



IAPD Report

RICHARD ALYN RAPPAPORT

CRD# 1885122

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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

RICHARD ALYN RAPPAPORT (CRD# 1885122)

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 **12/05/2025**.

CURRENT EMPLOYERS

	Firm	CRD#	Registered Since
B	WESTPARK CAPITAL, INC.	CRD# 39914	11/18/1999
IA	WESTPARK CAPITAL, INC.	CRD# 39914	06/23/2023

QUALIFICATIONS

This representative is currently registered in **1** SRO(s) and **2** 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	WESTPARK CAPITAL, INC.	39914	NEW YORK, NY	01/21/2004 - 12/22/2021
B	EBI SECURITIES CORPORATION	16184	ENGLEWOOD, CO	04/20/1998 - 10/15/1999
B	JOSEPH CHARLES & ASSOC., INC.	3949	BOCA RATON, FL	03/01/1995 - 06/09/1998

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

DISCLOSURE INFORMATION

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

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

The following types of events are disclosed about this representative:

Type	Count
Regulatory Event	4



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

Employment 1 of 1

Firm Name: **WESTPARK CAPITAL, INC.**

Main Address: 535 5TH AVE
22ND FLOOR
NEW YORK, NY 10017

Firm ID#: 39914

Regulator	Registration	Status	Date
B FINRA	General Securities Principal	Approved	11/18/1999
B FINRA	General Securities Representative	Approved	11/18/1999
B FINRA	Investment Banking Representative	Approved	11/13/2009
B FINRA	Operations Professional	Approved	12/14/2011
B FINRA	Securities Trader	Approved	01/04/2016
B FINRA	Securities Trader Principal	Approved	02/02/2016
B FINRA	Investment Banking Principal	Approved	10/01/2018
B California	Agent	Approved	06/03/2022
IA California	Investment Adviser Representative	Approved - Pending IAR CE	01/01/2026
B Colorado	Agent	Approved	01/07/2000

Branch Office Locations

WESTPARK CAPITAL, INC.
1800 Century Park East
Suite 220
LOS ANGELES, CA 90067



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 1 state securities law exam.

Principal/Supervisory Exams

Exam	Category	Date
 General Securities Principal Examination (S24)	Series 24	10/07/2004

General Industry/Product Exams

Exam	Category	Date
 Investment Banking Registered Representative Examination (S79TO)	Series 79TO	01/02/2023
 Securities Trader Exam (S57TO)	Series 57TO	01/02/2023
 Operations Professional Examination (S99TO)	Series 99TO	01/02/2023
 Securities Industry Essentials Examination (SIE)	SIE	10/01/2018
 Limited Representative-Equity Trader Exam (S55)	Series 55	01/31/2002
 General Securities Representative Examination (S7)	Series 7	01/21/1989

State Securities Law Exams

Exam	Category	Date
 Uniform Securities Agent State Law Examination (S63)	Series 63	09/15/1994

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	01/21/2004 - 12/22/2021	WESTPARK CAPITAL, INC.	CRD# 39914	NEW YORK, NY
B	04/20/1998 - 10/15/1999	EBI SECURITIES CORPORATION	CRD# 16184	ENGLEWOOD, CO
B	03/01/1995 - 06/09/1998	JOSEPH CHARLES & ASSOC., INC.	CRD# 3949	BOCA RATON, FL
B	01/24/1989 - 03/13/1995	H.J. MEYERS & CO., INC.	CRD# 7183	ROCHESTER, NY

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
01/2021 - Present	WestPark Capital Inc.	Founder	Y	Los Angeles, CA, United States
12/1999 - 01/2021	WESTPARK CAPITAL, INC.	CHEIF EXECUTIVE OFFICER	Y	LOS ANGELES, 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.

JVRS ASSOCIATES-INV.PARTNERSHIP/PARTNER: START DATE 8/1985. INV RELATED-YES.3HOURS PER MONTH WORKING ON BOOKS.

