



IAPD Report

JOSEPH LUIS TURNES

CRD# 2023535

<u>Section Title</u>	<u>Page(s)</u>
Report Summary	1
Qualifications	2 - 4
Registration and Employment History	5
Disclosure Information	6

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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

JOSEPH LUIS TURNES (CRD# 2023535)

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 **05/28/2026**.

CURRENT EMPLOYERS

	Firm	CRD#	Registered Since
B	STATETRUST INVESTMENTS INC.	CRD# 104651	03/01/2002
IA	STATETRUST CAPITAL, LLC.	CRD# 114052	10/25/2006

QUALIFICATIONS

This representative is currently registered in **1** SRO(s) and **3** 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	STATETRUST CAPITAL, LLC.	114052	MIAMI, FL	10/25/2006 - 12/31/2015
B	SALOMON SMITH BARNEY INC.	7059	NEW YORK, NY	07/31/1993 - 03/13/2002
B	LEHMAN BROTHERS INC.	7506	NEW YORK, NY	01/30/1990 - 07/31/1993

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

Employment 1 of 2

Firm Name: **STATETRUST INVESTMENTS INC.**
Main Address: 1750 CLINT MOORE ROAD
BOCA RATON, FL 33487
Firm ID#: 104651

Regulator	Registration	Status	Date
B FINRA	General Securities Representative	Approved	03/01/2002
B FINRA	Operations Professional	Approved	12/13/2011
B Florida	Agent	Approved	03/01/2002
B Maryland	Agent	Approved	03/03/2003
B New York	Agent	Approved	03/01/2002

Branch Office Locations

1750 Clint Moore Road
Boca Raton, FL 33487

Employment 2 of 2

Firm Name: **STATETRUST CAPITAL, LLC.**
Main Address: 1750 CLINT MOORE ROAD
BOCA RATON, FL 33487
Firm ID#: 114052

Regulator	Registration	Status	Date
IA Florida	Investment Adviser Representative	Approved	10/25/2006

Branch Office Locations



Qualifications

STATETRUST CAPITAL, LLC.
1750 CLINT MOORE ROAD
BOCA RATON, FL 33487



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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 Operations Professional Examination (S99TO)	Series 99TO	01/02/2023
 Securities Industry Essentials Examination (SIE)	SIE	10/01/2018
 National Commodity Futures Examination (S3)	Series 3	02/26/1990
 General Securities Representative Examination (S7)	Series 7	01/14/1990

State Securities Law Exams

Exam	Category	Date
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 Uniform Investment Adviser Law Examination (S65)	Series 65	10/09/2006
 Uniform Securities Agent State Law Examination (S63)	Series 63	02/01/1990

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	10/25/2006 - 12/31/2015	STATETRUST CAPITAL, LLC.	CRD# 114052	MIAMI, FL
B	07/31/1993 - 03/13/2002	SALOMON SMITH BARNEY INC.	CRD# 7059	NEW YORK, NY
B	01/30/1990 - 07/31/1993	LEHMAN BROTHERS INC.	CRD# 7506	NEW YORK, 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
03/2002 - Present	STATETRUST INVESTMENTS, INC.	REGISTERED REP	Y	MIAMI, FL, 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.

STATETRUST CAPITAL, LLC -AFFILIATE - SAME ADDRESS. CHAIRMAN - INVESTMENT ADVISOR. OVERALL SUPERVISOR FOR THE OPERATIONS OF THE ENTITY. TIME AS NEEDED;
 STATETRUST LIFE AND ANNUITY - AFFILIATE BVI - CHAIRMAN OVERALL SUPERVISOR FOR THE OPERATIONS OF THE ENTITY. TIME AS NEEDED;
 ST SERVICES LLC AFFILIATE - SAME ADDRESS MANAGER COMPANY FORMED TO OWN VEHICLE. NO TIME NEEDED;
 CONSULTANTS LA INC - DIRECTOR -NO TIME NEEDED;
 STATETRUST GROUP, LLC - DIRECTOR/OFFICER - HOLDING COMPANY SAME ADDRESS AS TIME IS NEEDED;
 ADVISORS INTERNATIONAL CORP- DIRECTOR - AS NEEDED;
 ATLANTICA SEGUROS SA - DIRECTOR- AS NEEDED
 RISK RE,LLC- TIME AS NEEDED
 KREDIT-CO, LLC -DIRECTOR-TIME AS NEEDED
 LATAM INSURANCE HOLDINGS, LLC - DIRECTOR- AS NEEDED
 BOCA 1750 LLC - MANAGER Time as Needed
 LUMI Auto SRL - Shareholder - Director - As Needed
 Administradores de Servicios ST. SA de CV - Director - As needed
 8Motiv LLC -Manager - As Needed
 Scentia LLC - Manager - As Needed
 Niche305 Perfumes LLC- Manager - As needed



