



IAPD Report

ERIC DEAN BRUMAGIN

CRD# 1518822

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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

ERIC DEAN BRUMAGIN (CRD# 1518822)

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 **01/04/2023**.

CURRENT EMPLOYERS

| | Firm | CRD# | Registered Since |
|--|--------------------------------|-------------|------------------|
| | VIRTUE CAPITAL MANAGEMENT, LLC | CRD# 167816 | 07/30/2019 |

QUALIFICATIONS

This representative is currently registered in **0** SRO(s) and **1** 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 |
|--|-----------------------------------|--------|----------------|-------------------------|
| | SPECIALIZED ADVISORS | 299308 | Lewisville, NC | 04/10/2019 - 07/30/2019 |
| | SECURE INVESTMENT MANAGEMENT, LLC | 141195 | Jamestown, NC | 09/17/2018 - 04/09/2019 |
| | HORTER INVESTMENT MANAGEMENT, LLC | 119880 | Jamestown, NC | 02/24/2017 - 09/18/2018 |

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 | 1 |
| Customer Dispute | 2 |
| Termination | 1 |



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 **1** jurisdiction(s) and **0** SRO(s) through his or her employer(s).

Employment 1 of 1

Firm Name: **VIRTUE CAPITAL MANAGEMENT, LLC**
Main Address: 12 CADILLAC DR.
SUITE 280
BRENTWOOD, TN 37027
Firm ID#: 167816

| Regulator | Registration | Status | Date |
|--------------------------|-----------------------------------|----------|------------|
| IA North Carolina | Investment Adviser Representative | Approved | 07/30/2019 |

Branch Office Locations

VIRTUE CAPITAL MANAGEMENT, LLC
1228 Guilford College Rd
#101
Jamestown, NC 27282



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

Principal/Supervisory Exams

| Exam | Category | Date |
|------|----------|------|
|------|----------|------|

No information reported.

General Industry/Product Exams

| Exam | Category | Date |
|------|----------|------|
|------|----------|------|

| | | |
|---|----------|------------|
| B General Securities Representative Examination (S7) | Series 7 | 07/19/1986 |
|---|----------|------------|

State Securities Law Exams

| Exam | Category | Date |
|------|----------|------|
|------|----------|------|

| | | |
|--|-----------|------------|
| IA Uniform Investment Adviser Law Examination (S65) | Series 65 | 02/10/2007 |
|--|-----------|------------|

| | | |
|---|-----------|------------|
| B Uniform Securities Agent State Law Examination (S63) | Series 63 | 09/10/1986 |
|---|-----------|------------|

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 |
|----|-------------------------|--|----------------|------------------|
| IA | 04/10/2019 - 07/30/2019 | SPECIALIZED ADVISORS | CRD# 299308 | Lewisville, NC |
| IA | 09/17/2018 - 04/09/2019 | SECURE INVESTMENT MANAGEMENT, LLC | CRD# 141195 | Jamestown, NC |
| IA | 02/24/2017 - 09/18/2018 | HORTER INVESTMENT MANAGEMENT, LLC | CRD# 119880 | Jamestown, NC |
| IA | 03/12/2007 - 08/24/2018 | FIRST FIDELITY WEALTH ADVISORS, INC. | CRD# 142869 | JAMESTOWN, NC |
| B | 08/11/1997 - 04/17/1998 | SAN CLEMENTE SECURITIES, INC. | CRD# 21895 | SAN CLEMENTE, CA |
| B | 08/26/1996 - 07/02/1997 | AAG SECURITIES, INC. | CRD# 36451 | CINCINNATI, OH |
| B | 10/27/1989 - 08/12/1996 | INTERCAROLINA FINANCIAL SERVICES, INC. | CRD# 19475 | GREENSBORO, NC |
| B | 02/13/1989 - 11/24/1989 | THE INVESTMENT CENTER, INC. | CRD# 17839 | BEDMINSTER, NJ |
| B | 03/02/1988 - 06/28/1988 | GNA SECURITIES, INC. | CRD# 10465 | |
| B | 07/23/1986 - 10/23/1987 | EDWARD D. JONES & CO., L.P. | CRD# 250 | |