PRESIDENT OF WESTPARK HOLDINGS LLC FAMILY OF COMPANIES

SKETCHERS USA, INC. - DIRECTOR; NOT INVESTMENT-RELATED; START DATE: 9/10/10; HOURS DEVOTED PER MONTH: 2; HOURS DURING TRADING HOURS: 0

CENTURY ACQUISITIONS, LLC

POSITION: Registered Agent; Manager NATURE: Holding Company INVESTMENT RELATED: No NUMBER OF HOURS: 2 SECURITIES TRADING HOURS: 0 START DATE: 09/30/2014 ADDRESS: 1900 Avenue of the Stars, Suite 310, Los Angeles CA 90067, United States DESCRIPTION: Administrative

AOTS-WRASP-SKRP

POSITION: President/Mergers NATURE: public acquisitions; AOTS and WRASP and SRKP INVESTMENT RELATED: Yes NUMBER OF HOURS: 8 SECURITIES TRADING HOURS: 0 START DATE: 03/01/2004 ADDRESS: 1900 Avenue of the Stars, Suite 310, Los Angeles CA 90067, United States DESCRIPTION: public acquisitions



Registration & Employment History

OTHER BUSINESS ACTIVITIES

STAR WEALTH ADVISORS

POSITION: Consultant NATURE: It is a RIA INVESTMENT RELATED: Yes NUMBER OF HOURS: 10 SECURITIES TRADING

HOURS: 1 START DATE: 09/24/2024

ADDRESS: 1800 Century Park Eastr, Suite 220, los angeles CA 90067, United States

DESCRIPTION: General guidance



Disclosure Summary

Disclosure Information

What you should know about reported disclosure events:

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

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

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

As mentioned in the "About IAPD" section on page 1 of this report, information contained in IAPD comes from Investment Adviser Representatives, firms and regulators. When more than one of these sources reports information for the same disclosure event, all versions of the event will appear in the IAPD report. The different versions will be separated by a solid line with the reporting source labeled.

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

- A disclosure event may have a status of *pending*, *on appeal*, or *final*.
 - A "pending" disclosure event involves allegations that have not been proven or formally adjudicated.
 - A disclosure event that is "on appeal" involves allegations that have been adjudicated but are currently being appealed.
 - A "final" disclosure event has been concluded and its resolution is not subject to change.
- A final disclosure event generally has a disposition of *adjudicated*, *settled* or *otherwise resolved*.
 - An "adjudicated" matter includes a disposition by (1) a court of law in a criminal or civil matter, or (2) an administrative panel in an action brought by a regulator that is contested by the party charged with some alleged wrongdoing.
 - A "settled" matter generally represents a disposition wherein the parties involved in a dispute reach an agreement to resolve the matter. Please note that Investment Adviser Representatives and firms may choose to settle customer disputes or regulatory matters for business or other reasons.
 - A "resolved" matter usually includes a disposition wherein no payment is made to the customer or there is no finding of wrongdoing on the part of the Investment Adviser Representative. Such matters generally involve customer disputes.

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



DISCLOSURE EVENT DETAILS

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

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

The following types of events are disclosed about this representative:

Type	Count
Regulatory Event	4

Regulatory Event

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

Disclosure 1 of 4

Reporting Source:	Regulator
Regulatory Action Initiated By:	FINRA
Sanction(s) Sought:	
Date Initiated:	11/22/2021
Docket/Case Number:	2017054381603
Employing firm when activity occurred which led to the regulatory action:	WestPark Capital, Inc.
Product Type:	Promissory Note
Allegations:	Without admitting or denying the findings, Rappaport consented to the sanctions and to the entry of findings that he made negligent misrepresentations and omissions in connection with the sale of promissory notes issued by his member firm's parent company. The findings stated that the firm provided investors with offering documents, which were approved by Rappaport, that contained material misrepresentations and omitted material facts. The offering documents failed to disclose that the parent company had defaulted on the line of credit and had defaulted on successive forbearance agreements with the bank, or that the bank had sued the parent company and Rappaport. Similarly, the offering documents failed to disclose that the parent company had net operating losses each year from 2012 through 2016. In addition, the firm sent prospective investors a misleading historical analysis document, created by Rappaport, that claimed to show investors what they would have received as a return on the notes if the notes had been purchased in 2006 and held through 2010. In fact, the return displayed did not explain that the calculation was based upon hypothetical returns from distinct investments and not any actual return from the notes. The firm, through Rappaport, also represented to prospective investors that they would be entitled to



share in pro-rata distributions of equity and profits from the firm. In fact, the noteholders were entitled to share in pro-rata distributions of equity and profits from the parent company, not the firm, which at times had higher profits and greater equity-producing opportunities than the parent company. Moreover, the firm, through Rappaport and other firm representatives, failed to disclose material conflicts of interest. The firm and Rappaport failed to disclose to prospective investors that Rappaport had sole discretion as to whether the parent company's subsidiaries would make distributions to the parent. The findings also stated that the firm and Rappaport failed to supervise the parent company offerings. The firm, acting through Rappaport, failed to take reasonable steps to ensure that the two firm representatives who solicited investments in the notes understood the terms of the notes. The firm and Rappaport did not provide reasonable training to the registered representatives about the notes and did not respond reasonably to questions from customers that raised red flags that customers lacked accurate information about the notes.