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	2
Customer Dispute	2

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 2

Reporting Source:	Regulator
Regulatory Action Initiated By:	FLORIDA OFFICE OF FINANCIAL REGULATION
Sanction(s) Sought:	Civil and Administrative Penalty(ies)/Fine(s)
Date Initiated:	09/09/2013
Docket/Case Number:	0276A-S-09/13
URL for Regulatory Action:	
Employing firm when activity occurred which led to the regulatory action:	STATETRUST INVESTMENTS INC.
Product Type:	No Product
Allegations:	N/A
Current Status:	Final
Resolution:	Order
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:	08/14/2014
Sanctions Ordered:	Civil and Administrative Penalty(ies)/Fine(s)

**Monetary Sanction 1 of 1****Monetary Related Sanction:** Civil and Administrative Penalty(ies)/Fine(s)**Total Amount:** \$50,000.00**Portion Levied against individual:** \$50,000.00**Payment Plan:****Is Payment Plan Current:****Date Paid by individual:** 08/14/2014**Was any portion of penalty waived?** No**Amount Waived:****Regulator Statement**

ON 08/14/2014, THE OFFICE OF FINANCIAL REGULATION ENTERED A FINAL ORDER ADOPTING THE STIPULATION AND CONSENT AGREEMENT IN THE MATTER OF JOSEPH LUIS TURNES. JOSEPH LUIS TURNES ACCEPTS AND CONSENTS, WITHOUT ADMITTING OR DENYING THE FINDING, TO THE ENTRY OF THE FINDING BY THE OFFICE. THE OFFICE FOUND THAT JOSEPH LUIS TURNES HAS BEEN THE SUBJECT OF A FINDING BY A NATIONAL SECURITIES ASSOCIATION (FINRA). JOSEPH LUIS TURNES AGREED TO PAY A \$50,000 ADMINISTRATIVE FINE JOINTLY AND SEVERALLY WITH STATETRUST INVESTMENTS INC. THE OFFICE'S FINAL ORDER IS NOT BASED ON VIOLATIONS OF ANY LAWS OR REGULATIONS THAT PROHIBIT FRAUDULENT, MANIPULATIVE OR DECEPTIVE CONDUCT.

Reporting Source: Individual**Regulatory Action Initiated By:** STATE OF FLORIDA - OFFICE OF FINANCIAL REGULATION**Sanction(s) Sought:** Cease and Desist
Civil and Administrative Penalty(ies)/Fine(s)**Date Initiated:** 09/09/2013**Docket/Case Number:** 276A-SR-0913**Employing firm when activity occurred which led to the regulatory action:** STATETRUST INVESTMENTS, INC**Product Type:** Debt-Corporate**Allegations:** WITHOUT ADMITTING OR DENYING THE FINDINGS, TURNES CONSENTED TO AN ORDER BY FLORIDA'S OFFICE OF FINANCIAL REGULATION ("OFR") FINDING THAT HE VIOLATED FLORIDA STATUTE 517.161(1)(M) BY PREVIOUSLY SETTLING WITH FINRA. TURNES FURTHER NOTES THAT THE ORDER'S FINDING STATES THAT IT "IS NOT BASED ON VIOLATIONS OF LAWS OR REGULATIONS THAT PROHIBIT FRAUDULENT, MANIPULATIVE OR DECEPTIVE CONDUCT.**Current Status:** Final**Resolution:** Settled



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:

08/14/2014

Sanctions Ordered:

Cease and Desist
Civil and Administrative Penalty(ies)/Fine(s)

Monetary Sanction 1 of 1

Monetary Related Sanction:

Civil and Administrative Penalty(ies)/Fine(s)

Total Amount:

\$50,000.00

Portion Levied against individual:

\$50,000.00

Payment Plan:

Is Payment Plan Current:

No

Date Paid by individual:

08/13/2014

Was any portion of penalty waived?