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 |
|-------------------|--------------------------------|-----------------------------------|--------------------|------------------------------|
| 07/2019 - Present | Virtue Capital Management, LLC | Investment Adviser Representative | Y | BRENTWOOD, TN, United States |
| 05/2018 - Present | JD Mellberg Financial | Insurance Agent | N | TUCSON, AZ, United States |
| 06/1997 - Present | INVESTMENT MARKETING, INC. | PRESIDENT | N | JAMESTOWN, NC, United States |
| 04/2019 - 07/2019 | SPECIALIZED ADVISORS, LLC | INVESTMENT ADVISOR REPRESENTATIVE | Y | DALLAS, TX, United States |



Registration & Employment History

EMPLOYMENT HISTORY

| Employment Dates | Employer Name | Position | Investment Related | Employer Location |
|-------------------|--------------------------------------|-----------------------------------|--------------------|------------------------------|
| 09/2018 - 04/2019 | Secure Investment Management | Investment Advisor Representative | Y | Tucson, AZ, United States |
| 02/2017 - 08/2018 | Horter Investment Management | Solicitor | Y | Jamestown, NC, United States |
| 12/2006 - 08/2018 | FIRST FIDELITY WEALTH ADVISORS, INC. | PRESIDENT/IAR | Y | JAMESTOWN, NC, United States |
| 02/2006 - 08/2018 | FIRST FIDELITY NORTH CAROLINA, LLC | SENIOR PARTNER | N | JAMESTOWN, NC, United States |
| 06/1997 - 08/2018 | INVESTMENT MARKETING, LLC | PRESIDENT | N | JAMESTOWN, NC, 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.

FIRST FIDELITY NC, LLC-, Title: MEMBER, Description: INSURANCE AND ANNUITY BUSINESS , Start Date: 07-10-1905, Address: LEWISVILLE, NC , Investment-related? NO, Hours per month: 100, During trading hours: 60



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 | 1 |
| Customer Dispute | 2 |
| Termination | 1 |

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 1

| | |
|--|--|
| Reporting Source: | Regulator |
| Regulatory Action Initiated By: | NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC. |
| Sanction(s) Sought: | |
| Other Sanction(s) Sought: | |
| Date Initiated: | 07/01/1998 |
| Docket/Case Number: | C07980039 |
| Employing firm when activity occurred which led to the regulatory action: | AAG SECURITIES, INC. |
| Product Type: | |
| Other Product Type(s): | |
| Allegations: | |
| Current Status: | Final |
| Resolution: | Acceptance, Waiver & Consent(AWC) |
| Resolution Date: | 07/01/1998 |
| Sanctions Ordered: | Censure Disgorgement/Restitution Monetary/Fine \$25,000.00 Suspension |

**Other Sanctions Ordered:****Sanction Details:****Regulator Statement**

ON JULY 1, 1998, DISTRICT NO. 7 NOTIFIED RESPONDENT ERIC D. BRUMAGIN THAT THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT NO. C07980039 WAS ACCEPTED; THEREFORE, HE IS CENSURED, FINED \$25,000, SUSPENDED FROM ASSOCIATION WITH ANY NASD MEMBER IN ANY CAPACITY FOR TWO YEARS, ORDERED TO DISGORGE \$37,138 IN COMMISSIONS TO PUBLIC CUSTOMERS, AND REQUIRED TO REQUALIFY BY TAKING AND PASSING THE SERIES 7 EXAM - (NASD RULES 2110 AND 3040: RESPONDENT BRUMAGIN PARTICIPATED IN PRIVATE SECURITIES TRANSACTIONS AND FAILED TO REQUEST OR RECEIVE PERMISSION TO ENGAGE IN THESE TRANSACTIONS).

THE SUSPENSION WILL COMMENCE WITH THE OPENING OF BUSINESS ON AUGUST 17, 1998 AND WILL CONCLUDE AT THE CLOSE OF BUSINESS AUGUST 16, 2000.

