



IAPD Report

JOSE RAMON MARTINEZ ESTEVES

CRD# 1402991

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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.



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

JOSE RAMON MARTINEZ ESTEVES (CRD# 1402991)

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 **01/20/2026**.

CURRENT EMPLOYERS

	Firm	CRD#	Registered Since
B	POPULAR SECURITIES, LLC	CRD# 8096	01/11/2008
IA	POPULAR SECURITIES, LLC	CRD# 8096	06/04/2013

QUALIFICATIONS

This representative is currently registered in **1** SRO(s) and **4** 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
IA	POPULAR SECURITIES, INC.	8096	HATO REY, PR	08/09/2011 - 01/31/2012
B	SANTANDER SECURITIES	41791	BAYAMON, PR	01/20/1997 - 01/11/2008
B	SMITH BARNEY INC.	7059	NEW YORK, NY	07/31/1993 - 01/22/1997

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	21



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 **4** jurisdiction(s) and 1 SRO(s) through his or her employer(s).

Employment 1 of 1

Firm Name: **POPULAR SECURITIES, LLC**
Main Address: POPULAR CENTER, 208 PONCE DE LEON
SUITE 1200
HATO REY, PR 00918
Firm ID#: 8096

	Regulator	Registration	Status	Date
B	FINRA	General Securities Principal	Approved	01/11/2008
B	FINRA	General Securities Representative	Approved	01/11/2008
B	Florida	Agent	Approved	01/11/2008
B	New York	Agent	Approved	04/03/2020
B	Puerto Rico	Agent	Approved	01/11/2008
IA	Puerto Rico	Investment Adviser Representative	Approved	06/04/2013
B	Texas	Agent	Approved	11/17/2014

Branch Office Locations

POPULAR SECURITIES, LLC
EL SENORIAL
LOMAS VERDES AVE CARR 177., CUPEY
SAN JUAN, PR 00926



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	10/16/2000

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	12/19/1987

State Securities Law Exams

Exam	Category	Date
IA B Uniform Combined State Law Examination (S66)	Series 66	09/28/2007
B Uniform Securities Agent State Law Examination (S63)	Series 63	11/07/1987



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
IA	08/09/2011 - 01/31/2012	POPULAR SECURITIES, INC.	CRD# 8096	HATO REY, PR
B	01/20/1997 - 01/11/2008	SANTANDER SECURITIES	CRD# 41791	BAYAMON, PR
B	07/31/1993 - 01/22/1997	SMITH BARNEY INC.	CRD# 7059	NEW YORK, NY
B	05/03/1989 - 07/31/1993	LEHMAN BROTHERS INC.	CRD# 7506	NEW YORK, NY
B	01/01/1988 - 06/22/1989	DREXEL BURNHAM LAMBERT INCORPORATED	CRD# 7323	

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
01/2008 - Present	POPULAR SECURITIES, INC.	FINANCIAL CONSULTANT	Y	SAN JUAN, PR, 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.

No information reported.



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	21

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 21

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	POPULAR SECURITIES
Allegations:	Claimant alleges that Financial Consultant investment recommendations to purchase and to hold P.R. securities were unsuitable in light of the clients' risk tolerance. Claimants also allege that recommendations made by the Financial Consultant were particularly egregious in light of Puerto Rico's well known deteriorating financial condition.
Product Type:	Debt-Government Other: Closed-End Funds
Alleged Damages:	\$500,000.00
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 #:	20-03608
Filing date of arbitration/CFTC reparation or civil litigation:	10/22/2020

Customer Complaint Information



Date Complaint Received:	10/27/2020
Complaint Pending?	No
Status:	Settled
Status Date:	03/25/2022
Settlement Amount:	\$175,000.00
Individual Contribution Amount:	\$0.00
Broker Statement	The Financial Consultant denies the allegations and intends to defend them vigorously.

