User Guidance

www.adviserinfo.sec.gov

IAPD Report

KEVIN JOSEPH SCHAEFER

CRD# 1286030

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.

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

KEVIN JOSEPH SCHAEFER (CRD# 1286030)

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 **12/09/2025**.

CURRENT EMPLOYERS

	Firm	CRD#	Registered Since
IA	WELLS FARGO ADVISORS	CRD# 19616	08/16/2019
B	WELLS FARGO CLEARING SERVICES, LLC	CRD# 19616	08/16/2019

QUALIFICATIONS

This representative is currently registered in **11** SRO(s) and **35** 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	MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED	7691	SAN FRANCISCO, CA	05/20/2011 - 08/19/2019
IA	MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED	7691	SAN FRANCISCO, CA	05/20/2011 - 08/19/2019
B	MORGAN STANLEY SMITH BARNEY	149777	SAN FRANCISCO, CA	06/01/2009 - 05/27/2011

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
Customer Dispute	7

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 **35** jurisdiction(s) and 11 SRO(s) through his or her employer(s).

Employment 1 of 1

Firm Name: **WELLS FARGO ADVISORS**

Main Address: ONE NORTH JEFFERSON AVENUE
MAIL CODE: H0004-05E
ST. LOUIS, MO 63103-2205

Firm ID#: 19616

	Regulator	Registration	Status	Date
B	Cboe BZX Exchange, Inc.	General Securities Representative	Approved	08/16/2019
B	Cboe Exchange, Inc.	General Securities Representative	Approved	08/16/2019
B	FINRA	General Securities Representative	Approved	08/16/2019
B	NYSE American LLC	General Securities Representative	Approved	08/16/2019
B	NYSE Arca, Inc.	General Securities Representative	Approved	08/16/2019
B	NYSE Texas, Inc.	General Securities Representative	Approved	08/16/2019
B	Nasdaq GEMX, LLC	General Securities Representative	Approved	08/16/2019
B	Nasdaq ISE, LLC	General Securities Representative	Approved	08/16/2019
B	Nasdaq PHLX LLC	General Securities Representative	Approved	08/16/2019
B	Nasdaq Stock Market	General Securities Representative	Approved	08/16/2019
B	New York Stock Exchange	General Securities Representative	Approved	08/16/2019
B	Arizona	Agent	Approved	08/16/2019
B	California	Agent	Approved	08/16/2019

Qualifications

	Regulator	Registration	Status	Date
IA	California	Investment Adviser Representative	Approved	08/16/2019
B	Colorado	Agent	Approved	08/16/2019
B	Connecticut	Agent	Approved	06/07/2024
B	District of Columbia	Agent	Approved	08/16/2019
B	Florida	Agent	Approved	08/19/2019
B	Georgia	Agent	Approved	08/16/2019
B	Hawaii	Agent	Approved	08/20/2019
B	Idaho	Agent	Approved	08/16/2019
B	Illinois	Agent	Approved	09/12/2019
B	Indiana	Agent	Approved	08/19/2019
B	Iowa	Agent	Approved	10/03/2023
B	Kansas	Agent	Approved	03/17/2020
B	Maine	Agent	Approved	11/22/2024
B	Maryland	Agent	Approved	08/16/2019
B	Massachusetts	Agent	Approved	08/19/2019
B	Michigan	Agent	Approved	08/16/2019
B	Nebraska	Agent	Approved	04/22/2024
B	Nevada	Agent	Approved	05/18/2022
B	New Hampshire	Agent	Approved	08/22/2019

Qualifications

	Regulator	Registration	Status	Date
B	New Jersey	Agent	Approved	08/16/2019
B	New York	Agent	Approved	08/16/2019
B	North Carolina	Agent	Approved	04/22/2024
B	Ohio	Agent	Approved	08/16/2019
B	Oklahoma	Agent	Approved	04/23/2024
B	Oregon	Agent	Approved	08/16/2019
B	Pennsylvania	Agent	Approved	08/16/2019
B	Rhode Island	Agent	Approved	08/16/2019
B	South Carolina	Agent	Approved	05/14/2020
B	Tennessee	Agent	Approved	08/27/2019
B	Texas	Agent	Approved	08/16/2019
IA	Texas	Investment Adviser Representative	Restricted Approval	08/16/2019
B	Utah	Agent	Approved	02/07/2024
B	Virginia	Agent	Approved	08/16/2019
B	Washington	Agent	Approved	08/20/2019
B	West Virginia	Agent	Approved	09/20/2022

