



IAPD Report

JOHN MICHAEL CARTOLANO JR

CRD# 1673541

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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

JOHN MICHAEL CARTOLANO JR (CRD# 1673541)

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 **03/13/2026**.

CURRENT EMPLOYERS

	Firm	CRD#	Registered Since
IA	NETVEST FINANCIAL, L.L.C.	CRD# 170100	03/27/2017
B	CETERA WEALTH SERVICES, LLC	CRD# 13572	03/02/2020
IA	CETERA INVESTMENT ADVISERS LLC	CRD# 105644	06/29/2023

QUALIFICATIONS

This representative is currently registered in **1** SRO(s) and **44** 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	CETERA ADVISOR NETWORKS LLC	13572	BOCA RATON, FL	03/22/2021 - 06/29/2023
IA	SUMMIT FINANCIAL GROUP INC	109485	SCOTTSDALE, AZ	03/03/2020 - 05/20/2021
B	LPL FINANCIAL LLC	6413	SCOTTSDALE, AZ	09/26/2013 - 03/02/2020

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
Criminal	1
Customer Dispute	2



Report Summary

Termination	1
Financial	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 **44** jurisdiction(s) and 1 SRO(s) through his or her employer(s).

Employment 1 of 3

Firm Name: **CETERA WEALTH SERVICES, LLC**
Main Address: 2301 ROSECRANS AVE #5100
EL SEGUNDO, CA 90245
Firm ID#: 13572

Regulator	Registration	Status	Date
B FINRA	Corporate Securities Represent	Approved	03/02/2020
B FINRA	Direct Participation Programs	Approved	03/02/2020
B FINRA	General Securities Principal	Approved	03/02/2020
B FINRA	General Securities Representative	Approved	03/02/2020
B FINRA	Invest. Co and Variable Contracts	Approved	03/02/2020
B FINRA	Municipal Securities Representative	Approved	03/02/2020
B Arizona	Agent	Approved	03/03/2020
B California	Agent	Approved	03/03/2020
B Colorado	Agent	Approved	07/29/2020
B Delaware	Agent	Approved	07/01/2024
B Florida	Agent	Approved	03/03/2020
B Georgia	Agent	Approved	03/03/2020
B Hawaii	Agent	Approved	03/09/2020



Qualifications

Regulator	Registration	Status	Date
B Idaho	Agent	Approved	03/03/2020
B Illinois	Agent	Approved	04/27/2020
B Indiana	Agent	Approved	03/04/2020
B Iowa	Agent	Approved	03/04/2020
B Kansas	Agent	Approved	03/04/2020
B Kentucky	Agent	Approved	03/05/2020
B Louisiana	Agent	Approved	03/05/2020
B Maryland	Agent	Approved	03/03/2020
B Massachusetts	Agent	Approved	06/29/2020
B Michigan	Agent	Approved	03/04/2020
B Minnesota	Agent	Approved	03/05/2020
B Mississippi	Agent	Approved	03/04/2020
B Missouri	Agent	Approved	04/03/2020
B Montana	Agent	Approved	03/02/2020
B Nebraska	Agent	Approved	03/04/2020
B Nevada	Agent	Approved	03/16/2020
B New Hampshire	Agent	Approved	03/26/2024
B New Jersey	Agent	Approved	03/05/2020
B New Mexico	Agent	Approved	03/06/2020



Qualifications

Regulator	Registration	Status	Date
B New York	Agent	Approved	03/17/2020
B North Carolina	Agent	Approved	03/03/2020
B North Dakota	Agent	Approved	05/20/2024
B Ohio	Agent	Approved	03/03/2020
B Oklahoma	Agent	Approved	09/24/2024
B Oregon	Agent	Approved	04/30/2020
B Pennsylvania	Agent	Approved	03/03/2020
B South Carolina	Agent	Approved	03/12/2020
B South Dakota	Agent	Approved	03/16/2026
B Tennessee	Agent	Approved	03/05/2020
B Texas	Agent	Approved	03/04/2020
B Utah	Agent	Approved	03/03/2020
B Vermont	Agent	Approved	03/04/2020
B Virginia	Agent	Approved	03/04/2020
B Washington	Agent	Approved	03/26/2020
B West Virginia	Agent	Approved	02/03/2025
B Wisconsin	Agent	Approved	03/03/2020
B Wyoming	Agent	Approved	03/04/2020