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?	No
Resolution Date:	11/22/2021
Sanctions Ordered:	Civil and Administrative Penalty(ies)/Fine(s) Suspension
If the regulator is the SEC, CFTC, or an SRO, did the action result in a finding of a willful violation or failure to supervise?	No
(1) willfully violated any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board, or to have been unable to comply with any provision of such Act, rule or regulation?	



(2) willfully aided, abetted, counseled, commanded, induced, or procured the violation by any person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board? or

(3) failed reasonably to supervise another person subject to your supervision, with a view to preventing the violation by such person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any such Acts, or any of the rules of the Municipal Securities Rulemaking Board?

Sanction 1 of 2

Sanction Type: Suspension

Capacities Affected: All Capacities

Duration: Four Months

Start Date: 12/20/2021

End Date: 04/19/2022

Sanction 2 of 2

Sanction Type: Suspension

Capacities Affected: Any Principal Capacity

Duration: 15 Months

Start Date: 12/20/2021

End Date: 03/19/2023

Monetary Sanction 1 of 1

Monetary Related Sanction: Civil and Administrative Penalty(ies)/Fine(s)

Total Amount: \$30,000.00



Portion Levied against individual: \$30,000.00

Payment Plan:

Is Payment Plan Current:

Date Paid by individual: 01/09/2024

Was any portion of penalty waived? No

Amount Waived:

Reporting Source: Individual

Regulatory Action Initiated By: FINRA

Sanction(s) Sought:

Date Initiated: 11/22/2021

Docket/Case Number: [2017054381603](#)

Employing firm when activity occurred which led to the regulatory action: WestPark Capital, Inc.

Product Type: Promissory Note

Allegations:

Without admitting or denying the findings, Rappaport consented to the sanctions and to the entry of findings that he made negligent misrepresentations and omissions in connection with the sale of promissory notes issued by his member firm's parent company. The findings stated that the firm provided investors with offering documents, which were approved by Rappaport, that contained material misrepresentations and omitted material facts. The offering documents failed to disclose that the parent company had defaulted on the line of credit and had defaulted on successive forbearance agreements with the bank, or that the bank had sued the parent company and Rappaport. Similarly, the offering documents failed to disclose that the parent company had net operating losses each year from 2012 through 2016. In addition, the firm sent prospective investors a misleading historical analysis document, created by Rappaport, that claimed to show investors what they would have received as a return on the notes if the notes had been purchased in 2006 and held through 2010. In fact, the return displayed did not explain that the calculation was based upon hypothetical returns from distinct investments and not any actual return from the notes. The firm, through Rappaport, also represented to prospective investors that they would be entitled to share in pro-rata distributions of equity and profits from the firm. In fact, the noteholders were entitled to share in pro-rata distributions of equity and profits from the parent company, not the firm, which at times had higher profits and greater equity-producing opportunities than the parent company. Moreover, the firm, through Rappaport and other firm representatives, failed to disclose material conflicts of interest. The firm and Rappaport failed to disclose to prospective investors that Rappaport had sole discretion as to whether the parent company's subsidiaries would make distributions to the parent. The findings also stated that the firm and Rappaport failed to supervise the parent company offerings. The firm, acting through Rappaport, failed to take reasonable steps to ensure that the two firm representatives who solicited investments in the notes understood the terms of the notes. The firm and Rappaport did not provide reasonable training to the registered representatives about the notes and did not respond reasonably to



questions from customers that raised red flags that customers lacked accurate information about the notes.

