



## IAPD Report

# Rick David Schofield

CRD# 2197999

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



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

### Rick David Schofield (CRD# 2197999)

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 **07/01/2025**.

### CURRENT EMPLOYERS

|    | Firm                            | CRD#       | Registered Since |
|----|---------------------------------|------------|------------------|
| B  | MONEY CONCEPTS CAPITAL CORP     | CRD# 12963 | 05/23/2005       |
| IA | MONEY CONCEPTS ADVISORY SERVICE | CRD# 12963 | 05/31/2005       |

### QUALIFICATIONS

This representative is currently registered in **1** SRO(s) and **17** 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 | AMERICAN EXPRESS FINANCIAL ADVISORS, INC. | 6363 | FISHER, IN      | 12/14/1998 - 05/23/2005 |
| B  | AMERICAN EXPRESS FINANCIAL ADVISORS INC.  | 6363 | MINNEAPOLIS, MN | 01/31/1992 - 05/23/2005 |
| B  | IDS LIFE INSURANCE COMPANY                | 6321 | MINNEAPOLIS, MN | 01/31/1992 - 05/23/2005 |

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 | 3     |



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

### Employment 1 of 1

Firm Name: **MONEY CONCEPTS ADVISORY SERVICE**

Main Address: 11440 JOG ROAD  
PALM BEACH GARDENS, FL 33418

Firm ID#: 12963

|           | Regulator  | Registration                      | Status   | Date       |
|-----------|------------|-----------------------------------|----------|------------|
| <b>B</b>  | FINRA      | General Securities Representative | Approved | 05/23/2005 |
| <b>B</b>  | Alabama    | Agent                             | Approved | 06/03/2005 |
| <b>B</b>  | Alaska     | Agent                             | Approved | 10/02/2018 |
| <b>B</b>  | Arkansas   | Agent                             | Approved | 01/11/2023 |
| <b>B</b>  | California | Agent                             | Approved | 07/31/2006 |
| <b>B</b>  | Colorado   | Agent                             | Approved | 02/18/2014 |
| <b>B</b>  | Florida    | Agent                             | Approved | 06/01/2005 |
| <b>IA</b> | Florida    | Investment Adviser Representative | Approved | 08/05/2019 |
| <b>B</b>  | Georgia    | Agent                             | Approved | 02/07/2006 |
| <b>B</b>  | Hawaii     | Agent                             | Approved | 01/09/2019 |
| <b>B</b>  | Illinois   | Agent                             | Approved | 09/11/2018 |
| <b>B</b>  | Indiana    | Agent                             | Approved | 05/25/2005 |
| <b>B</b>  | Maine      | Agent                             | Approved | 07/18/2024 |



## Qualifications

|   | Regulator      | Registration | Status   | Date       |
|---|----------------|--------------|----------|------------|
| B | Missouri       | Agent        | Approved | 09/13/2018 |
| B | Ohio           | Agent        | Approved | 01/24/2008 |
| B | Oregon         | Agent        | Approved | 03/06/2018 |
| B | South Carolina | Agent        | Approved | 02/18/2014 |
| B | Texas          | Agent        | Approved | 06/01/2005 |
| B | Washington     | Agent        | Approved | 01/05/2023 |

## Branch Office Locations

**MONEY CONCEPTS ADVISORY SERVICE**  
Bradenton, FL

**MONEY CONCEPTS ADVISORY SERVICE**  
6901 Professional Parkway East  
Ste. 201  
Sarasota, FL 34240-8473



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

#### Principal/Supervisory Exams

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

No information reported.

#### General Industry/Product Exams

| Exam                                                        | Category | Date       |
|-------------------------------------------------------------|----------|------------|
| <b>B</b> Securities Industry Essentials Examination (SIE)   | SIE      | 10/01/2018 |
| <b>B</b> General Securities Representative Examination (S7) | Series 7 | 01/29/1992 |

#### State Securities Law Exams

| Exam                                                          | Category  | Date       |
|---------------------------------------------------------------|-----------|------------|
| <b>B</b> Uniform Securities Agent State Law Examination (S63) | Series 63 | 02/06/1992 |



### PROFESSIONAL DESIGNATIONS

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

Chartered Financial Consultant

Only professional designations listed in Question 8 of the Form U4 will appear in this section if the appropriate box is checked and verified by the issuing organization at the time of the filing. Learn more about eligible designations at [IARD](#) and [NASAA](#).