Qualifications

Branch Office Locations

CETERA ADVISOR NETWORKS LLC
9059 E BAHIA DR
SCOTTSDALE, AZ 85260

CETERA ADVISOR NETWORKS LLC
SCOTTSDALE, AZ

Employment 2 of 3

Firm Name: **CETERA INVESTMENT ADVISERS LLC**
Main Address: 1450 AMERICAN LANE
6TH FLOOR, SUITE 650
SCHAUMBURG, IL 60173-2096
Firm ID#: 105644

Regulator	Registration	Status	Date
IA Arizona	Investment Adviser Representative	Approved	06/29/2023
IA Texas	Investment Adviser Representative	Restricted Approval	06/29/2023

Branch Office Locations

CETERA INVESTMENT ADVISERS LLC
9059 E BAHIA DR
SCOTTSDALE, AZ 85260

CETERA INVESTMENT ADVISERS LLC
SCOTTSDALE, AZ

Employment 3 of 3

Firm Name: **NETVEST FINANCIAL, L.L.C.**
Main Address: 9059 E. BAHIA DRIVE
SCOTTSDALE, AZ 85260
Firm ID#: 170100

Regulator	Registration	Status	Date
IA Arizona	Investment Adviser Representative	Approved	03/27/2017

Branch Office Locations

NETVEST FINANCIAL, L.L.C.
9059 E. BAHIA DRIVE
SCOTTSDALE, AZ 85260



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

Principal/Supervisory Exams

Exam	Category	Date
General Securities Principal Examination (S24)	Series 24	08/24/1992

General Industry/Product Exams

Exam	Category	Date
Securities Industry Essentials Examination (SIE)	SIE	10/01/2018
General Securities Representative Examination (S7)	Series 7	07/01/1992
Corporate Securities Limited Representative Examination (S62)	Series 62	04/23/1990
Direct Participation Programs Representative Examination (S22)	Series 22	10/30/1989
Municipal Securities Representative Examination (S52)	Series 52	06/05/1989
Investment Company Products/Variable Contracts Representative Examination (S6)	Series 6	06/08/1987

State Securities Law Exams

Exam	Category	Date
Uniform Combined State Law Examination (S66)	Series 66	02/14/2017
Uniform Securities Agent State Law Examination (S63)	Series 63	06/12/1987



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	03/22/2021 - 06/29/2023	CETERA ADVISOR NETWORKS LLC	CRD# 13572	BOCA RATON, FL
IA	03/03/2020 - 05/20/2021	SUMMIT FINANCIAL GROUP INC	CRD# 109485	SCOTTSDALE, AZ
B	09/26/2013 - 03/02/2020	LPL FINANCIAL LLC	CRD# 6413	SCOTTSDALE, AZ
IA	09/26/2013 - 03/02/2020	LPL FINANCIAL LLC	CRD# 6413	SCOTTSDALE, AZ
B	08/17/2012 - 10/03/2013	AMERIPRISE FINANCIAL SERVICES, INC.	CRD# 6363	SCOTTSDALE, AZ
IA	08/17/2012 - 10/03/2013	AMERIPRISE FINANCIAL SERVICES, INC.	CRD# 6363	SCOTTSDALE, AZ
IA	05/02/1997 - 09/07/2012	LPL FINANCIAL LLC	CRD# 6413	SCOTTSDALE, AZ
B	08/12/1993 - 09/07/2012	LPL FINANCIAL LLC	CRD# 6413	SCOTTSDALE, AZ
B	04/07/1989 - 09/07/1993	LAWSON FINANCIAL CORPORATION	CRD# 15261	PHOENIX, AZ
B	06/09/1987 - 03/29/1988	FIRST INVESTORS CORPORATION	CRD# 305	