Disclosure 2 of 21

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	Popular Securities, LLC
Allegations:	Client alleged that the Firm's investment recommendations to purchase and to hold P.R. securities were unsuitable in light of the clients' risk profile and Puerto Rico's well known deteriorating financial condition.
Product Type:	Debt-Government Other: Closed End funds
Alleged Damages:	\$0.00
Alleged Damages Amount Explanation (if amount not exact):	Unspecified
Is this an oral complaint?	Yes
Is this a written complaint?	No
Is this an arbitration/CFTC reparation or civil litigation?	No

Customer Complaint Information

Date Complaint Received:	12/06/2018
Complaint Pending?	No
Status:	Settled
Status Date:	09/18/2019
Settlement Amount:	\$55,000.00
Individual Contribution Amount:	\$0.00
Broker Statement	The Financial Consultant denies any wrong doing as he did not contribute economically in the settlement and was ready to defend the case in front of a hearing panel.

Disclosure 3 of 21

Reporting Source:	Individual
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Employing firm when activities occurred which led to the complaint: Popular Securities, LLC

Allegations: Claimant alleges that Financial Consultant investment recommendations to purchase and to hold P.R. securities were unsuitable in light of the clients' risk tolerance. Claimants also allege that recommendations made by the Financial Consultant were particularly egregious in light of Puerto Rico's well known deteriorating financial condition.

Product Type: Debt-Government
Other: Closed end funds

Alleged Damages: \$290,853.14

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 #: 19-02114

Filing date of arbitration/CFTC reparation or civil litigation: 07/30/2019

Customer Complaint Information

Date Complaint Received: 08/06/2019

Complaint Pending? No

Status: Settled

Status Date: 02/11/2022

Settlement Amount: \$60,000.00

Individual Contribution Amount: \$0.00

Broker Statement The Financial Consultant denies the allegations and intends to defend them vigorously.

Disclosure 4 of 21

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: POPULAR SECURITIES LLC

Allegations: Claimant alleges that Financial Consultant investment recommendations to purchase and to hold P.R. securities were unsuitable in light of the clients' risk tolerance. Claimants also allege that recommendations made by the Financial Consultant were particularly egregious in light of Puerto Rico's well known deteriorating financial condition.

Product Type: Mutual Fund

Alleged Damages: \$1,390,000.00



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 #: 19-00193

**Filing date of
arbitration/CFTC reparation
or civil litigation:** 01/14/2019

Customer Complaint Information

Date Complaint Received: 01/22/2019

Complaint Pending? No

Status: Settled

Status Date: 02/27/2020

Settlement Amount: \$205,000.00

**Individual Contribution
Amount:** \$0.00

Broker Statement THE FINANCIAL CONSULTANT DENIES THESE ALLEGATIONS AND INTENDS TO DEFEND THEM VIGOROUSLY.

Disclosure 5 of 21

Reporting Source: Individual

**Employing firm when
activities occurred which led
to the complaint:** POPULAR SECURITIES LLC

Allegations: Claimant alleges that Financial Consultant investment recommendations to purchase and to hold P.R. securities were unsuitable in light of the clients' risk tolerance. Claimants also allege that recommendations made by the Financial Consultant were particularly egregious in light of Puerto Rico's well known deteriorating financial condition.

Product Type: Debt-Government
Other: CLOSED END FUNDS

Alleged Damages: \$962,645.00

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 #: 18-03960



Filing date of arbitration/CFTC reparation or civil litigation: 11/16/2018

Customer Complaint Information

Date Complaint Received: 11/26/2018

Complaint Pending? No

Status: Settled

Status Date: 02/26/2020

Settlement Amount: \$150,000.00

Individual Contribution Amount: \$0.00

Broker Statement THE FINANCIAL CONSULTANT DENIES THE ALLEGATIONS AND INTENDS TO DEFEND THEM VIGOROUSLY.

Disclosure 6 of 21

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Popular Securities LLC

Allegations: Claimant alleges that Financial Consultant investment recommendations to purchase and to hold P.R. securities were unsuitable in light of the clients' risk tolerance. Claimants also allege that recommendations made by the Financial Consultant were particularly egregious in light of Puerto Rico's well known deteriorating financial condition.

Product Type: Mutual Fund
Other: Closed End Funds

Alleged Damages: \$500,000.00

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 #: 18-02968

Filing date of arbitration/CFTC reparation or civil litigation: 08/21/2018

Customer Complaint Information

Date Complaint Received: 08/27/2018

Complaint Pending? No

Status: Settled

Status Date: 01/28/2021

Settlement Amount: \$130,000.00



Individual Contribution Amount: \$0.00

Broker Statement THE FINANCIAL CONSULTANT DENIES THE ALLEGATIONS AND INTENDS TO DEFEND THEM VIGOROUSLY.