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?	No
Resolution Date:	11/22/2021
Sanctions Ordered:	Civil and Administrative Penalty(ies)/Fine(s) Suspension
Sanction 1 of 2	
Sanction Type:	Suspension
Capacities Affected:	All Capacities
Duration:	four months
Start Date:	12/20/2021
End Date:	04/19/2022
Sanction 2 of 2	
Sanction Type:	Suspension
Capacities Affected:	Any Principal Capacity
Duration:	15 Months
Start Date:	12/20/2021
End Date:	03/19/2023
Monetary Sanction 1 of 1	
Monetary Related Sanction:	Civil and Administrative Penalty(ies)/Fine(s)
Total Amount:	\$30,000.00
Portion Levied against individual:	\$30,000.00
Payment Plan:	
Is Payment Plan Current:	
Date Paid by individual:	
Was any portion of penalty waived?	No
Amount Waived:	
Broker Statement	<p>In the AWC settlement FINRA felt I violated two FINRA rules: FINRA rule 2010 - Standards of Commercial Honor and Principles of Trade; and FINRA rule 3110(a) - Supervision, Supervisory System.</p> <p>As the series 24 license overseeing WestPark Capital, the broker dealer, I elected to settle with FINRA because it would have cost \$2 to \$3 million to go to a hearing and would have been a distraction from our business responsibilities. This matter originates back to 2011 when the firm hired two outside law firms and an</p>



accounting firm to prepare and review a private placement for its affiliated parent company, which as the supervisor for the firm, along with the President, I approved for distribution. Through the offering process, as head of the company, I fielded questions from potential lenders and provided requested additional information with a disclaimer based upon the firm's accounting records. There were no investor losses from these note offerings. I am happy to have this five-year process completed so I and the firm can get back to providing the capital necessary to our corporate clients so they can grow and continue to create jobs, and provide the highest level of service to our brokerage customers without distraction.

Disclosure 2 of 4

Reporting Source: Regulator
Regulatory Action Initiated By: NASD
Sanction(s) Sought:
Date Initiated: 10/12/2006
Docket/Case Number: [E022004062801](#)
Employing firm when activity occurred which led to the regulatory action: WESTPARK CAPITAL, INC.
Product Type: No Product
Allegations: NASD RULE 2110 - RAPPAPORT FAILED TO COMPLY WITH A SUSPENSION IMPOSED BY NASD.
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? No
Resolution Date: 10/12/2006
Sanctions Ordered: Civil and Administrative Penalty(ies)/Fine(s)
Suspension
Regulator Statement
WITHOUT ADMITTING OR DENYING THE FINDINGS, RAPPAPORT CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS, THEREFORE, HE IS FINED \$10,000 AND SUSPENDED FROM ASSOCIATION WITH ANY NASD MEMBER IN ANY CAPACITY FOR 30 DAYS. THE SUSPENSION IN ANY CAPACITY IS IN EFFECT FROM NOVEMBER 6, 2006 THROUGH DECEMBER 5, 2006. FINES PAID 11/01/2006.

Reporting Source: Individual
Regulatory Action Initiated By: NASD
Sanction(s) Sought: Suspension
Other Sanction(s) Sought:



Date Initiated:	10/12/2006
Docket/Case Number:	E022004062801
Employing firm when activity occurred which led to the regulatory action:	WESTPARK CAPITAL, INC.
Product Type:	No Product
Other Product Type(s):	
Allegations:	NASD RULE 2110 - RAPPAPORT FAILED TO COMPLY WITH A SUSPENSION IMPOSED BY NASD IN 2004
Current Status:	Final
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	10/12/2006
Sanctions Ordered:	Monetary/Fine \$10,000.00 Suspension
Other Sanctions Ordered:	
Sanction Details:	WITHOUT ADMITTING OR DENYING THE FINDINGS, RAPPAPORT CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS, THEREFORE, HE IS FINDED \$10,000 AND SUSPENDED FROM THE ASSOCIASTION WITH ANY NASD MEMBER IN ANY CAPACITY FOR 30 DAYS. THE SUSPENSION IN ANY CAPACITY IS IN EFFECT FROM NOVEMBER 6, 2006 THROUGH DECEMBER 5, 2006.
Broker Statement	MR. RAPPAPORT SERVED HIS 30 DAY SUSPENSION FROM NOVEMBER 6, 2006 THROUGH DECEMBER 5, 2006.

Disclosure 3 of 4

Reporting Source:	Regulator
Regulatory Action Initiated By:	ILLINOIS
Sanction(s) Sought:	Revocation
Other Sanction(s) Sought:	
Date Initiated:	01/02/2006
Docket/Case Number:	0400527
Employing firm when activity occurred which led to the regulatory action:	
Product Type:	Other
Other Product Type(s):	
Allegations:	DISQUALIFIED UNDER SECTION 8.E(1)(J) OF THE ILLINOIS SECURITIES ACT BASED ON A NASD ORDER.
Current Status:	Pending



Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?