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
06/2023 - Present	CETERA INVESTMENT ADVISERS LLC	INVESTMENT ADVISOR REPRESENTATIVE	Y	SCHAUMBURG, IL, United States
03/2020 - Present	CETERA WEALTH SERVICES, LLC	REGISTERED REPRESENTATIVE	Y	EL SEGUNDO, CA, United States
01/2018 - Present	NETDOCX, LLC	PRESIDENT / CEO	N	SCOTTSDALE, AZ, United States
01/2018 - Present	NETTAX, LLC	PRES / CEO	N	SCOTTSDALE, AZ, United States
07/2015 - Present	NETVEST FINANCIAL, LLC	OWNER	Y	SCOTTSDALE, AZ, United States



Registration & Employment History

EMPLOYMENT HISTORY

Employment Dates	Employer Name	Position	Investment Related	Employer Location
01/2011 - Present	JMC FAMILY HOLDINGS, LLC	MANAGING MEMBER	N	SCOTTSDALE, AZ, United States
01/2000 - Present	INTEGRATED TRUST SYSTEMS	REPRESENTATIVE	N	SCOTTSDALE, AZ, United States
09/1996 - Present	NETVEST FINANCIAL, LLC	OWNER	N	SCOTTSDALE, AZ, United States
03/2020 - 05/2021	SUMMIT FINANCIAL GROUP	INVESTMENT ADVISOR REPRESENTATIVE	Y	BOCA RATON, FL, United States
09/2013 - 03/2020	LPL FINANCIAL LLC	FINANCIAL ADVISOR, REG. PRINCIPAL, BRANCH MGR.	Y	SCOTTSDALE, AZ, United States

OTHER BUSINESS ACTIVITIES

This section includes information, if any, as provided by the representative regarding other business activities the representative is currently engaged in either as a proprietor, partner, officer, director, employee, trustee, agent, or otherwise. This section does not include non-investment related activity that is exclusively charitable, civic, religious, or fraternal and is recognized as tax exempt.

1. NAME OF OTHER BUSINESS: NETVEST FINANCIAL, LLC
 INVESTMENT RELATED: YES
 ADDRESS: SAME AS REGISTERED LOCATION
 NATURE OF BUSINESS: SEC REGISTERED INVESTMENT ADVISORY FIRM THAT ALSO PROVIDES TRUSTS SERVICES
 POSITION/TITLE/RELATIONSHIP: OWNER
 START DATE: 07/2015
 APX NUMBER OF HOURS PER WEEK: 40
 APX NUMBER OF HOURS DURING TRADING HOURS: 32.5
 BRIEF DESCRIPTION OF DUTIES: OWNER, INVESTMENT ADVISORY REPRESENTATIVE; OFFER TRUST AND ESTATE SERVICES THROUGH TRUSTS AND BEYOND

2. NAME OF OTHER BUSINESS: FIXED INSURANCE WITH VARIOUS COMPANIES
 INVESTMENT RELATED: YES
 ADDRESS: SAME AS REGISTERED LOCATION
 NATURE OF BUSINESS: FIXED INSURANCE
 START DATE: 02/2020
 APX NUMBER OF HOURS PER WEEK: VARIES
 APX NUMBER OF HOURS DURING TRADING HOURS: VARIES
 POSITION/TITLE/RELATIONSHIP: INSURANCE AGENT
 BRIEF DESCRIPTION OF DUTIES: SELLS LIFE AND HEALTH

3. NAME OF OTHER BUSINESS: NETVEST FINANCIAL, LLC
 INVESTMENT RELATED: NO
 ADDRESS: SAME AS REGISTERED LOCATION
 NATURE OF BUSINESS: FINANCIAL SERVICES
 START DATE: 01/1996
 POSITION/TITLE/RELATIONSHIP: OWNER



Registration & Employment History



OTHER BUSINESS ACTIVITIES

APX NUMBER OF HOURS PER WEEK: 40
APX NUMBER OF HOURS DURING TRADING HOURS: 40
BRIEF DESCRIPTION OF DUTIES: CHAIRMAN/ CEO - PROVIDE FINANCIAL SERVICES