No

Amount Waived:

Broker Statement

TURNES RESPONDS AFFIRMATIVELY TO QUESTIONS 14D(1)(B) AND (D) OUT OF AN ABUNDANCE OF CAUTION IN LIGHT OF THE FOLLOWING FACTS:
WITHOUT ADMITTING OR DENYING THE FINDINGS, TURNES CONSENTED TO AN ORDER BY FLORIDA'S OFFICE OF FINANCIAL REGULATION ("OFR") FINDING THAT HE VIOLATED FLORIDA STATUTE 517.161(1)(M) BY PREVIOUSLY SETTLING WITH FINRA. WHILE TURNES BELIEVES THAT FLORIDA STATUTE 517.161(1)(M) IS REGISTRATION-RELATED (RATHER THAN INVESTMENT-RELATED), AND BELIEVES THAT THE ORDER WAS ENTERED SOLELY IN CONNECTION WITH HIS PRIOR SETTLEMENT WITH FINRA (RATHER THAN IN CONNECTION WITH INVESTMENT-RELATED ACTIVITY), TURNES UNDERSTANDS THAT A COLORABLE CLAIM ARGUMENT COULD BE MADE THAT THIS STATUTE IS INVESTMENT-RELATED AND/OR THAT THE ORDER WAS ENTERED IN CONNECTION WITH INVESTMENT-RELATED ACTIVITY. THUS, OUT OF AN ABUNDANCE OF CAUTION, TURNES HAS ANSWERED "YES" TO QUESTIONS 14D(1)(B) & (D). TURNES FURTHER NOTES THAT THE ORDER EXPRESSLY STATES THAT THE ORDER'S FINDING "IS NOT BASED ON VIOLATIONS OF LAWS OR REGULATIONS THAT PROHIBIT FRAUDULENT, MANIPULATIVE OR DECEPTIVE CONDUCT

Disclosure 2 of 2

Reporting Source:

Regulator

Regulatory Action Initiated By:

FINRA

Sanction(s) Sought:

Other: N/A

Date Initiated:

06/26/2013

Docket/Case Number:

[2010023001602](#)



Employing firm when activity occurred which led to the regulatory action:	STATETRUST INVESTMENTS, INC.
Product Type:	Debt-Corporate
Allegations:	<p>SECTION 17(A)(2) AND (A)(3) OF THE SECURITIES ACT, FINRA RULE 2010, NASD RULES 2110, 2440, INTERPRETATIVE MATERIAL 2440-1, 2440-2 - A MEMBER FIRM, IN CORPORATE BOND TRANSACTIONS, ACTING THROUGH ITS HEAD TRADER, JOSEPH LUIS TURNES, CHARGED MARKUPS/MARKDOWNS OF 8% OR MORE ABOVE/BELOW THE PREVAILING MARKET PRICE OF THE BONDS. IN MOST OF THESE TRANSACTIONS, THE FIRM, ACTING THROUGH TURNES, ACQUIRED THE BONDS FROM ITS BANK OR INSURANCE AFFILIATES AND THEN SOLD THEM AT A MARKUP FROM THAT PRICE TO A CUSTOMER AT A PRICE OF 8% OR MORE ABOVE THE PREVAILING MARKET PRICE OF THE BONDS. IN THE OTHER TRANSACTIONS, THE FIRM, ACTING THROUGH TURNES, BOUGHT THE BONDS FROM CUSTOMERS AT PRICES OF 8% OR MORE BELOW THE PREVAILING MARKET PRICE OF THE BONDS AND THEN SOLD THE BONDS AT A SLIGHT MARKUP FROM THAT PRICE TO ITS BANK OR INSURANCE AFFILIATES. THE EXCESSIVE MARKUPS/MARKDOWNS ON THE TRANSACTIONS RANGED FROM 23.58% TO 8.03%. THE CHARGES IN EXCESS OF THE PREVAILING MARKET PRICES TOTALED \$124,644.02. TURNES' FAILURE TO PROPERLY PRICE THE BONDS CAUSED THE FIRM TO CHARGE, AND ITS CUSTOMERS TO BE CHARGED, EXCESSIVE MARKUPS/MARKDOWNS ON THE TRANSACTIONS. THE CONFIRMATIONS AND ACCOUNT STATEMENTS PROVIDED TO THE CUSTOMERS DID NOT DISCLOSE THE EXCESSIVE NATURE OF THE MARKUPS/MARKDOWNS; THE FIRM AND TURNES ALSO FAILED TO OTHERWISE DISCLOSE THOSE MARKUPS/MARKDOWNS TO THE CUSTOMERS. THE FIRM, ACTING THROUGH TURNES, OBTAINED MONEY BY MEANS OF AN OMISSION TO STATE A MATERIAL FACT IN ORDER TO MAKE STATEMENTS MADE, NOT MISLEADING, ALSO ENGAGED IN TRANSACTIONS WHICH OPERATED AS A FRAUD OR DECEIT UPON THE CUSTOMERS. IN CORPORATE BOND TRANSACTIONS OVER THREE YEARS, THE FIRM, ACTING THROUGH TURNES, CHARGED UNFAIR PRICES TO CUSTOMERS. TURNES DETERMINED THE PRICE. IN SOME OF THE TRANSACTIONS, THE FIRM BOUGHT THE BONDS FROM A CUSTOMER AT AN UNFAIR PRICE AND SOLD THEM TO EITHER ITS BANK OR INSURANCE AFFILIATES OR BOUGHT THE BONDS FROM ONE OF THE AFFILIATES AND THEN SOLD THEM TO ANOTHER CUSTOMER AT AN UNFAIR PRICE. IN THE OTHER TRANSACTIONS, THE FIRM BOUGHT THE BONDS FROM THE STREET AND THEN SOLD THEM TO A CUSTOMER AT AN UNFAIR PRICE OR BOUGHT THE BONDS FROM A CUSTOMER AT AN UNFAIR PRICE AND SOLD THEM TO THE STREET. IN SOME OF THE TRANSACTIONS, THE FIRM CHARGED MARKUPS/MARKDOWNS OF 5% OR MORE. THE EXCESSIVE CHARGES ON ALL OF THE TRANSACTIONS TOTALED \$336,472.03.</p>
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:	06/26/2013



