



IAPD Report

JAMES KELLETT DARLINGTON II

CRD# 2004439

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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

JAMES KELLETT DARLINGTON II (CRD# 2004439)

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 **12/20/2024**.

CURRENT EMPLOYERS

	Firm	CRD#	Registered Since
IA	EVERSOURCE WEALTH ADVISORS, LLC	CRD# 286340	09/10/2021

QUALIFICATIONS

This representative is currently registered in **0** 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
B	UBS FINANCIAL SERVICES INC.	8174	KNOXVILLE, TN	01/04/2008 - 09/21/2021
IA	UBS FINANCIAL SERVICES INC.	8174	KNOXVILLE, TN	01/04/2008 - 09/21/2021
IA	MORGAN KEEGAN & COMPANY, INC.	4161	KNOXVILLE, TN	02/24/1997 - 01/07/2008

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	2





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

Employment 1 of 1

Firm Name: **EVERSOURCE WEALTH ADVISORS, LLC**
Main Address: 3500 COLONNADE PARKWAY
SUITE 150
BIRMINGHAM, AL 35243
Firm ID#: 286340

	Regulator	Registration	Status	Date
	Tennessee	Investment Adviser Representative	Approved	09/13/2021
	Texas	Investment Adviser Representative	Approved	09/10/2021

Branch Office Locations

EVERSOURCE WEALTH ADVISORS, LLC
1326 Dowell Springs Boulevard
Knoxville, TN 37909



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

Principal/Supervisory Exams

Exam	Category	Date
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No information reported.

General Industry/Product Exams

Exam	Category	Date
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B Securities Industry Essentials Examination (SIE)	SIE	10/01/2018
B General Securities Representative Examination (S7)	Series 7	08/16/1994
B Municipal Securities Representative Examination (S52)	Series 52	09/24/1991
B Investment Company Products/Variable Contracts Representative Examination (S6)	Series 6	12/18/1989

State Securities Law Exams

Exam	Category	Date
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IA Uniform Investment Adviser Law Examination (S65)	Series 65	04/21/1995
B Uniform Securities Agent State Law Examination (S63)	Series 63	07/13/1994

PROFESSIONAL DESIGNATIONS

This section details that the representative has reported **1** professional designation(s).

Certified Financial Planner

This representative holds or did hold **1** professional designation(s) that may have been used to qualify as an Investment Advisor representative. Please check with the appropriate designation authority for verification that the designation is still in effect. The contact information for these professional designation authorities can be found on the website for the North American Securities



Administrators Association at <http://www.nasaa.org>



Registration & Employment History

PREVIOUSLY REGISTERED WITH THE FOLLOWING FIRMS

This representative held registrations with the following firms:

	Registration Dates	Firm Name	ID#	Branch Location
B	01/04/2008 - 09/21/2021	UBS FINANCIAL SERVICES INC.	CRD# 8174	KNOXVILLE, TN
IA	01/04/2008 - 09/21/2021	UBS FINANCIAL SERVICES INC.	CRD# 8174	KNOXVILLE, TN
IA	02/24/1997 - 01/07/2008	MORGAN KEEGAN & COMPANY, INC.	CRD# 4161	KNOXVILLE, TN
B	07/13/1994 - 01/07/2008	MORGAN KEEGAN & COMPANY, INC.	CRD# 4161	KNOXVILLE, TN
B	12/20/1989 - 12/20/1991	NORTHWESTERN MUTUAL INVESTMENT SERVICES, INC.	CRD# 2881	MILWAUKEE, WI

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
09/2021 - Present	EverSource Wealth Advisors, LLC	Senior Wealth Advisor	Y	Knoxville, TN, United States
01/2008 - 09/2021	UBS FINANCIAL SERVICES INC.	FINANCIAL ADVISOR	Y	KNOXVILLE, TN, 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) The Melrose Group, LLC, is in the business of real estate investment, and is located at 900 Gay Street, Suite 1600, Knoxville, TN 37902-1857. I am a member and 25% owner of this business, which was started in 1998, and I spend one hour or less per month on this business, typically during trading hours. (2) 1Peter 4:10 LLC owns commercial real estate and the address is 1326 Dowell Springs Blvd, Knoxville, TN 37909. It is not an investment-related business. I am the owner and manager of this business, which was formed in 2021, and spend approximately 2 hours per month during trading hours managing the affairs of this business.



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	2

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: Firm

Employing firm when activities occurred which led to the complaint: UBS FINANCIAL SERVICES INC.