Branch Office Locations

WELLS FARGO ADVISORS
555 CALIFORNIA ST 24TH FL
SAN FRANCISCO, CA 94104

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 0 principal/supervisory exams, 2 general industry/product exams, and 2 state securities law exams.

Principal/Supervisory Exams

	Exam	Category	Date
	No information reported.		

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	07/21/1984

State Securities Law Exams

	Exam	Category	Date
IA	Uniform Investment Adviser Law Examination (S65)	Series 65	08/19/2011
B	Uniform Securities Agent State Law Examination (S63)	Series 63	07/24/1984

PROFESSIONAL DESIGNATIONS

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

No information reported.

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	05/20/2011 - 08/19/2019	MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED	CRD# 7691	SAN FRANCISCO, CA
IA	05/20/2011 - 08/19/2019	MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED	CRD# 7691	SAN FRANCISCO, CA
B	06/01/2009 - 05/27/2011	MORGAN STANLEY SMITH BARNEY	CRD# 149777	SAN FRANCISCO, CA
IA	06/01/2009 - 05/27/2011	MORGAN STANLEY SMITH BARNEY LLC	CRD# 149777	SAN FRANCISCO, CA
B	04/02/2007 - 06/01/2009	MORGAN STANLEY & CO. INCORPORATED	CRD# 8209	SAN FRANCISCO, CA
IA	04/02/2007 - 06/01/2009	MORGAN STANLEY & CO. INCORPORATED	CRD# 8209	SAN FRANCISCO, CA
IA	01/26/2007 - 04/02/2007	MORGAN STANLEY	CRD# 7556	SAN FRANCISCO, CA
B	01/26/2007 - 04/02/2007	MORGAN STANLEY DW INC.	CRD# 7556	SAN FRANCISCO, CA
IA	07/08/1997 - 02/05/2007	UBS FINANCIAL SERVICES INC.	CRD# 8174	SAN FRANCISCO, CA
B	10/26/1993 - 02/05/2007	UBS FINANCIAL SERVICES INC.	CRD# 8174	SAN FRANCISCO, CA
B	07/31/1993 - 10/22/1993	SMITH BARNEY SHEARSON INC.	CRD# 7059	NEW YORK, NY
B	04/11/1988 - 07/31/1993	LEHMAN BROTHERS INC.	CRD# 7506	NEW YORK, NY
B	04/08/1986 - 04/11/1988	E. F. HUTTON & COMPANY INC	CRD# 235	
B	07/26/1984 - 03/05/1986	DERAND INVESTMENT CORPORATION OF AMERICA	CRD# 4679	

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
08/2019 - Present	WELLS FARGO CLEARING SERVICES, LLC	REGISTERED REP	Y	SAN FRANCISCO, CA, United States

Registration & Employment History

EMPLOYMENT HISTORY

Employment Dates	Employer Name	Position	Investment Related	Employer Location
06/2011 - 08/2019	BANK OF AMERICA, N.A.	SENIOR FINANCIAL ADVISOR	Y	SAN FRANCISCO, CA, United States
05/2011 - 08/2019	MERRILL LYNCH, PIERCE, FENNER & SMITH INCORPORATED	FINANCIAL ADVISOR	Y	SAN FRANCISCO, CA, 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.