## 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 | 12/14/1998 - 05/23/2005 | AMERICAN EXPRESS FINANCIAL ADVISORS, INC. | CRD# 6363 | FISHER, IN      |
| B  | 01/31/1992 - 05/23/2005 | AMERICAN EXPRESS FINANCIAL ADVISORS INC.  | CRD# 6363 | MINNEAPOLIS, MN |
| B  | 01/31/1992 - 05/23/2005 | IDS LIFE INSURANCE COMPANY                | CRD# 6321 | MINNEAPOLIS, MN |

### 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                     |
|-------------------|-----------------------------|-------------------------------|--------------------|---------------------------------------|
| 05/2005 - Present | MONEY CONCEPTS CAPITAL CORP | REGISTERED REPRESENTATIVE     | Y                  | PALM BEACH GARDENS, FL, United States |
| 11/1991 - Present | IDS LIFE INSURANCE COMPANY  | NOT PROVIDED                  | Y                  | INDIANAPOLIS, IN, United States       |
| 03/1991 - Present | HOOSIER INSSURANCE CO.      | OTHER - ASS'T. TERRITORY MGR. | N                  | INDIANAPOLIS, IN, 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.

Schofield Enterprises, Inc., since 11/30/2022, 7509 Royal Valley Court, Lakewood Ranch, FL 34202. Management Duties, Officer, Investment related, 11-20% time spent on activity during securities hrs.



## 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 | 3     |

### 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 3

**Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:** MONEY CONCEPTS CAPITAL CORP

**Allegations:** Customer enrolled in professionally managed portfolio services and alleges poor performance and advice. The customer alleges RR did not follow his instructions not to invest after the market had dropped. The customer also alleges he no longer has access to his accounts.

The firm reviewed these allegations and found customer agreed to, and understood the terms of advisory services which are evidenced through signatures on various documents. The firm found adviser recommended managed accounts services according to the customer's stated objectives. The firm also found customer did not enroll in online access to accounts and therefore was receiving hardcopies of statements.

**Product Type:** Other: Managed Account

**Alleged Damages:** \$70,000.00

**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:** 04/21/2022

**Complaint Pending?** No



**Status:** Denied  
**Status Date:** 05/06/2022

**Settlement Amount:**

**Individual Contribution Amount:**

### Disclosure 2 of 3

**Reporting Source:** Firm

**Employing firm when activities occurred which led to the complaint:** AMERIPRISE FINANCIAL SERVICES INC

**Allegations:** PLAINTIFF STATES THAT IDS LIFE INSURANCE COMPANY DENIED HER CLAIM ON HER DECEASED HUSBANDS LIFE INSURANCE POLICY ([ACCT NO]). PLAINTIFF STATES THAT ADVISOR RECOMMENDED HER HUSBAND STOP PAYMENT ON A PREMIUM PAYMENT, BUT THAT THEY RECEIVED NONE OF THE CANCELLATION NOTICES THAT IDS CLAIMS TO HAVE SUBMITTED. PLAINTIFF IS SEEKING BENEFITS ON THE POLICY OF \$110,377.00.