No

Regulator Statement

IF THERE ARE ANY QUESTIONS PLEASE FEEL FREE TO CONTACT GREGORY SOLBERG AT 312-793-9643

Reporting Source: Individual

Regulatory Action Initiated By: ILLINOIS

Sanction(s) Sought: Revocation

Other Sanction(s) Sought:

Date Initiated: 01/02/2006

Docket/Case Number: 0400527

Employing firm when activity occurred which led to the regulatory action: WESTPARK CAPITAL, INC.

Product Type: Other

Other Product Type(s): RESEARCH REPORTS

Allegations: ILLINOIS DEPARTMENT OF SECURITIES WANTS TO REVOKE MR. RAPPAPORT'S SECURITIES LICENSE BASED ON HIS 2004 REGULATORY ACTION DESCRIBED IN OCCURRENCE 1170281.

Current Status: Final

Resolution: Stipulation and Consent

Resolution Date: 04/09/2007

Sanctions Ordered: Monetary/Fine \$500.00

Other Sanctions Ordered:

Sanction Details: MR. RAPPAPORT IS NOT TO SERVE AS WESTPARK CAPITAL'S DESIGNATED PRINCIPAL IN THE STATE OF ILLINOIS FOR THREE YEARS.

Disclosure 4 of 4

Reporting Source: Regulator

Regulatory Action Initiated By: NASD

Sanction(s) Sought:

Other Sanction(s) Sought:

Date Initiated: 11/21/2003

Docket/Case Number: CAF030062



Employing firm when activity occurred which led to the regulatory action:	WESTPARK CAPITAL CORPORATION
Product Type:	Other
Other Product Type(s):	
Allegations:	NASD RULES 2110, 2210(B)(1) AND (2), 2210(D)(1)(A) AND (B), 2210(D)(2)(B), 2210(D)(2)(B)(I), 2210(D)(2)(B)(I)(B), 2210(D)(2)(K), 2711(H)(1),(4),(7),(9) AND (10), 2711(I), 3010 - RESPONDENT ISSUED RESEARCH REPORTS ON OTCBB TRADED ISSUERS THAT OMITTED MATERIAL FACTS AND QUALIFICATIONS AND DID NOT CONTAIN ADEQUATE DISCLOSURE OF RISKS ASSOCIATED WITH THE PRICE TARGET AND THE FIRM KNEW OR HAD REASON TO KNOW THAT THE STATEMENTS AND CLAIMS WERE UNWARRANTED, EXAGGERATED, FALSE, OR MISLEADING; DID NOT HAVE A REASONABLE BASIS FOR RECOMMENDING THE ISSUERS AS A "STRONG BUY" OR "BUY"; ISSUED RESEARCH REPORTS CONTAINING A CHART COMPARING PRICE STRUCTURES AND TABLES SHOWING PRICE AND EARNINGS INFORMATION WITHOUT PROVIDING SOURCES FOR THE CHART AND INFORMATION; ISSUED RESEARCH REPORTS THAT DID NOT HAVE A REASONABLE BASIS FOR A RECOMMENDATION AS A "STRONG BUY"; DID NOT HAVE A REASONABLE BASIS FOR A TARGET PRICE, AND FAILED TO DISCLOSE THAT HE OWNED STOCK AND WARRANTS IN THE ISSUER; ISSUED A RESEARCH REPORT THAT DID NOT MAKE ALL DISCLOSURES REQUIRED BY NASD AND DID NOT MAKE ALL DISCLOSURES REQUIRED BY NASD ON THE FRONT PAGE OF THE RESEARCH REPORT; FAILED TO HAVE A PRINCIPAL INITIAL RESEARCH REPORTS AS EVIDENCE OF SUPERVISORY REVIEW BEFORE THE FIRM RELEASED THE REPORTS, FAILED TO MANTAIN COPIES OF THE RESEARCH REPORTS IN SEPARATE FILES; AND FAILED TO ADOPT AND IMPLEMENT WRITTEN SUPERVISORY PROCEDURES REASONABLY DESIGNED TO ENSURE COMPLIANCE WITH NASD RULE 2711.
Current Status:	Final
Resolution:	Decision & Order of Offer of Settlement
Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?	No
Resolution Date:	07/19/2004
Sanctions Ordered:	Monetary/Fine \$50,000.00 Suspension
Other Sanctions Ordered:	REQUALIFY AS A SERIES 24
Sanction Details:	WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, RAPPAPORT CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS, THEREFORE, HE IS FINED \$50,000, JOINTLY AND severally, SUSPENDED FROM ASSOCIATION WITH ANY NASD MEMBER AS A SERIES 24 FOR 30 DAYS; AND, REQUIRED TO REQUALIFY AS A SERIES 24. SUSPENSION EFFECTIVE AUGUST 16, 2004 TO CLOSE OF BUSINESS SEPTEMBER 14, 2004.
Reporting Source:	Individual