GREYLODGE APARTMENTS, LLC; INVESTMENT RELATED; CONCORD,CA; 100% OWNERSHIP; START 8/16/2019; NUMBER OF HOURS PER MONTH 4; NUMNBER OF HOURS DURING TRADING 0; OVERVIEW.
LAGUNA PALMS APARTMENTS,LLC; INVESTMENT RELATED; CONCORD,CA; 100% OWNERSHIP; START 8/16/2019; NUMBER OF HOURS PER MONTH 4; NUMBER OF HOURS DURING TRADING 0; PAYING BILLS.
CAMBRIDGE PARK KS,LLC; INVESTMENT RELATED; CONCORD,CA; 100% OWNERSHIP; START 8/16/2019; NUMBER OF HOURS PER MONTH 4; NUMBER OF HOURS DURING TRADING 0; PAYING BILLS.
2524 CAMARA CIRCLE KS,LLC; INVESTMENT RELATED; CONCORD,CA; 100% OWNERSHIP; START 8/16/2019; NUMBER OF HOURS PER MONTH 4; NUMBER OF HOURS DURING TRADING 0; PAYING BILLS.
RENTAL PROPERTY; INVESTMENT RELATED; CONCORD,CA; 100% OWNERSHIP; START 8/16/2019; NUMBER OF HOURS PER MONTH 4; NUMBER OF HOURS DURING TRADING 0; PAY BILLS.
RENTAL PROPERTY; INVESTMENT RELATED; CONCORD,CA; 100% OWNERSHIP; START 8/16/2019; NUMBER OF HOURS PER MONTH 4; NUMBER OF HOURS DURING TRADING 0; PAY BILLS.
RENTAL PROPERTY (DETROIT); INV RELATED; CONCORD, CA; 100% OWNERSHIP; START DATE 2/14/2024; 10 HOURS PER MONTH; 0 DURING TRADING; OVERSIGHT.

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
Customer Dispute	7

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 7

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	WELLS FARGO CLEARING SERVICES, LLC
Allegations:	Claimant alleges that beginning in May 2019, the financial advisor made unsuitable investments.
Product Type:	Other: Structured Product
Alleged Damages:	$0.00
Alleged Damages Amount Explanation (if amount not exact):	Claimant is seeking an unspecified amount in compensatory damages.
Is this an oral complaint?	No
Is this a written complaint?	No
Is this an arbitration/CFTC reparation or civil litigation?	Yes
Arbitration/Reparation forum or court name and location:	FINRA
Docket/Case #:	25-01295
Filing date of arbitration/CFTC reparation or civil litigation:	06/25/2025

Customer Complaint Information

Date Complaint Received:	06/25/2025
Complaint Pending?	Yes
Settlement Amount:	
Individual Contribution Amount:	

Disclosure 2 of 7

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	Merrill Lynch, Pierce, Fenner & Smith Incorporated
Allegations:	The customer alleges unsuitable investment recommendations, failure to follow instructions and misrepresentations from 2012 until 2020.
Product Type:	Other: Alternative Investments
Alleged Damages:	$300,000.00
Is this an oral complaint?	No
Is this a written complaint?	No
Is this an arbitration/CFTC reparation or civil litigation?	Yes
Arbitration/Reparation forum or court name and location:	FINRA
Docket/Case #:	20-01725
Filing date of arbitration/CFTC reparation or civil litigation:	06/02/2020

Customer Complaint Information

Date Complaint Received:	06/04/2020
Complaint Pending?	No
Status:	Settled
Status Date:	05/04/2021
Settlement Amount:	$150,000.00
Individual Contribution Amount:	$0.00

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	Merrill Lynch, Pierce, Fenner & Smith Incorporated
Allegations:	The customer alleges unsuitable investment recommendations, failure to follow instructions and misrepresentations from 2012 until 2020.
Product Type:	Other: Alternative Investments
Alleged Damages:	$300,000.00

Is this an oral complaint?	No
Is this a written complaint?	No
Is this an arbitration/CFTC reparation or civil litigation?	Yes
Arbitration/Reparation forum or court name and location:	FINRA
Docket/Case #:	20-01725
Filing date of arbitration/CFTC reparation or civil litigation:	06/02/2020

Customer Complaint Information

Date Complaint Received:	06/04/2020
Complaint Pending?	No
Status:	Settled
Status Date:	05/04/2021
Settlement Amount:	$150,000.00
Individual Contribution Amount:	$0.00
Broker Statement	I deny the allegations. I was not consulted with respect to Merrill Lynch's decision to settle; and I was not asked to contribute to it.