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 1

Sanction Type: Suspension
Capacities Affected: ANY CAPACITY
Duration: SIX MONTHS
Start Date: 07/15/2013
End Date: 01/14/2014

Monetary Sanction 1 of 1

Monetary Related Sanction: Civil and Administrative Penalty(ies)/Fine(s)
Total Amount: \$75,000.00
Portion Levied against individual: \$75,000.00
Payment Plan:
Is Payment Plan Current: Yes
Date Paid by individual: 07/16/2013
Was any portion of penalty waived? No

Amount Waived:

Regulator Statement MATTER 2008013629601 IS ALSO INCLUDED IN THIS SETTLEMENT.

WITHOUT ADMITTING OR DENYING THE FINDINGS, TURNES CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS; THEREFORE, HE IS FINED \$75,000 AND SUSPENDED FROM ASSOCIATION WITH ANY FINRA MEMBER IN ANY CAPACITY FOR SIX MONTHS. THE SUSPENSION IS IN EFFECT FROM JULY 15, 2013 THROUGH JANUARY 14, 2014. FINE PAID IN FULL ON JULY 16, 2013.

Reporting Source: Individual
Regulatory Action Initiated By: FINANCIAL INDUSTRY REGULATORY AUTHORITY



Sanction(s) Sought:	Civil and Administrative Penalty(ies)/Fine(s) Suspension
Date Initiated:	07/10/2012
Docket/Case Number:	20080136296-20100230016
Employing firm when activity occurred which led to the regulatory action:	STATETRUST INVESTMENTS, INC.
Product Type:	Debt-Corporate
Allegations:	IN 563 CORPORATE BOND TRANSACTIONS EXECUTED BETWEEN MARCH 2007 AND JUNE 2010, UNFAIR PRICES WERE CHARGED TO CUSTOMERS IN VIOLATION OF RULES 2440 AND 2110, IM -2440-1, IM-2440-2 AND FINRA RULE 2010. MR. TURNES ACTED IN THE CAPACITY OF HEAD TRADER IN THESE TRANSACTIONS. THE EXCESS MARKUP/MARKDOWNS TOTALED \$336,472.03. IN 227 OF THE 563 TRANSACTIONS EXCESSIVE MARKUPS/MARKDOWNS OF 5% OR MORE ABOVE/BELOW THE PREVAILING MARKET PRICE WERE CHARGED. IN 85 OF THE 563 TRANSACTIONS EXCESSIVE MARKUPS/MARKDOWNS OF 8% OR MORE ABOVE/BELOW THE PREVAILING MARKET PRICE WAS CHARGED. THESE EXCESS MARKUP/MARKDOWNS CHARGED TO CUSTOMERS IN THE 85 TRANSACTIONS TOTALED \$124,644.02, AND WERE EXECUTED ACTING IN CONTRAVENTION OF SECTIONS 17(A) (2) AND (A) (3) OF THE SECURITIES ACT OF 1933 AND THUS VIOLATED RULE 2110 AND FINRA RULE 2010. IN 324 TRANSACTIONS, THE FIRM BOUGHT FROM A CUSTOMER AND SOLD TO EITHER ITS BANK OR INSURANCE COMPANY AFFILIATES OR WERE BOUGHT FROM ONE OF THOSE AFFILIATES AND SOLD TO ANOTHER CUSTOMER. IN MOST OF THE OTHER 239 TRANSACTION BONDS WERE BOUGHT FROM THE STREET AND SOLD TO CUSTOMERS OR BOUGHT FROM A CUSTOMER AND SOLD TO THE STREET.
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:	06/26/2013
Sanctions Ordered:	Civil and Administrative Penalty(ies)/Fine(s) Suspension
Sanction 1 of 1	
Sanction Type:	Suspension
Capacities Affected:	ANY ASSOCIATION WITH FINRA MEMBERS
Duration:	SIX MONTHS
Start Date:	07/15/2013
End Date:	01/14/2014
Monetary Sanction 1 of 1	
Monetary Related Sanction:	Civil and Administrative Penalty(ies)/Fine(s)