Allegations: Time frame: January 2011 to 2023

Allegations: Claimant's counsel alleges UBS failed to do adequate due diligence on a fund of funds, which counsel alleges was unsuitable for any investor, and as a result all relevant risks were not disclosed to investors.

Product Type: Other: Alternative investments

Alleged Damages: \$50,000.00

Is this an oral complaint? No

Is this a written complaint? Yes

Is this an arbitration/CFTC reparation or civil litigation? Yes

Arbitration/Reparation forum or court name and location: FINRA Arbitration

Docket/Case #: 24-01773

Filing date of arbitration/CFTC reparation or civil litigation: 08/27/2024

Customer Complaint Information

Date Complaint Received: 09/09/2024



Complaint Pending? Yes

Settlement Amount:

Individual Contribution Amount:

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Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: UBS FINANCIAL SERVICES INC.

Allegations: On October 16, 2024, UBS Financial Services Inc. advised me by letter that they had filed an amendment to my Form U5. UBS subsequently provided at our request the arbitration filing upon which UBS based its Form U5 amendment. I left UBS in September 2021 and have no UBS records for any of my clients that followed me to EverSource except what those clients have provided to me. The only sources I have for responding to this request for Allegations and Summary of Events are the Form U5 amendment, the "Second Amended Statement of Claim" (without exhibits), and what I can remember from approximately 14 years ago.

I believe one of the claimants in the arbitration was a client at UBS to whom I recommended and sold shares in the Hatteras Core Alternatives Fund in approximately 2010. I also invested in the same investment. As a group, the claimants allege that this was not a suitable investment option for them. It is my belief that this investment was suitable for this particular client based upon his age, income, and other assets. This client moved his account away from UBS and my management many years before my departure from UBS.

Product Type: Other: Alternative Investments

Alleged Damages: \$50,000.00

Is this an oral complaint? No

Is this a written complaint? Yes

Is this an arbitration/CFTC reparation or civil litigation? Yes

Arbitration/Reparation forum or court name and location: FINRA

Docket/Case #: 24-01773

Filing date of arbitration/CFTC reparation or civil litigation: 08/27/2024

Customer Complaint Information

Date Complaint Received: 09/09/2024

Complaint Pending? Yes

Status:

Status Date: 12/20/2024

Settlement Amount:

Individual Contribution Amount:



Broker Statement

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I believe one of the claimants in the arbitration was a client at UBS to whom I recommended and sold shares in the Hatteras Core Alternatives Fund in approximately 2010. I also invested in the same investment. As a group, the claimants allege that this was not a suitable investment option for them. It is my belief that this investment was suitable for this particular client based upon his age, income, and other assets. This client moved his account away from UBS and my management many years before my departure from UBS.

Disclosure 2 of 2

Reporting Source:

Firm

Employing firm when activities occurred which led to the complaint:

MORGAN KEEGAN & COMPANY, INC.

Allegations:

CLAIM ALLEGES UNSUITABILITY OF MUTUAL FUND INVESTMENTS MADE AT VARIOUS TIMES BETWEEN 10/04 AND 07/07 AND MISREPRESENTATIONS REGARDING COMMISSIONS PAID ON A FEE-BASED ACCOUNT. DAMAGES CLAIMED ARE UNSPECIFIED (BELIEVED TO BE IN EXCESS OF \$5,000.00)

Product Type:

Other

Other Product Type(s):

REITS

Alleged Damages:

\$0.00

Customer Complaint Information

Date Complaint Received:

02/04/2008

Complaint Pending?

No

Status:

Closed/No Action

Status Date:

11/26/2008

Settlement Amount:

Individual Contribution Amount:

Reporting Source:

Individual

Employing firm when activities occurred which led to the complaint:

MORGAN KEEGAN & COMPANY, INC

Allegations:

CLAIM ALLEGES UNSUITABILITY OF MUTUAL FUND INVESTMENTS MADE AT VARIOUS TIMES BETWEEN 10/04 AND 07/07 AND MISREPRESENTATIONS REGARDING COMMISSIONS PAID ON A FEE-BASED ACCOUNT. DAMAGES CLAIMED ARE UNSPECIFIED (BELIEVED TO BE IN EXCESS OF \$5,000.00)



Product Type: Other

Other Product Type(s): REITS

Alleged Damages: \$0.00

Customer Complaint Information

Date Complaint Received: 02/04/2008

Complaint Pending? No

Status: Denied

Status Date: 11/26/2008

Settlement Amount:

Individual Contribution Amount:

Broker Statement ADDITIONAL CORRESPONDENCE RECEIVED 02/21/2008.



End of Report

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