Disclosure 7 of 21

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Popular Securities LLC

Allegations: Claimant alleges that Financial Consultant investment recommendations to purchase and to hold P.R. securities were unsuitable in light of the clients' risk tolerance. Claimants also allege that recommendations made by the Financial Consultant were particularly egregious in light of Puerto Rico's well known deteriorating financial condition.

Product Type: Debt-Government
Mutual Fund
Other: Closed End Funds

Alleged Damages: \$1,757,849.27

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 #: 18-02053

Filing date of arbitration/CFTC reparation or civil litigation: 06/01/2018

Customer Complaint Information

Date Complaint Received: 06/01/2018

Complaint Pending? No

Status: Settled

Status Date: 06/04/2021

Settlement Amount: \$145,000.00

Individual Contribution Amount: \$0.00

Broker Statement The Financial Consultant denies the allegations and intends to defend them vigorously.

Disclosure 8 of 21

Reporting Source: Individual



Employing firm when activities occurred which led to the complaint: Popular Securities, LLC

Allegations: Claimant alleged that Financial Consultant investment recommendations to purchase and to hold P.R. securities were unsuitable in light of the clients' risk tolerance. Claimants also alleged that recommendations made by the Financial Consultant were particularly egregious in light of Puerto Rico's well known deteriorating financial condition.

Product Type: Debt-Government
Other: Closed end funds

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 #: 18-00986

Filing date of arbitration/CFTC reparation or civil litigation: 03/13/2018

Customer Complaint Information

Date Complaint Received: 03/14/2018

Complaint Pending? No

Status: Settled

Status Date: 03/15/2022

Settlement Amount: \$125,000.00

Individual Contribution Amount: \$0.00

Broker Statement The Financial Consultant denies these allegations and intends to defend them vigorously.

Disclosure 9 of 21

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Popular Securities, LLC

Allegations: Claimant alleges that Financial Consultant investment recommendations to purchase and to hold P.R. Government Development Bonds resulted in an over-concentrated and high-risk portfolio, which were unsuitable positions in light of the client's risk tolerance. Claimant also alleges that recommendations made by the Financial Consultant were particularly egregious in light of Puerto Rico's well known deteriorating financial condition.

Product Type: Debt-Government

Alleged Damages: \$340,000.00



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 #: 17-02522

**Filing date of
arbitration/CFTC reparation
or civil litigation:** 09/21/2017

Customer Complaint Information

Date Complaint Received: 10/11/2017

Complaint Pending? No

Status: Settled

Status Date: 08/01/2019

Settlement Amount: \$50,000.00

**Individual Contribution
Amount:** \$0.00

Broker Statement The financial consultant denies the allegations and intends to defend them vigorously.

Disclosure 10 of 21

Reporting Source: Individual

**Employing firm when
activities occurred which led
to the complaint:** Popular Securities, LLC

Allegations: Claimants allege that Financial Consultant investment recommendations to purchase and to hold P.R. Government Development Bonds and closed-end funds, resulted in an over-concentrated and high-risk portfolio, which were unsuitable positions in light of the clients' risk tolerance. Claimants also allege that recommendations made by the Financial Consultant were particularly egregious in light of Puerto Rico's well known deteriorating financial condition.

Product Type: Debt-Government
Other: Closed end funds

Alleged Damages: \$315,000.00

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 #: 17-02133



Filing date of arbitration/CFTC reparation or civil litigation: 08/10/2017

Customer Complaint Information

Date Complaint Received: 08/16/2017

Complaint Pending? No

Status: Settled

Status Date: 06/18/2019

Settlement Amount: \$70,000.00

Individual Contribution Amount: \$0.00

Broker Statement The Financial Consultant did not contribute economically in the settlement and was not in agreement with settling the claim. Financial Consultant denies any wrongdoing and was ready to defend the case in front of the hearing panel.

Disclosure 11 of 21

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Popular Securities, LLC

Allegations: Claimant alleges that Financial Consultants' investment recommendations to purchase and to hold PR bonds and PR CEFs resulted in an over concentrated and high risk portfolio, which were unsuitable positions in light of the client's risk tolerance. Claimant also alleges that recommendations made by the Financial Consultants particularly were egregious in light of Puerto Rico's well known deteriorating financial condition.