Disclosure 3 of 7

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	Merrill Lynch, Pierce, Fenner & Smith Incorporated
Allegations:	The customer alleges unsuitable investment recommendations and misrepresentations.
Product Type:	Other: Private Placements, Fixed Income, Structured Products
Alleged Damages:	$1,000,000.00
Is this an oral complaint?	No
Is this a written complaint?	No
Is this an arbitration/CFTC reparation or civil litigation?	Yes
Arbitration/Reparation forum or court name and location:	FINRA
Docket/Case #:	20-01865
Filing date of arbitration/CFTC reparation or civil litigation:	06/12/2020

Customer Complaint Information

Date Complaint Received:	06/12/2020

Complaint Pending?	No
Status:	Settled
Status Date:	02/09/2022
Settlement Amount:	$75,000.00
Individual Contribution Amount:	$0.00

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	Merrill Lynch, Pierce, Fenner & Smith Incorporated
Allegations:	The customer alleges unsuitable investment recommendations and misrepresentations.
Product Type:	Other: Private Placements, Fixed Income, Structured Products
Alleged Damages:	$1,000,000.00
Is this an oral complaint?	No
Is this a written complaint?	No
Is this an arbitration/CFTC reparation or civil litigation?	Yes
Arbitration/Reparation forum or court name and location:	FINRA
Docket/Case #:	20-01865
Filing date of arbitration/CFTC reparation or civil litigation:	06/12/2020

Customer Complaint Information

Date Complaint Received:	06/12/2020
Complaint Pending?	No
Status:	Settled
Status Date:	02/09/2022
Settlement Amount:	$75,000.00
Individual Contribution Amount:	$0.00
Broker Statement	I deny the allegations. I was not consulted with respect to my previous Firm's decision to settle; and I was not asked to contribute to it. The investments were suitable for these investors, and there were no misrepresentations made.

Disclosure 4 of 7

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	Merrill Lynch, Pierce, Fenner & Smith Incorporated

Allegations:	The Customer alleges misrepresentation and unsuitable investment recommendations from September 2012 to December 2016.
Product Type:	Debt-Municipal
Alleged Damages:	$0.00
Alleged Damages Amount Explanation (if amount not exact):	Damages are not specified.
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:	01/04/2017
Complaint Pending?	No
Status:	Denied
Status Date:	03/09/2017
Settlement Amount:	
Individual Contribution Amount:	

Disclosure 5 of 7

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	UBS FINANCIAL SERVICES INC.
Allegations:	CLIENT ALLEGES THAT THESE BONDS (AUCTION RATE SECURITIES) WERE TO BE SAFE INVESTMENTS AND NOT SHARES OF STOCK. CLIENT FURTHER STATES THAT HAD IT BEEN EXPLAINED THAT THESE BONDS COULD RESET TO LOWER INTEREST RATES, HE WOULD NOT HAVE MADE THE PURCHASE. DAMAGES ESTIMATED TO BE IN EXCESS OF $5,000.
Product Type:	Other: AUCTION RATE SECURITIES
Alleged Damages:	$5,000.00
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:	05/27/2008
Complaint Pending?	No
Status:	Settled
Status Date:	12/23/2008