4. NAME OF OTHER BUSINESS: NETDOCX, LLC
INVESTMENT RELATED: NO
ADDRESS: SAME AS REGISTERED LOCATION
NATURE OF BUSINESS: DOCUMENT PREPARATION
START DATE: 01/2018
POSITION/TITLE/RELATIONSHIP: PRESIDENT / CEO
APX NUMBER OF HOURS PER WEEK: 4
APX NUMBER OF HOURS DURING TRADING HOURS: 4
BRIEF DESCRIPTION OF DUTIES: OWNER

5. NAME OF OTHER BUSINESS: NETTAX, LLC
INVESTMENT RELATED: NO
ADDRESS: SAME AS REGISTERED LOCATION
NATURE OF BUSINESS: TAX PREPARATION
START DATE: 01/2018
POSITION/TITLE/RELATIONSHIP: PRES / CEO
APX NUMBER OF HOURS PER WEEK: 1
APX NUMBER OF HOURS DURING TRADING HOURS: 1
BRIEF DESCRIPTION OF DUTIES: OWNER

6. NAME OF OTHER BUSINESS: INTEGRATED TRUST SYSTEMS
INVESTMENT RELATED: NO
ADDRESS: SAME AS REGISTERED LOCATION
NATURE OF BUSINESS: TRUST DOCUMENT PROVIDER
START DATE: 01/2000
POSITION/TITLE/RELATIONSHIP: REPRESENTATIVE
APX NUMBER OF HOURS PER WEEK: 1
APX NUMBER OF HOURS DURING TRADING HOURS: 1
BRIEF DESCRIPTION OF DUTIES: REPRESENTATIVE

7. NAME OF OTHER BUSINESS: JMC FAMILY HOLDINGS, LLC
INVESTMENT RELATED: NO
ADDRESS: SAME AS REGISTERED LOCATION
NATURE OF BUSINESS: REAL ESTATE HOLDING
START DATE: 01/2011
POSITION/TITLE/RELATIONSHIP: MANAGING MEMBER
APX NUMBER OF HOURS PER WEEK: 1
APX NUMBER OF HOURS DURING TRADING HOURS: 1
BRIEF DESCRIPTION OF DUTIES: MANAGING MEMBER;

8. NAME OF OTHER BUSINESS: NETVEST FINANCIAL, LLC;
INVESTMENT RELATED: YES;
ADDRESS: SAME AS REGISTERED LOCATION;
NATURE OF BUSINESS: TRUSTEE SERVICES FOR CLIENT
START DATE: 8/2022;
POSITION/TITLE/RELATIONSHIP: TRUSTEE;



Registration & Employment History



OTHER BUSINESS ACTIVITIES

APX NUMBER OF HOURS PER WEEK: 2;

APX NUMBER OF HOURS DURING TRADING HOURS: 2;

BRIEF DESCRIPTION OF DUTIES: ACT AS TRUSTEE OF CLIENT'S HOUSEHOLD IN ORDER TO DISTRIBUTE ASSETS AT CLIENT'S DEATH;



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
Criminal	1
Customer Dispute	2
Termination	1
Financial	1

Criminal

This disclosure event involves a criminal charge against the Investment Adviser Representative that has resulted in a dismissal, plea, acquittal or conviction. The criminal matter may relate to any felony or certain misdemeanor offenses (e.g., bribery, perjury, forgery, counterfeiting, extortion, fraud, wrongful taking of property).