Product Type: Debt-Government
Other: Closed end funds

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 #: 17-01740

Filing date of arbitration/CFTC reparation or civil litigation: 06/30/2017

Customer Complaint Information

Date Complaint Received: 07/07/2017

Complaint Pending? No

Status: Settled



Status Date: 03/12/2019

Settlement Amount: \$275,000.00

Individual Contribution Amount: \$0.00

Broker Statement THE FINANCIAL CONSULTANT DENIES THE ALLEGATIONS AND INTENDS TO DEFEND THEM VIGOROUSLY.

Disclosure 12 of 21

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Popular Securities, LLC

Allegations: Claimant alleges that Financial Consultants investment recommendations to purchase and to hold PR Government Development Bank bonds and PR Public Financing Corporation bonds resulted in an over-concentrated and high risk portfolio, which were unsuitable positions in light of the client's risk tolerance. Claimant also alleges that recommendations made by the Financial Consultants were particularly egregious in light of Puerto Rico's well known deteriorating financial condition.

Product Type: Debt-Government

Alleged Damages: \$104,510.00

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 #: 17-01279

Filing date of arbitration/CFTC reparation or civil litigation: 05/12/2017

Customer Complaint Information

Date Complaint Received: 05/30/2017

Complaint Pending? No

Status: Settled

Status Date: 04/21/2020

Settlement Amount: \$65,000.00

Individual Contribution Amount: \$0.00

Broker Statement THE FINANCIAL CONSULTANT DENIES THE ALLEGATIONS AND INTENDS TO DEFEND THEM VIGOROUSLY.

Disclosure 13 of 21



Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Popular Securities, LLC

Allegations: Claimants allege that Financial Consultant failed to advise them to diversify when the risks became obvious resulting in an over concentrated and high risk portfolio, which was unsuitable in light of the client's stated risk tolerance and investment objective. Claimants also states that the Financial Consultant recommended the Claimant borrow using margin loan.

Product Type: Debt-Corporate
Debt-Government
Other: Closed End Funds / Open End Funds

Alleged Damages: \$800,000.00

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 #: 16-00533

Filing date of arbitration/CFTC reparation or civil litigation: 02/18/2016

Customer Complaint Information

Date Complaint Received: 03/04/2016

Complaint Pending? No

Status: Settled

Status Date: 01/30/2018

Settlement Amount: \$80,000.00

Individual Contribution Amount: \$0.00

Broker Statement THE FINANCIAL CONSULTANT DENIES THE ALLEGATIONS AND INTENDS TO DEFEND THEM VIGOROUSLY.

Disclosure 14 of 21

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Popular Securities, LLC

Allegations: Claimant alleges that Financial Consultant made recommendations to purchase and to hold P.R. closed-end funds and P.R. bonds resulting in an over concentrated and high risk portfolio, which was unsuitable in light of the client's stated risk tolerance and investment objective.

Product Type: Debt-Government
Other: Closed End Funds



Alleged Damages: \$289,273.00

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 #: 16-00377

Filing date of arbitration/CFTC reparation or civil litigation: 02/02/2016

Customer Complaint Information

Date Complaint Received: 02/16/2016

Complaint Pending? No

Status: Settled

Status Date: 07/29/2019

Settlement Amount: \$50,000.00

Individual Contribution Amount: \$0.00

Broker Statement THE FINANCIAL CONSULTANT DENIES THE ALLEGATIONS AND INTENDS TO DEFEND THEM VIGOROUSLY.

Disclosure 15 of 21

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Popular Securities, LLC

Allegations: Claimants allege that Financial Consultant made recommendations of P.R. bonds resulting in an over concentrated and high risk portfolio, which was unsuitable in light of the client's stated risk tolerance and investment objective.

Product Type: Debt-Government

Alleged Damages: \$200,000.00

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 #: 16-00364

Filing date of arbitration/CFTC reparation or civil litigation: 02/04/2016



Customer Complaint Information

Date Complaint Received: 02/16/2016

Complaint Pending? No

Status: Settled

Status Date: 04/19/2017

Settlement Amount: \$40,000.00

Individual Contribution Amount: \$0.00

Broker Statement THE FINANCIAL CONSULTANT DENIES THE ALLEGATIONS AND INTENDS TO DEFEND THEM VIGOROUSLY.