Reporting Source:

Firm

Regulatory Action Initiated By:

AAG SECURITIES / NASD

Sanction(s) Sought:**Other Sanction(s) Sought:****Date Initiated:**

07/01/1998

Docket/Case Number:

C07980039

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

AAG SECURITIES, INC.

Product Type:**Other Product Type(s):****Allegations:**

ALLEGATIONS MADE THAT MR. BRUMAGIN WAS ENGAGED IN AN UNAPPROVED OUTSIDE BUSINESS ACTIVITY W/RESPECT TO THE SALE OF PROMISSORY NOTES WHILE REGISTERED W/AAG SECURITIES.

Current Status:

Final

Resolution:

Acceptance, Waiver & Consent(AWC)

Resolution Date:

07/01/1998

Sanctions Ordered:

Censure
Disgorgement/Restitution
Monetary/Fine \$25,000.00
Suspension

Other Sanctions Ordered:**Sanction Details:**

Not Provided



| | |
|---|---|
| Firm Statement | Not Provided |
| | |
| Reporting Source: | Individual |
| Regulatory Action Initiated By: | NASD |
| Sanction(s) Sought: | Censure Suspension |
| Date Initiated: | 05/15/1998 |
| Docket/Case Number: | CO79800 |
| Employing firm when activity occurred which led to the regulatory action: | AAG SECURITIES |
| Product Type: | Promissory Note |
| Allegations: | WHILE ASSOCIATED WITH AAG SECURITIES I ENTERED INTO A SALES AGREEMENT WITH R&D MARKETING TO RAISE CAPITAL THROUGH THE USE OF SHORT-TERM PROMISSORY NOTES. I DID NOT BELIEVE THE PROMISSORY NOTES WERE SECURITIES, I DID NOT DISCLOSE MY AFFILIATION WITH R&D TO AAG. AS A RESULT I VIOLATED CONDUCT RULES 2110 AND 3040 |
| Current Status: | Final |
| Resolution: | Acceptance, Waiver & Consent(AWC) |
| Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct? | Yes |
| Resolution Date: | 05/15/1998 |
| Sanctions Ordered: | Disgorgement Suspension Other: 2 YEAR SUSPENSION FROM REGISTERING WITH ANY FINRA MEMBER FIRM |
| Sanction 1 of 1 | |
| Sanction Type: | Suspension |
| Capacities Affected: | GENERAL SECURITIES |
| Duration: | 2 YEARS |
| Start Date: | 05/15/1998 |
| End Date: | 05/15/2000 |
| Requalification 1 of 1 | |
| Requalification Type: | Requalification by Exam |
| Length of time given to requalify: | 2 |
| Type of exam required : | SERIES 7 |



| | |
|---|--------------|
| Has condition been satisfied: | Yes |
| Monetary Sanction 1 of 1 | |
| Monetary Related Sanction: | Disgorgement |
| Total Amount: | \$25,000.00 |
| Portion Levied against individual: | \$0.00 |
| Payment Plan: | NONE |
| Is Payment Plan Current: | Yes |
| Date Paid by individual: | |
| Was any portion of penalty waived? | Yes |
| Amount Waived: | \$25,000.00 |



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 2

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: first fidelity wealth advisors, inc.