Total Amount: \$75,000.00

Portion Levied against individual: \$75,000.00

Payment Plan:

Is Payment Plan Current:

Date Paid by individual: 07/18/2013

Was any portion of penalty waived? No

Amount Waived:

Broker Statement

MR. TURNES ACCEPT AND CONSENT WITH OUT ADMITTING OR DENYING THE FINDINGS SOLELY FOR THE PURPOSE OF THIS PROCEEDING AND ANY OTHER PROCEEDING BROUGHT BY OR ON BEHALF OF FINRA.



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:	STATETRUST INVESTMENTS, INC.
Allegations:	CLAIMANT ALLEGES FIRM FAILED TO SUPERVISE AND TRADING WAS EXCESSIVE AND UNSUITABLE FOR THE PERIOD MAY 2002 TO JUNE 2002.
Product Type:	Other
Other Product Type(s):	STOCKS-OTC/LIST AND BONDS
Alleged Damages:	\$0.00

Customer Complaint Information

Date Complaint Received:	04/20/2007
Complaint Pending?	No
Status:	Settled
Status Date:	03/26/2008
Settlement Amount:	\$550,000.00
Individual Contribution Amount:	\$0.00

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.:	NASD NUMBER 07-01143
Date Notice/Process Served:	04/20/2007
Arbitration Pending?	No
Disposition:	Settled
Disposition Date:	03/26/2008
Monetary Compensation Amount:	\$550,000.00
Individual Contribution Amount:	\$0.00

Broker Statement	CLAIMANT IS AN OFFSHORE HOLDING COMPANY FOR A WEALTH FAMILY. KNEW AND APPROVE OF TRADING STRATEGY. CLAIMANT RECEIVED MONTHLY STATEMENTS AND REVIEWED TRADING OF THE DISCRETIONARY ACCOUNT WITH A REG REP ON A REGULAR BASIS. CLAIM WAS OK WITH ACCOUNT WHEN PROFITABLE.
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Disclosure 2 of 2



Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: SALOMON SMITH BARNEY INC

Allegations: CLIENT ALLEGING THAT HE DID NOT RECEIVE HIS STATEMENTS IN A TIMELY FASHION AND THAT THE FC'S DID NOT FOLLOW HIS INSTRUCTIONS AND TRADED THE ACCOUNT WITHOUT HIS AUTHORIZATION. ALLEGED DAMAGES UNSPECIFIED BUT DETERMINED TO BE IN EXCESS OF \$5000.

Product Type: Equity Listed (Common & Preferred Stock)

Alleged Damages: \$0.00

Customer Complaint Information

Date Complaint Received: 08/01/2001

Complaint Pending? No

Status: Denied

Status Date: 01/10/2003

Settlement Amount:

Individual Contribution Amount:

Firm Statement THOMAS MIERSWA IS HANDLING THIS MATTER.

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: SALOMON SMITH BARNEY

Allegations: CLIENT IS ALLEGING THAT HE DID NOT RECEIVE HIS STATEMENTS IN A TIMELY FASHION AND THAT I DID NOT FOLLOW HIS INSTRUCTIONS.

Product Type: Equity Listed (Common & Preferred Stock)

Alleged Damages:

Customer Complaint Information

Date Complaint Received: 08/01/2001

Complaint Pending? No

Status: Denied

Status Date: 01/10/2003

Settlement Amount:

Individual Contribution Amount:

Broker Statement CLAIM WAS CORRECTLY DENIED BY MY PRIOR FIRM. CLIENT WAS SPOKEN TO BEFORE AND AFTER PURCHASES. COMPLAINT APPEARS TO BE CLOSED.



End of Report

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