Disclosure 16 of 21

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Popular Securities, LLC

Allegations: Claimant alleges that Financial Consultant made recommendations to purchase and to hold P.R. closed-end funds and P.R. bonds resulting in an over concentrated and high risk portfolio, which was unsuitable in light of the client's stated risk tolerance and investment objective.

Product Type: Debt-Corporate
Debt-Government
Other: Closed End Funds

Alleged Damages: \$60,153.69

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 #: 16-00061

Filing date of arbitration/CFTC reparation or civil litigation: 12/30/2015

Customer Complaint Information

Date Complaint Received: 01/15/2016

Complaint Pending? No

Status: Settled

Status Date: 06/14/2018

Settlement Amount: \$30,000.00

Individual Contribution Amount: \$0.00

**Broker Statement**

THE FINANCIAL CONSULTANT DENIES THE ALLEGATIONS AND INTENDS TO DEFEND THEM VIGOROUSLY.

Disclosure 17 of 21**Reporting Source:**

Individual

Employing firm when activities occurred which led to the complaint:

POPULAR SECURITIES, LLC

Allegations:

CLAIMANTS ALLEGE THAT FINANCIAL CONSULTANT INVESTMENT RECOMMENDATIONS TO PURCHASE AND TO HOLD P.R. CLOSE-END FUNDS AND P.R. BONDS RESULTED IN AN OVER CONCENTRATED AND HIGH RISK PORTFOLIO, WHICH WERE UNSUITABLE IN LIGHT OF THE CLIENT'S RISK TOLERANCE. CLAIMANTS ALSO ALLEGE THAT FINANCIAL CONSULTANT MADE MISLEADING REPRESENTATIONS REGARDING THE PRODUCTS RISKS AND LIQUIDITY. CLAIMANT ALSO STATES THAT THE FINANCIAL CONSULTANT RECOMMENDED TO HAVE THE CLAIMANT BORROW AGAINST THE SECURITIES USING MARGIN LOAN AND FAILED TO DISCLOSED THE RISKS ATTENDANT TO THE USE OF LEVERAGE.

Product Type:

Other: CLOSE END FUNDS

Alleged Damages:

\$800,000.00

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 #:

15-02035

Filing date of arbitration/CFTC reparation or civil litigation:

07/31/2015

Customer Complaint Information**Date Complaint Received:**

08/17/2015

Complaint Pending?

No

Status:

Settled

Status Date:

08/30/2018

Settlement Amount:

\$225,000.00

Individual Contribution Amount:

\$0.00

Broker Statement

THE FINANCIAL CONSULTANT DENIES THE ALLEGATIONS AND INTENDS TO DEFEND THEM VIGOROUSLY.

Disclosure 18 of 21**Reporting Source:**

Individual



Employing firm when activities occurred which led to the complaint:

POPULAR SECURITIES, LLC

Allegations:

CLIENT ALLEGE THAT FINANCIAL CONSULTANT INVESTMENT RECOMMENDATIONS TO PURCHASE AND TO HOLD P.R. MUNICIPAL BONDS AND BOND FUNDS RESULTED IN AN OVER CONCENTRATED AND HIGH RISK PORTFOLIO, WHICH WERE UNSUITABLE IN LIGHT OF THE CLIENT'S RISK TOLERANCE. CLAIMANTS ALSO ALLEGE THAT FINANCIAL CONSULTANT MADE MISLEADING REPRESENTATIONS REGARDING THE PRODUCTS RISKS AND LIQUIDITY AND FAILED TO DIVERSIFY AND TO REDUCE CLAIMANT'S RISK AND EXPOSURE.

Product Type:

Debt-Municipal
Mutual Fund

Alleged Damages:

\$500,000.00

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 #:

15-00650

Filing date of arbitration/CFTC reparation or civil litigation:

03/20/2015

Customer Complaint Information

Date Complaint Received:

03/30/2015

Complaint Pending?

No

Status:

Settled

Status Date:

07/01/2022

Settlement Amount:

\$140,000.00

Individual Contribution Amount:

\$0.00

Broker Statement

THE FINANCIAL CONSULTANT DENIES THE ALLEGATIONS AND INTENDS TO DEFEND THEM VIGOROUSLY.

