 FINE WAS PAID. NO FURTHER ACTION HAS BEEN TAKEN. THE MATTER IS CLOSED. |
| **Broker Statement** | Not Provided |

## Disclosure 4 of 4

 

| | |
|---|---|
| **Reporting Source:** | Regulator |
| **Regulatory Action Initiated By:** | NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC. |
| **Sanction(s) Sought:** | |
| **Other Sanction(s) Sought:** | |
| **Date Initiated:** | 08/05/1986 |
| **Docket/Case Number:** | ATL-853 |
| **Employing firm when activity occurred which led to the regulatory action:** | |
| **Product Type:** | |
| **Other Product Type(s):** | |
| **Allegations:** | |
| **Current Status:** | Final |
| **Resolution:** | Consent |
| **Resolution Date:** | 11/25/1986 |
| **Sanctions Ordered:** | Censure<br>Monetary/Fine $1,000.00<br>Suspension |
| **Other Sanctions Ordered:** | |
| **Sanction Details:** | |
| **Regulator Statement** | ENTERED 9/17/86:<br><br>COMPLAINT NO. ATL-853 FILED AUGUST 5, 1986 BY DISTRICT NO. 7 AGAINST RESPONDENT MARC FROST ALLEGING VIOLATIONS OF ARTICLE III, SECTION 1 OF THE RULES OF FAIR PRACTICE IN THAT RESPONDENT FROST TOOK ADVANTAGE OF AN OPERATIONAL ERROR IN HIS FATHER'S ACCOUNT CARRIED BY HIS EMPLOYER-MEMBER IN THAT SHARES CREDITED<br>TO THE ACCOUNT IN ERROR WERE SOLD FOR A GAIN OF APPROXIMATELY $31,000.00.<br><br>ENTERED 12/19/86:<br>DECISION RENDERED NOVEMBER 25, 1986, WHEREIN THE OFFER OF SETTLEMENT SUBMITTED BY RESPONDENT MARC FROST WAS ACCEPTED;<br>THEREFORE, HE IS CENSURED, FINED $1,000.00 AND SUSPENDED FROM ASSOCIATION WITH ANY MEMBER OF THE ASSOCIATION IN ANY CAPACITY FOR TWO (2) WEEKS. |

| | |
|---|---|
| **Reporting Source:** | Individual |
| **Regulatory Action Initiated By:** | N.A.S.D. |
| **Sanction(s) Sought:** | |
| **Other Sanction(s) Sought:** | |

| | |
|---|---|
| **Date Initiated:** | 08/05/1986 |
| **Docket/Case Number:** | ATL-853 |
| **Employing firm when activity occurred which led to the regulatory action:** | |
| **Product Type:** | |
| **Other Product Type(s):** | |
| **Allegations:** | ALLEGATION THAT I TOOK ADVANTAGE OF AN OPERATIONAL ERROR IN MY FATHER`S ACCOUNT CARRIED BY EMPLOYER AND THAT SHARES CREDITED WERE SOLD FOR A GAIN OF $31,000 |
| **Current Status:** | Final |
| **Resolution:** | Consent |
| **Resolution Date:** | 11/25/1986 |
| **Sanctions Ordered:** | Censure<br>Monetary/Fine $1,000.00<br>Suspension |
| **Other Sanctions Ordered:** | |
| **Sanction Details:** | CENSURED, FINED $1,000 AND SUSPENDED FOR TWO WEEKS |
| **Broker Statement** | Not Provided |

 

## Customer Dispute

This section provides information regarding a customer dispute that was reported to the Investment Adviser Registration Depository (IARD) by the Investment Adviser Representative (IAR), an investment adviser and/or securities firm, and/or a securities regulator. The event may include a consumer-initiated, investment-related complaint, arbitration proceeding or civil suit that contains allegations of sales practice violations against the individual.

The customer dispute may be pending or may have resulted in a civil judgment, arbitration award, monetary settlement, closure without action, withdrawal, dismissal, denial, or other outcome.

### Disclosure 1 of 1

| | |
|---|---|
| **Reporting Source:** | Firm |
| **Employing firm when activities occurred which led to the complaint:** | |
| **Allegations:** | UNAUTHORIZED MARGIN TRADE, UNSUITABLE INVESTMENTS, FAILURE TO PLACE STOP/LIMIT ORDER |
| **Product Type:** | |
| **Alleged Damages:** | $35,000.00 |

### Customer Complaint Information

| | |
|---|---|
| **Date Complaint Received:** | |
| **Complaint Pending?** | No |
| **Status:** | Arbitration/Reparation |
| **Status Date:** | |
| **Settlement Amount:** | |
| **Individual Contribution Amount:** | |