Disclosure 1 of 1

Reporting Source:	Individual
Court Details:	THE SUPERIOR COURT OF ARIZONA, MARICOPA COUNTY PHOENIZ, AZ. CASE #95812
Charge Date:	11/20/1976
Charge Details:	POSSESSION OF MARIJUANA - MISDEMEANOR - SENTENCE 1 YEAR PROBATION AND \$250.00 FINE - GUILTY
Felony?	Yes
Current Status:	Final
Status Date:	02/10/1977
Disposition Details:	GUILTY - SENTENCE 1 YEAR PROBATION \$250.00 FINE



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:	LPL FINANCIAL, LLC
Allegations:	MISREPRESENTATION, UNSUITABILITY, DECEPTIVE SALES.
Product Type:	Annuity-Variable
Alleged Damages:	\$13,000.00
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:	06/23/2015
Complaint Pending?	No
Status:	Denied
Status Date:	07/16/2015

Settlement Amount:

Individual Contribution Amount:

Broker Statement

CUSTOMER'S ALLEGATIONS ARE DENIED BY THE REGISTERED REPRESENTATIVE. THE TRUSTEE IS INCORRECT IN ASSERTING THAT HER MOTHER SHOULD HAVE BEEN NAMED AS THE ANNUITANT. THE REGISTERED REPRESENTATIVE WOULD ALSO INDICATE HE HAS NOT BEEN THE BROKER OF RECORD FOR THIS ANNUITY SINCE JULY 2012.

Disclosure 2 of 2

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	LINSCO/PRIVATE LEDGER
Allegations:	CUSTOMER ALLEGES THAT VARIABLE ANNUITY INVESTMENT RECOMMENDATION IN 2005 WAS UNSUITABLE FOR THE TRUST'S ASSETS, AND MAINTAINS THAT TRUST NOW HAS TO PAY TAXES FOR GAINS ASSOCIATED WITH THIS INVESTMENT. CUSTOMER HAS ALSO ALLEGED THAT RECOMMENDATION FOR THE SALE OF DECEASED GRANTOR'S COMPANY STOCK IN 2005 WAS UNSUITABLE. REP DENIES ALL ALLEGATIONS, AND MAINTAINS THAT ALL INVESTMENT



RECOMMENDATIONS WERE BOTH SUITABLE AND APROPRIATE, AS THE VARIABLE ANNUITY PROVIDED A NET INVESTMENT ADVANTAGE TO THE TRUST AND ITS BENEFICIARIES, AND THE SALE OF THE COMPANY STOCK WAS BENEFICIAL TO THE TRUST AND ITS BENEFICIARIES IN ORDER TO AVOID OVERCONCENTRATION OF THE OVERALL PORTFOLIO IN ONE POSITION AND ENABLED THE TRUST TO RECEIVE A FAVORABLE PRICE UPON SALE. REP FURTHER DENIES THAT CUSTOMER HAS INCURRED ANY DAMAGES AS ALLEGED.

Product Type: Annuity-Variable

Alleged Damages: \$1,000,000.00

Customer Complaint Information

Date Complaint Received: 11/14/2007

Complaint Pending? No

Status: Evolved into Arbitration/CFTC reparation (the individual is a named party)

Status Date: 12/18/2007

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/CFTC reparation claim filed with (FINRA, AAA, CFTC, etc.): FINRA

Docket/Case #: 08-02859

Date Notice/Process Served: 09/29/2008

Arbitration Pending? No

Disposition: Settled

Disposition Date: 10/07/2009

Monetary Compensation Amount: \$75,000.00

Individual Contribution Amount: \$10,000.00

Broker Statement

THIS MATTER WAS SETTLED AS AN ACCOMMODATION ONLY, WITH NO ADMISSION OF LIABILITY, WHICH WAS AND REMAINED DENIED, AND SOLEY TO AVOID PROTRACTED LITIGATION. THE RELEVANT FACTS AND INFORMATION IN THIS MATTER DEMONSTRATED THAT, CONTRARY TO THE CUSTOMER'S CLAIMS, THE CUSTOMER ACTUALLY HAD NO LOSSES (AND, IN FACT, DERIVED AN INVESTMENT BENEFIT) FROM THE SALES OF DEAN FOODS STOCK IN THE TRUST'S ADVISORY ACCOUNT, AND FURTHER, THAT THERE WERE NO MARKET LOSSES RESULTING FROM THE RECOMMENDED INVESTMENTS IN THE VARIABLE ANNUITY CONTRACT, WHICH WAS AT A NET POSITIVE WHEN THE CUSTOMER TRASFERRED THE CONTRACT TO THE NEW BROKER, AND WHICH CONTRACT PROVIDED VALUABLE BENEFICIAL FEATURES (LIVING BENEFIT AND DEATH BENEFIT FEATURES) FOR THE BENEFICIARIES OF THE TRUST. FURTHERMORE, THE EVIDENCE IN THIS MATTER ESTABLISHED THAT ALL INVESTMENTS WERE IN FULL ACCORDANCE WITH DETAILED DISCUSSIONS WITH THE CUSTOMER (TRUSTEES OF THE TRUST), WERE AUTHORIZED, AND WERE ENTIRELY CONSISTENT WITH THE TRUST'S DESIGNATED INVESTMENT