Allegations: ADVISOR FAILED TO DIVERSIFY ACCOUNT AND MADE LARGE TRADES IN SINGLE STOCKS. 5/31/1311/30/13

Product Type: No Product

Alleged Damages: \$10,000.00

Civil Litigation Information

Type of Court: GENERAL COURT OF JUSTICE DISTRICT COURT DIVISION-SMALL claims

Name of Court: GENERAL COURT OF JUSTICE DISTRICT COURT DIVISION-SMALL claims

Location of Court: guilford county, north carolina

Docket/Case #: 15CVD007936

Date Notice/Process Served: 07/15/2015

Litigation Pending? No

Disposition: Settled

Disposition Date: 01/19/2016

Monetary Compensation Amount: \$13,000.00

Individual Contribution Amount: \$0.00

Type of Court: GENERAL COURT OF JUSTICE DISTRICT COURT DIVISION-SMALL claims

Name of Court: GENERAL COURT OF JUSTICE DISTRICT COURT DIVISION-SMALL claims

Location of Court: guilford county, north carolina

Docket/Case #: 15CVD7936

Broker Statement CLIENT SCORED AND SIGNED INVESTOR PROFILE AS MODERATE AGGRESSIVE WITH A LONG TERM TIME HORIZON. SHE WAS ALLOCATED ACCORDINGLY AND WAS DIVERSIFIED INTO 3 DIFFERENT MODELS WITH ONLY A SMALL PERCENTAGE OF HER TOTAL ASSETS INVESTED IN INDIVIDUAL STOCKS. CLIENT WITHDREW FUNDS AFTER 4 MOS NOT ALLOWING STRATEGY TO WORK.

Disclosure 2 of 2



| | |
|--|--|
| Reporting Source: | Firm |
| Employing firm when activities occurred which led to the complaint: | AAG SECURITIES, INC. (N/K/A GREAT AMERICAN ADVISORS, INC.) |
| Allegations: | ERIC BRUMAGIN, A FORMER REPRESENTATIVE OF AAG SECURITIES, INC. (N/K/A GREAT AMERICAN ADVISERS, INC.), SOLD UNREGISTERED, UNAPPROVED PRODUCTS TO CLAIMANTS IN 1997 AND 1998 IN VIOLATION OF THE FIRM'S POLICIES AND PROCEDURES, AND WITHOUT THE FIRM'S KNOWLEDGE OR CONSENT. CUSTOMERS INCURRED FINANCIAL LOSSES AS A RESULT OF MR. BRUMAGIN'S ACTIONS. CUSTOMERS ALLEGED UNSUITABLE RECOMMENDATIONS AND MISREPRESENTATION OF THE PRODUCTS. |
| Product Type: | Other |
| Other Product Type(s): | PROMISSORY NOTES AND VIATICAL SETTLEMENTS |
| Alleged Damages: | \$616,000.00 |
| Customer Complaint Information | |
| Date Complaint Received: | 10/29/2001 |
| Complaint Pending? | No |
| Status: | Arbitration/Reparation |
| Status Date: | 10/29/2001 |
| Settlement Amount: | |
| Individual Contribution Amount: | |
| Arbitration Information | |
| Arbitration/Reparation Claim filed with and Docket/Case No.: | NATIONAL ASSOCIATION OF SECURITIES DEALERS - CASE NUMBER: 01-0585 |
| Date Notice/Process Served: | 11/05/2001 |
| Arbitration Pending? | No |
| Disposition: | Settled |
| Disposition Date: | 04/17/2003 |
| Monetary Compensation Amount: | \$295,000.00 |
| Individual Contribution Amount: | \$0.00 |
| Firm Statement | COMPLAINT/ARBITRATION WAS SETTLED WITHOUT ANY ACKNOWLEDGMENT OF WRONGDOING. |



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 1

Reporting Source: Individual
Firm Name: AAG SECURITIES, INC.
Termination Type: Permitted to Resign
Termination Date: 06/26/1997
Allegations: N/A
SEE ITEM #9 BELOW

Product Type:

Other Product Types:

Broker Statement

PERMITTED TO RESIGN
IN MAY OF 1997, AAG SECURITIES BEGAN AN INTERNAL REVIEW REGARDING MY SALES OF PROMISSORY NOTES. ON MY 27TH I WAS SUSPENDED FOR VIOLATING NASD RULE 3030 (OUTSIDE BUSINESS ACTIVITIES). AT THE CONCLUSION OF THEIR REVIEW, AND PRIOR TO THE EXPIRATION OF THE 30 DAY SUSPENSION, I WAS PERMITTED TO RESIGN. MY FAILURE TO DISCLOSE THE OUTSIDE BUSINESS ACTIVITY WAS ABSOLUTELY UNINTENTIONAL; HOWEVER IGNORANCE OF THE REGULATION IS NOT AN EXCUSE. IT WILL NOT HAPPEN AGAIN.



End of Report

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