Settlement Amount:	$600,000.00
Individual Contribution Amount:	$0.00
Firm Statement	THE COMPLAINT AROSE IN CONNECTION WITH THE INDUSTRY WIDE BREAKDOWN OF LIQUIDITY IN THE MARKET FOR AUCTION RATE SECURITIES ("ARS"). THE FIRM AGREED TO REPURCHASE THE ARS SECURITIES AT ISSUE AT PAR VALUE FROM THE CLIENT PURSUANT TO A GLOBAL REPURCHASE AGREEMENT IT ENTERED INTO WITH SEVERAL REGULATORY BODIES. THIS WAS NOT A SETTLEMENT OF A DISPUTE BETWEEN THE CLIENT AND THE REPRESENTATIVE AND WAS NOT BASED ON THE MERITS OF THE CLIENT'S SPECIFIC CONCERNS OR ANY FINDING OF FAULT OR WRONGDOING BY THE NAMED REPRESENTATIVE. THE NAMED REPRESENTATIVE WAS NOT A PARTY TO, AND DID NOT AGREE TO OR PARTICIPATE IN, THE REPURCHASE AGREEMENT BETWEEN THE FIRM AND THE RELEVANT REGULATORY BODIES. THE NAMED REPRESENTATIVE DID NOT MAKE ANY PAYMENTS TO THE CLIENT AND THE NAMED REPRESENTATIVE WAS NOT ASKED TO AND DID NOT CONTRIBUTE TO THE SETTLEMENT AMOUNT. THE LISTED "SETTLEMENT AMOUNT" REPRESENTS ONLY THE GROSS INITIAL PAR VALUE OF THE ARS POSITION AND DOES NOT TAKE INTO ACCOUNT THE ACTUAL VALUE OF THE ARS POSITION AT THE TIME THE FIRM RECEIVED IT BACK FROM THE CLIENT IN CONNECTION WITH THE SETTLEMENT. THIS MATTER IS BEING REPORTED AS A SETTLEMENT PURSUANT TO THE REQUIREMENTS OF FINRA REGULATORY NOTICE 09-12.

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	UBS FINANCIAL SERVICES INC.
Allegations:	CLIENT ALLEGES THAT THESE BONDS (AUCTION RATE SECURITIES) WERE TO BE SAFE INVESTMENTS AND NOT SHARES OF STOCK. CLIENT FURTHER STATES THAT HAD IT BEEN EXPLAINED THAT THESE BONDS COULD RESET TO LOWER INTEREST RATES, HE WOULD NOT HAVE MADE THE PURCHASE. DAMAGES ESTIMATED TO BE IN EXCESS OF $5,000.
Product Type:	Other: AUCTION RATE SECURITIES
Alleged Damages:	$5,000.00
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:	05/27/2008
Complaint Pending?	No
Status:	Settled
Status Date:	12/23/2008
Settlement Amount:	$600,000.00
Individual Contribution Amount:	$0.00

Broker Statement	THE COMPLAINT AROSE IN CONNECTION WITH THE INDUSTRY WIDE BREAKDOWN OF LIQUIDITY IN THE MARKET FOR AUCTION RATE SECURITIES ("ARS"). THE FIRM AGREED TO REPURCHASE THE ARS SECURITIES AT ISSUE AT PAR VALUE FROM THE CLIENT PURSUANT TO A GLOBAL REPURCHASE AGREEMENT IT ENTERED INTO WITH SEVERAL REGULATORY BODIES. THIS WAS NOT A SETTLEMENT OF A DISPUTE BETWEEN THE CLIENT AND THE REPRESENTATIVE AND WAS NOT BASED ON THE MERITS OF THE CLIENT'S SPECIFIC CONCERNS OR ANY FINDING OF FAULT OR WRONGDOING BY THE NAMED REPRESENTATIVE. THE NAMED REPRESENTATIVE WAS NOT A PARTY TO, AND DID NOT AGREE TO OR PARTICIPATE IN, THE REPURCHASE AGREEMENT BETWEEN THE FIRM AND THE RELEVANT REGULATORY BODIES. THE NAMED REPRESENTATIVE DID NOT MAKE ANY PAYMENTS TO THE CLIENT AND THE NAMED REPRESENTATIVE WAS NOT ASKED TO AND DID NOT CONTRIBUTE TO THE SETTLEMENT AMOUNT. THE LISTED "SETTLEMENT AMOUNT" REPRESENTS ONLY THE GROSS INITIAL PAR VALUE OF THE ARS POSITION AND DOES NOT TAKE INTO ACCOUNT THE ACTUAL VALUE OF THE ARS POSITION AT THE TIME THE FIRM RECEIVED IT BACK FROM THE CLIENT IN CONNECTION WITH THE SETTLEMENT. THIS MATTER IS BEING REPORTED AS A SETTLEMENT PURSUANT TO THE REQUIREMENTS OF FINRA REGULATORY NOTICE 09-12.