Disclosure 19 of 21

Reporting Source:

Individual

Employing firm when activities occurred which led to the complaint:

POPULAR SECURITIES, LLC

Allegations:

CLIENT ALLEGE THAT FINANCIAL CONSULTANT INVESTMENT RECOMMENDATIONS TO PURCHASE AND TO HOLD P.R. CLOSE-END FUNDS AND P.R. BONDS RESULTED IN AN OVER CONCENTRATED AND HIGH RISK PORTFOLIO, WHICH WERE UNSUITABLE IN LIGHT OF THE CLIENT'S RISK TOLERANCE. CLAIMANTS



ALSO ALLEGE THAT FINANCIAL CONSULTANT MADE MISLEADING REPRESENTATIONS REGARDING THE PRODUCTS RISKS AND LIQUIDITY AND FAILED TO DIVERSIFY AND TO REDUCE CLAIMANT'S RISK AND EXPOSURE.

Product Type: Debt-Government
Other: CLOSED END FUNDS

Alleged Damages: \$250,000.00

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 #: 15-00629

Filing date of arbitration/CFTC reparation or civil litigation: 03/18/2015

Customer Complaint Information

Date Complaint Received: 03/30/2015

Complaint Pending? No

Status: Withdrawn

Status Date: 01/27/2016

Settlement Amount:

Individual Contribution Amount:

Broker Statement THE FINANCIAL CONSULTANT HAS ALWAYS WORKED TO PUT CLAIMANT'S INTERESTS FIRST. --- Claimant withdrew the Statement of Claim and dismissed Popular Securities, with prejudice. Neither Popular Securities nor the financial advisor paid any money to Claimant to resolve this arbitration.

Disclosure 20 of 21

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: POPULAR SECURITIES, LLC

Allegations: CLAIMANTS ALLEGE THAT FINANCIAL CONSULTANT INVESTMENT RECOMMENDATIONS TO HOLD PR BOND FUNDS RESULTED IN AN OVER CONCENTRATED AND RISKY PORTFOLIO, WHICH WERE UNSUITABLE POSITIONS IN LIGHT OF THE CLIENT'S RISK TOLERANCE. CLAIMANTS ALSO ALLEGE THAT FINANCIAL CONSULTANT DID NOT FULLY EXPLAIN THE RISKS INVOLVING THE MARGIN ACCOUNT.

Product Type: Other: CLOSED END FUNDS

Alleged Damages: \$285,000.00

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 #: 14-02730

Filing date of arbitration/CFTC reparation or civil litigation: 09/03/2014

Customer Complaint Information

Date Complaint Received: 09/16/2014

Complaint Pending? No

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

Status Date: 07/19/2016

Settlement Amount: \$354,855.89

Individual Contribution Amount: \$0.00

Broker Statement THE FINANCIAL CONSULTANT HAS ALWAYS WORKED TO PUT CLAIMANTS AND THEIR INTERESTS FIRST.

Disclosure 21 of 21

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: POPULAR SECURITIES, LLC

Allegations: CLAIMANTS ALLEGE THAT FINANCIAL CONSULTANT INVESTMENT RECOMMENDATIONS TO PURCHASE VARIOUS PR SECURITIES RESULTED IN AN OVER CONCENTRATED PORTFOLIO, WHICH WERE UNSUITABLE POSITIONS IN LIGHT OF THE CLIENT'S RISK TOLERANCE.

Product Type: Other: CLOSED END FUNDS

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 #: 14-02497

Filing date of arbitration/CFTC reparation or civil litigation: 08/11/2014

Customer Complaint Information



Date Complaint Received:	08/22/2014
Complaint Pending?	No
Status:	Settled
Status Date:	12/01/2016
Settlement Amount:	\$50,000.00
Individual Contribution Amount:	\$0.00
Broker Statement	THE FINANCIAL CONSULTANT RECOMMENDED THE CLAIMANT TO HAVE A DIVERSIFIED PORTFOLIO. IN ADDITION, THE RESPONDENT SUGGESTED THE CLAIMANT TO SELL SOME OF THE PR BONDS IN HIS PORTFOLIO DUE TO THE POSSIBLE DOWNGRADE BY THE RATING AGENCIES.



End of Report

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