**Product Type:** Other

**Other Product Type(s):** LIFE INSURANCE

**Alleged Damages:** \$110,377.00

### Customer Complaint Information

**Date Complaint Received:**

**Complaint Pending?**

**Status:** Litigation

**Status Date:** 08/14/2006

**Settlement Amount:**

**Individual Contribution Amount:**

### Civil Litigation Information

**Court Details:** 221 JUDICIAL DISTRICT, MONTGOMERY COUNTY, TX  
CASE#: 060807447CV

**Date Notice/Process Served:** 08/14/2006

**Litigation Pending?** No

**Disposition:** Settled

**Disposition Date:** 06/05/2007

**Monetary Compensation Amount:** \$95,000.00

**Individual Contribution Amount:** \$0.00

**Firm Statement** AMERIPRISE SETTLED THIS MATTER FOR \$95,000 IN ORDER TO AVOID THE COSTS ASSOCIATED WITH LITIGATION. I WAS DISMISSED FROM THE CASE AS PART OF THE SETTLEMENT AND I CONTRIBUTED NOTHING TO THE SETTLEMENT AMOUNT.



.....

|                                                                            |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
|----------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Reporting Source:</b>                                                   | Individual                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| <b>Employing firm when activities occurred which led to the complaint:</b> | AMERIPRISE FINANCIAL SERVICES INC.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| <b>Allegations:</b>                                                        | <p>PLAINTIFF [CUSTOMER] ALLEGES THAT THE REP FAILED TO ADVISE HER AND HER DECEASED HUSBAND APPROPRIATELY ON LIFE INSURANCE COVERAGE. THE CLIENTS PURCHASED TEN-YEAR LEVEL TERM POLICIES ON EACH OTHER IN 1994 PER A FINANCIAL ANALYSIS COMPLETED FOR THE CLIENTS. [CUSTOMER] OWNED A POLICY ON [SPOUSE], AND [SPOUSE] OWNED A POLICY ON [CUSTOMER]. [CUSTOMER'S] POLICY [BAN] ON [SPOUSE] HAD A DEATH BENEFIT OF \$110,377. [SPOUSE'S] POLICY [BAN] ON [CUSTOMER] HAD A DEATH BENEFIT OF \$143,000.</p> <p>[CUSTOMER] PURCHASED A NEW TWENTY YEAR LEVEL TERM POLICY FOR \$200,000 DEATH BENEFIT ON HER OWN LIFE ON 12/13/2003 PER RECOMMENDATIONS BY THE REP BASED ON A NEW FINANCIAL ANALYSIS PERFORMED THAT MONTH. THE CLIENTS ALSO OWNED A VUL CASH VALUE POLICY ON [CUSTOMER] WITH [SPOUSE] AS THE OWNER OF THE POLICY. THAT POLICY # IS [BAN] WITH A DEATH BENEFIT OF \$138,748 ON [CUSTOMER].</p> <p>THE CLIENT WAS CONFUSED ON HER STATEMENTS AND CONFIRMATIONS AS TO WHICH POLICIES COVERED WHOM. THE CLIENT RECEIVED CONFIRMATIONS AND STATEMENTS ON VUL TRANSACTIONS FROM AMERIPRISE. THEY SHOULD HAVE RECEIVED POLICY LAPSE NOTICES ON THE POLICY ON [SPOUSE] OWNED BY [CUSTOMER] FROM AMERIPRISE. THE LAPSE NOTICES SENT FROM AMERIPRISE CAME IN THE OWNERS NAME NOT THE INSURED'S ON SMALL 3X5 INDEX CARDS. THE CLIENTS HAD JUST PURCHASED NEW COVERAGE ON [CUSTOMER] ON 12/13/2003, SO WHEN THEY RECEIVED THE LAPSE NOTICE ON [SPOUSE'S] POLICY OWNED BY [CUSTOMER] IT LOOKED AS THOUGH IT WAS ON [CUSTOMER'S] OLD POLICY WHEN IN REALITY IT WAS OWNED BY [CUSTOMER] ON [SPOUSE]. THE CLIENT'S ONLINE STATEMENTS ALSO LOOKED THAT WAY ON THE INITIAL SUMMARY PAGE AT AMERIPRISE.</p> |
| <b>Product Type:</b>                                                       | Other                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| <b>Other Product Type(s):</b>                                              | LIFE INSURANCE                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| <b>Alleged Damages:</b>                                                    | \$110,377.00                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| <b>Customer Complaint Information</b>                                      |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| <b>Date Complaint Received:</b>                                            | 08/22/2006                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| <b>Complaint Pending?</b>                                                  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| <b>Status:</b>                                                             | Litigation                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| <b>Status Date:</b>                                                        | 08/14/2006                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| <b>Settlement Amount:</b>                                                  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| <b>Individual Contribution Amount:</b>                                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| <b>Civil Litigation Information</b>                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| <b>Court Details:</b>                                                      | 221 JUDICIAL DISTRICT, MONTGOMERY COUNTY, TX CASE # 060807447CV                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| <b>Date Notice/Process Served:</b>                                         | 08/14/2006                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |



|                                        |                                                                                                                                                                                                                 |
|----------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Litigation Pending?</b>             | No                                                                                                                                                                                                              |
| <b>Disposition:</b>                    | Settled                                                                                                                                                                                                         |
| <b>Disposition Date:</b>               | 06/05/2007                                                                                                                                                                                                      |
| <b>Monetary Compensation Amount:</b>   | \$95,000.00                                                                                                                                                                                                     |
| <b>Individual Contribution Amount:</b> | \$0.00                                                                                                                                                                                                          |
| <b>Broker Statement</b>                | AMERIPRISE SETTLED THIS MATTER FOR \$95,000 IN ORDER TO AVOID THE COSTS ASSOCIATED WITH LITIGATION. I WAS DISMISSED FROM THE CASE AS PART OF THE SETTLEMENT AND I CONTRIBUTED NOTHING TO THE SETTLEMENT AMOUNT. |

**Disclosure 3 of 3**

|                                                                            |                                                                                                                                                                                                                                                                                                                                                    |
|----------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Reporting Source:</b>                                                   | Individual                                                                                                                                                                                                                                                                                                                                         |
| <b>Employing firm when activities occurred which led to the complaint:</b> | AMERICAN EXPRESS FINANCIAL ADVISORS                                                                                                                                                                                                                                                                                                                |
| <b>Allegations:</b>                                                        | THE CLIENT WAS NOT TOLD OF THE SURRENDER CHARGES OR TAX CONSEQUENCES WHEN HE PURCHASED ANNUITIES IN 1999 AND 2001 OR WHEN HE TOOK PARTIAL SURRENDERS. THE CLIENT'S ATTORNEY ALSO STATED ANNUITIES WERE NOT AN APPROPRIATE RETIREMENT INVESTMENT FOR THE CLIENT'S SITUATION. HE REQUESTED REIMBURSEMENT FOR SURRENDER CHARGES AND TAX CONSEQUENCES. |
| <b>Product Type:</b>                                                       | Annuity(ies) - Fixed                                                                                                                                                                                                                                                                                                                               |
| <b>Alleged Damages:</b>                                                    | \$22,525.15                                                                                                                                                                                                                                                                                                                                        |

**Customer Complaint Information**

|                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Date Complaint Received:</b>        | 12/16/2003                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| <b>Complaint Pending?</b>              | No                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| <b>Status:</b>                         | Denied                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| <b>Status Date:</b>                    | 01/14/2004                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| <b>Settlement Amount:</b>              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| <b>Individual Contribution Amount:</b> |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| <b>Broker Statement</b>                | THE INVESTMENTS WERE SUITABLE CONSIDERING THE CLIENT'S GOALS AND OBJECTIVES AT THE TIME OF THE PURCHASES. THE INVESTMENT DETAILS INCLUDING SURRENDER CHARGES, WERE DISCUSSED WITH THE CLIENT AND IT WAS RECOMMENDED THE CLIENT CONSULT WITH A TAX PROFESSIONAL. THE CLIENT INDICATED DURING THE INVESTIGATION THEY WERE AWARE OF THE SURRENDER CHARGES AND POSSIBLE TAX CONSEQUENCES. THE SURRENDERS WERE TAKEN FROM THE ANNUITY WHICH RECEIVED GENERAL RELIEF UNDER THE CLASS ACTION SETTLEMENT. |



## End of Report

This page is intentionally left blank.