



IAPD Report

ERIC PETER WESCHKE

CRD# 2486324

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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

ERIC PETER WESCHKE (CRD# 2486324)

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 **12/19/2022**.

CURRENT EMPLOYERS

	Firm	CRD#	Registered Since
IA	COPPELL ADVISORY SOLUTIONS LLC	CRD# 156549	09/08/2022

QUALIFICATIONS

This representative is currently registered in **0** 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
B	KALOS CAPITAL, INC.	44337	SETAUKET, NY	05/16/2011 - 09/30/2022
IA	KALOS MANAGEMENT	133025	SETAUKET, NY	05/16/2011 - 09/30/2022
IA	FINANCIAL PLANNING ASSOCIATES, INC.	112357	PLEASANTVILLE, NY	05/28/2010 - 12/16/2011

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	22




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

Employment 1 of 1

Firm Name: **COPPELL ADVISORY SOLUTIONS LLC**
Main Address: 9111 CYPRESS WATERS BLVD SUITE 140
DALLAS, TX 75019
Firm ID#: 156549

	Regulator	Registration	Status	Date
	Louisiana	Investment Adviser Representative	Approved	10/07/2022
	New York	Investment Adviser Representative	Approved	09/27/2022
	Texas	Investment Adviser Representative	Restricted Approval	09/08/2022

Branch Office Locations

COPPELL ADVISORY SOLUTIONS LLC
East Setauket, NY




Qualifications

PASSED INDUSTRY EXAMS




This section includes all industry exams that the representative has passed. Under limited circumstances, a representative may attain registration after receiving an exam waiver based on a combination of exams the representative has passed and qualifying work experience. Likewise a new exam requirement may be grandfathered based on a representative's specific qualifying work experience. Exam waivers and grandfathering are not included below.

This individual has passed 1 principal/supervisory exam, 3 general industry/product exams, and 3 state securities law exams.





Principal/Supervisory Exams

	Exam	Category	Date
	General Securities Principal Examination (S24)	Series 24	05/03/1997

General Industry/Product Exams

	Exam	Category	Date
	Securities Industry Essentials Examination (SIE)	SIE	10/01/2018
	General Securities Representative Examination (S7)	Series 7	10/08/2007
	Limited Representative-Equity Trader Exam (S55)	Series 55	05/24/2001

State Securities Law Exams

	Exam	Category	Date
	Uniform Investment Adviser Law Examination (S65)	Series 65	09/26/2022
	 Uniform Combined State Law Examination (S66)	Series 66	11/02/2007
	Uniform Securities Agent State Law Examination (S63)	Series 63	06/01/1994

PROFESSIONAL DESIGNATIONS

This section details that the representative has reported **0** professional designation(s).

No information reported.



Registration & Employment History

PREVIOUSLY REGISTERED WITH THE FOLLOWING FIRMS

This representative held registrations with the following firms:

	Registration Dates	Firm Name	ID#	Branch Location
B	05/16/2011 - 09/30/2022	KALOS CAPITAL, INC.	CRD# 44337	SETAUKET, NY
IA	05/16/2011 - 09/30/2022	KALOS MANAGEMENT	CRD# 133025	SETAUKET, NY
IA	05/28/2010 - 12/16/2011	FINANCIAL PLANNING ASSOCIATES, INC.	CRD# 112357	PLEASANTVILLE, NY
B	03/25/2011 - 05/17/2011	HARRISON DOUGLAS, INC.	CRD# 16515	AURORA, CO
B	10/09/2007 - 02/24/2011	ALTERNATIVE WEALTH STRATEGIES, INC.	CRD# 130933	SETAUKET, NY
B	12/04/2003 - 12/31/2004	EQUITY SERVICES, INC.	CRD# 265	MONTPELIER, VT
B	05/23/2000 - 09/20/2002	SELF TRADING SECURITIES, INC.	CRD# 38439	AUSTIN, TX
B	06/20/1994 - 02/18/2000	TASIN & COMPANY, INC.	CRD# 30709	HAUPPAUGE, 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
09/2022 - Present	Coppell Advisory Solutions LLC	Investment Advisory Rep	Y	Coppell, TX, United States
05/2011 - 09/2022	KALOS CAPITAL	REGISTERED REP	Y	ALPHARETTA, GA, 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.