### Arbitration Information

| | |
|---|---|
| **Arbitration/Reparation Claim filed with and Docket/Case No.:** | National Association of Securities Dealers, Inc.; 91-02752 |
| **Date Notice/Process Served:** | 10/21/1991 |
| **Arbitration Pending?** | No |
| **Disposition:** | Settled |
| **Disposition Date:** | 05/26/1992 |
| **Monetary Compensation Amount:** | $17,500.00 |
| **Individual Contribution Amount:** | |
| **Firm Statement** | THIS MATTER WAS RESOLVED PRIOR TO HEARING FOR $17,500.00<br>Not Provided |

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|---|---|
| **Reporting Source:** | Individual |

 

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| **Employing firm when activities occurred which led to the complaint:** | CORPORATE SECURITIES GROUP |
| **Allegations:** | UNAUTHORIZED MAR |
| **Product Type:** | Other |
| **Other Product Type(s):** | MARGIN |
| **Alleged Damages:** | $35,000.00 |

## Customer Complaint Information

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|---|---|
| **Date Complaint Received:** | 10/21/1991 |
| **Complaint Pending?** | No |
| **Status:** | Arbitration/Reparation |
| **Status Date:** | 05/26/1992 |
| **Settlement Amount:** | $17,500.00 |
| **Individual Contribution Amount:** | |

## Arbitration Information

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|---|---|
| **Arbitration/Reparation Claim filed with and Docket/Case No.:** | NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.; 91-02752 |
| **Date Notice/Process Served:** | 10/21/1991 |
| **Arbitration Pending?** | No |
| **Disposition:** | Settled |
| **Disposition Date:** | 05/26/1992 |
| **Monetary Compensation Amount:** | $17,500.00 |
| **Individual Contribution Amount:** | |
| **Broker Statement** | THE MATTER WAS SETTLED PRIOR TO HEARING FOR $17,500. |

## Termination

This disclosure event involves a situation where the Investment Adviser Representative voluntarily resigned, was discharged or was permitted to resign after allegations were made that accused the Investment Adviser Representative of violating investment-related statutes, regulations, rules or industry standards of conduct; fraud or the wrongful taking of property; or failure to supervise in connection with investment-related statutes, regulations, rules or industry standards of conduct.

### Disclosure 1 of 2

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|---|---|
| **Reporting Source:** | Individual |
| **Firm Name:** | CORPORATE SECURITIES GROUP, INC. |
| **Termination Type:** | Permitted to Resign |
| **Termination Date:** | 09/21/1992 |
| **Allegations:** | C-07920052<br>OUTSIDE BUSINESS ACTIVITIES WITHOUT WRITTEN<br>NOTIFICATION OF MEMBER FIRM. |
| **Product Type:** | |
| **Other Product Types:** | |
| **Broker Statement** | CENSURED AND FINED $2,500.00<br>DURING PERIOD FEBRUARY 1, 1991, THROUGH AUGUST 1,<br>1991, RESPONDENT FROST PERFORMED CONSULTING SERVICES<br>THROUGH<br>FROST ENTERPRISES, INC., FOR GULF ENERGY INC. A NON MEMBER<br>ENTITITY ENGAGED IN OIL AND GAS VENTURES FOR WHICH I RECEIVED<br>COMPENSATION AND FAILED TO PROVIDE NOTIFICATION OF<br>EMPLOYMENT<br>TO EMPLOYEE MEMBER AS REQUIRED BY ARTICLE 3 SECTION 3 OF<br>ASSOCIATION RULES OF FAIR PRACTICE. |

### Disclosure 2 of 2

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|---|---|
| **Reporting Source:** | Individual |
| **Firm Name:** | PRUDENTIAL BACHE |
| **Termination Type:** | Discharged |
| **Termination Date:** | 07/31/1985 |
| **Allegations:** | I KNOWINGLY FAILED TO REPORT AN OPERATIONAL<br>ERROR IN A CUSTOMER'S ACCOUNT. |
| **Product Type:** | |
| **Other Product Types:** | |
| **Broker Statement** | I WAS TERMINATED JULY, 1985<br>IN JULY, 1985 MY FATHER OPENED AN ACCOUNT AND<br>PLACED AN UNSOLICITED ORDER TO BUY 2,200 SHARES OF TRINIDAD<br>STOCK FOR $1,000. UPON REVIEWING THE ACCOUNT A SHORT TIME<br>LATER,<br>I NOTICED THE ACCOUNT WAS LONG 2,200 SHS OF TRINITY INDS<br>($32,000) RATHER THAN TRINIDAD. THE NEXT WEEK, I PUT AN ORDER TO<br>SELL TRINITY INDS & BUY 2,200 SHS TRINIDAD. THE BALANCE OF FUNDS<br>WAS PLACED IN A PRU-BACHE MUNICIPAL BOND FUND. OPERATIONS<br>MANAGER QUESTIONED THE ORDERS, I ACKNOWLEDGED THE STOCK<br>HAD BEEN |

 

PLACED IN THE ACCOUNT IN ERROR & REVERSED THE TRADES. I WAS LATER NOTIFIED I WAS BEING TERMINATED FOR FAILURE TO REPORT AN OPERATIONAL ERROR.

 

# End of Report

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