OBJECTIVES, GOALS, AND TIME HORIZON FOR THE TRUST'S INVESTMENT ASSETS. MR. CARTOLANO'S INDIVIDUAL CONTRIBUTION WAS BASED UPON A CONTRACTUAL OBLIGATION WITH LPL AND IT WAS NOT BASED IN ANY WAY UPON AN ALLOCATION OF RESPONSIBILITY OR FAULT.



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: LAWSON FINANCIAL CORPORATION

Termination Type: Permitted to Resign

Termination Date: 08/10/1993

Allegations: ?
I AM ALLEGEDLY BEING ACCUSED OF TAKING COMPANY PROPERTY, VIOLATION OF COMPANY POLICY & PROCEDURE MANUAL VIOLATION OF BOOKS & REGARDS AGREEMENT. ALSO, I AM BEING ACCUSED OF BEING TERMINATED.

Product Type: Other

Other Product Types:

Broker Statement NOT PROVIDED 23J REP REFUSES TO ANSWER THAT QUESTIONS YES !!! REFUSE TO ANSWER "YES" TO 22N1 & 23J .BECAUSE: ON AUGUST 10TH @ APPROXIMATELY 6:30-7:00 PM I HAD ANNOUNCED TO ROBERT LAWSON THAT I INTENDED TO RESIGN IMMEDIATELY. THIS WAS VERBAL, TO BE FOLLOWED UP BY THE CERTIFIED DELIVERY OF MY FORMAL RESIGNATION WHICH WAS RECEIVED BY LFC @ 8:30 AM ON THE 11TH. TWO DAYS LATER, I RECEIVED NOTICE OF TERMINATION. IT WAS REPORTED TO MY ATTORNEY THAT LFC WAS ACQUIRING ME ON TAKING COMPANY RECORDS BUT WOULD NOT RESPOND WITH A LIST OR ANY PROOF WHATSOEVER OF THESE ALLEGATIONS. LAWSON FINANCIAL IS DELIBERATELY PLACING A BLACK MARK WITH NO WAY TO SUBSTANTIATE THESE ALLEGATIONS. I DEMAND THIS BE REMOVED FROM MY RECORD!



Financial

This disclosure event involves a final bankruptcy, compromise with one or more creditors, or Securities Investor Protection Corporation liquidation that occurred within the last 10 years and that involved the Investment Adviser Representative or an organization/investment adviser that the Investment Adviser Representative controlled that occurred within the last 10 years.

Disclosure 1 of 1

Reporting Source: Individual

Action Type: Compromise

Action Date: 07/10/2020

Organization Investment-Related?

Type of Court: PRIVATE SETTLEMENT

Name of Court:

Location of Court:

Docket/Case #: N/A

Action Pending? No

Disposition: Satisfied/Released

Disposition Date: 01/25/2023

If a compromise with creditor, provide:

Name of Creditor: LPL FINANCIAL, LLC

Original Amount Owed: \$1,718,363.07

Terms Reached with Creditor: NEGOTIATED BALANCE TO \$1,215,000.00.

Broker Statement

Upon leaving LPL Financial, RR settled certain forgivable loan compensation totaling \$1,718,363.07 for a total payment of \$1,215,000.00. The concession requested from LPL Financial was based upon a variety of factors, but not based upon any inability to pay or upon any insolvency of the RR.



End of Report

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