Regulatory Action Initiated By:	NASD
Sanction(s) Sought:	Other
Other Sanction(s) Sought:	PENDING REGULATORY INVESTIGATION
Date Initiated:	11/21/2003
Docket/Case Number:	CAF030062
Employing firm when activity occurred which led to the regulatory action:	WESTPARK CAPITAL INC
Product Type:	Other
Other Product Type(s):	RESEARCH REPORTS
Allegations:	NASD RULES 2110, 2210(B)(1) AND (2), 2210(D)(1)(A) AND (B), 2210(D)(2)(B), 2210(D)(2)(B)(I), 2210(D)(2)(B)(I)(B), 2210(D)(2)(K), 2711(H)(1),(4),(7),(9) AND (10), 2711(I), 3010 - RESPONDENT ISSUED RESEARCH REPORTS ON OTCBB TRADED ISSUERS THAT OMITTED MATERIAL FACTS AND QUALIFICATIONS AND DID NOT CONTAIN ADEQUATE DISCLOSURE OF RISKS ASSOCIATED WITH THE PRICE TARGET AND THE FIRM KNEW OR HAD REASON TO KNOW THAT THE STATEMENTS AND CLAIMS WERE UNWARRANTED, EXAGGERATED, FALSE, OR MISLEADING; DID NOT HAVE A REASONABLE BASIS FOR RECOMMENDING THE ISSUERS AS A "STRONG BUY" OR "BUY"; ISSUED RESEARCH REPORTS CONTAINING A CHART COMPARING PRICE STRUCTURES AND TABLES SHOWING PRICE AND EARNINGS INFORMATION WITHOUT PROVIDING SOURCES FOR THE CHART AND INFORMATION; ISSUED RESEARCH REPORTS THAT DID NOT HAVE A REASONABLE BASIS FOR A RECOMMENDATION AS A "STRONG BUY"; DID NOT HAVE A REASONABLE BASIS FOR A TARGET PRICE, AND FAILED TO DISCLOSE THAT HE OWNED STOCK AND WARRANTS IN THE ISSUER; ISSUED A RESEARCH REPORT THAT DID NOT MAKE ALL DISCLOSURES REQUIRED BY NASD AND DID NOT MAKE ALL DISCLOSURES REQUIRED BY NASD ON THE FRONT PAGE OF THE RESEARCH REPORT; FAILED TO HAVE A PRINCIPAL INITIAL RESEARCH REPORTS AS EVIDENCE OF SUPERVISORY REVIEW BEFORE THE FIRM RELEASED THE REPORTS, FAILED TO MANTAIN COPIES OF THE RESEARCH REPORTS IN SEPARATE FILES; AND FAILED TO ADOPT AND IMPLEMENT WRITTEN SUPERVISORY PROCEDURES REASONABLY DESIGNED TO ENSURE COMPLIANCE WITH NASD RULE 2711.
Current Status:	Final
Resolution:	Decision & Order of Offer of Settlement
Resolution Date:	07/19/2004
Sanctions Ordered:	Monetary/Fine \$50,000.00 Suspension
Other Sanctions Ordered:	REQUALIFY AS A SERIES 24
Sanction Details:	WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, RAPPAPORT CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS, THEREFORE HE IS FINED \$50,000, JOINTLY AND severally, SUSPENDED FROM ASSOCIATION WITH ANY NASD MEMBER AS A SERIES 24 FOR 30 DAYS; AND REQUIRED TO REQUALIFY AS A SERIES 24.
Broker Statement	AS THE SERIES 24 LICENSE OVERSEEING THE RESEARCH REPORT FUNCTIONS, I ELECTED TO GO THE LEAST COSTLY ROUTE BY SETTLING THIS MATTER WITHOUT ADMITTING THE ALLEGATIONS OR DENYING. AS



PART OF THE SETTLEMENT, THE NASD ARRANGEMENT PROHIBITED ME FROM DISCUSSING THE MERITS OF THIS CASE PUBLICLY OR IN MY U-4.



End of Report

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