Disclosure 6 of 7

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	PAINEWEBBER
Allegations:	CLIENT ALLEGES "FRAUDULENT NONDISCLOSURE/ MISREPRESENTATION/ SUITABILITY." CLIENT ALLEGES COMPENSATORY DAMAGES IN AN AMOUNT GREATER THAN $5,000."
Product Type:	Equity Listed (Common & Preferred Stock)
Alleged Damages:	

Customer Complaint Information

Date Complaint Received:	02/16/2000
Complaint Pending?	No
Status:	Denied
Status Date:	07/12/2000
Settlement Amount:	
Individual Contribution Amount:	
Broker Statement	MR. SCHAEFER DENIES ALL ALLEGATIONS. SOLELY AS A BUSINESS DECISION AND IN ORDER TO AVOID THE FUTURE TIME AND EXPENSE OF DEFENDING THIS MATTER,PAINEWEBBER OFFERED TO SETTLE. CLIENT HAS NEVER RESPONDED.

Disclosure 7 of 7

Reporting Source:	Regulator

Employing firm when activities occurred which led to the complaint:	PAINEWEBBER INCORPORATED
Allegations:	OMISSION OF FACTS; MISREPRESENTATION; BRCH OF FIDUCIARY DT; ACCOUNT RELATED - FAILURE TO SUPERVISE
Product Type:	
Alleged Damages:	

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.:	NASD - CASE #96-03203
Date Notice/Process Served:	08/01/1996
Arbitration Pending?	No
Disposition:	Settled
Disposition Date:	03/15/1997
Disposition Detail:	CASE IS CLOSED, SETTLED ACTUAL/COMPENSATORY DAMAGES, RELIEF REQUEST IS WITHDRAWN/SETTLED/ETC, AWARD AMOUNT JOINTLY AND SEVERALLY; INTEREST, RELIEF REQUEST IS WITHDRAWN/SETTLED/ETC, AWARD AMOUNT JOINTLY AND SEVERALLY; PUNITIVE/EXEMPLARY DAMAGES, RELIEF REQUEST IS WITHDRAWN/SETTLED/ETC, AWARD AMOUNT JOINTLY AND SEVERALLY; OTHER MONETARY RELIEF, RELIEF REQUEST IS WITHDRAWN/SETTLED/ETC, AWARD AMOUNT JOINTLY AND SEVERALLY; ATTORNEY'S FEES, RELIEF REQUEST IS WITHDRAWN/SETTLED/ETC, AWARD AMOUNT JOINTLY AND SEVERALLY; OTHER COSTS, RELIEF REQUEST IS WITHDRAWN/SETTLED/ETC, AWARD AMOUNT JOINTLY AND SEVERALLY; OTHER MONETARY RELIEF, RELIEF REQUEST IS WITHDRAWN/SETTLED/ETC, AWARD AMOUNT JOINTLY AND SEVERALLY

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	PAINEWEBBER INCORPORATED
Allegations:	CLIENTS ALLEGE FRAUDULENT NON-DISCLOSURE, NEGLIGENT MISREPRESENTATION, BREACH OF FIDUCIARY DUTY, AND FAILURE TO SUPERVISE WITH REGARD TO THEIR TRADING IN THE COMMON STOCK OF SYNTECH FOR THE TIME PERIOD SEPTEMBER 1993 THROUGH MARCH 1996 AND SEEK COMPENSATORY DAMAGES IN EXCESS OF $100,000 AND PUNITIVE DAMAGES.
Product Type:	
Alleged Damages:	

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 Assoc. of Securities Dealers; 96-03203
Date Notice/Process Served:	08/01/1996
Arbitration Pending?	No
Disposition:	Settled
Disposition Date:	03/15/1997
Monetary Compensation Amount:	$14,000.00
Individual Contribution Amount:	
Broker Statement	KEVIN SCHAEFER WAS DISMISSED, WITH PREJUDICE, AS A NAMED RESPONDENT IN THIS PROCEEDING. THEREAFTER, WITHOUT ADMITTING ANY LIABILITY, PAINEWEBBER AGREED TO PAY THE CLAIMANTS $14,000 AS NUISANCE VALUE, IN FULL AND FINAL SATIS FACTION OF ALL CLAIMS AGAINST THE FIRM. Not Provided

End of Report

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