ADVANCED FOLIO CAPITAL MANAGEMENT

POSITION: PRESIDENT NATURE: INVESTMENT ADVISOR INVESTMENT RELATED: YES LICENSE HELD UNDER COPPELL ADVISORY SOLUTIONS LLC



Registration & Employment History



OTHER BUSINESS ACTIVITIES

ALL ISLAND PROPERTY ACQUISITIONS

POSITION: owner NATURE: real estate buying properties INVESTMENT RELATED: No NUMBER OF HOURS: 5 SECURITIES

TRADING HOURS: 2 START DATE: 10/15/2020

ADDRESS: 11 Dorm Court, Setauket NY 11733, United States

DESCRIPTION: look to acquire properties in Long Island



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	22

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:	OHIO DIVISION OF SECURITIES
Sanction(s) Sought:	Denial
Other Sanction(s) Sought:	
Date Initiated:	06/07/2000
Docket/Case Number:	00-440
Employing firm when activity occurred which led to the regulatory action:	SELF TRADING SECURITIES, INC.
Product Type:	No Product
Other Product Type(s):	
Allegations:	THE APPLICANT WAS NOT OF GOOD BUSINESS REPUTE.
Current Status:	Final
Resolution:	Order
Resolution Date:	11/27/2000
Sanctions Ordered:	Revocation/Expulsion/Denial
Other Sanctions Ordered:	ON NOVEMBER 27, 2000, THE DIVISION ISSUED A FINAL ORDER TO DENY APPLICATION FOR SECURITIES SALESPERSON LICENSE, DIVISION ORDER NO. 00-440, AGAINST ERIC PETER WESCHKE. AFTER AN ADMINISTRATIVE HEARING THE DIVISION DETERMINED THAT WESCHKE WAS NOT OF GOOD BUSINESS REPUTE AS THAT TERM IS DEFINED IN OHIO ADMINISTRATIVE



CODE RULE 1301:6-3-19(D)(9) AND OHIO REVISED CODE 1707.19(A)(1).

Sanction Details:

ON NOVEMBER 27, 2000, THE DIVISION ISSUED A FINAL ORDER TO DENY APPLICATION FOR SECURITIES SALESPERSON LICENSE, DIVISION ORDER NO. 00-440, AGAINST ERIC PETER WESCHKE. AFTER AN ADMINISTRATIVE HEARING THE DIVISION DETERMINED THAT WESCHKE WAS NOT OF GOOD BUSINESS REPUTE AS THAT TERM IS DEFINED IN OHIO ADMINISTRATIVE CODE RULE 1301:6-3-19(D)(9) AND OHIO REVISED CODE 1707.19(A)(1).

Regulator Statement

ON NOVEMBER 27, 2000, THE DIVISION ISSUED A FINAL ORDER TO DENY APPLICATION FOR SECURITIES SALESPERSON LICENSE, DIVISION ORDER NO. 00-440, AGAINST ERIC PETER WESCHKE. AFTER AN ADMINISTRATIVE HEARING THE DIVISION DETERMINED THAT WESCHKE WAS NOT OF GOOD BUSINESS REPUTE AS THAT TERM IS DEFINED IN OHIO ADMINISTRATIVE CODE RULE 1301:6-3-19(D)(9) AND OHIO REVISED CODE 1707.19(A)(1).

Reporting Source:

Individual

Regulatory Action Initiated By:

OHIO DIVISION OF SECURITIES

Sanction(s) Sought:

Denial

Other Sanction(s) Sought:

Date Initiated:

06/07/2000

Docket/Case Number:

00-440

Employing firm when activity occurred which led to the regulatory action:

SELF TRADING SECURITIES, INC.

Product Type:

No Product

Other Product Type(s):

Allegations:

THE APPLICANT WAS NOT OF GOOD BUSINESS REPUTE.

Current Status:

Final

Resolution:

Order

Resolution Date:

11/27/2000

Sanctions Ordered:

Revocation/Expulsion/Denial

Other Sanctions Ordered:

ON NOVEMBER 27, 2000, THE DIVISION ISSUED A FINAL ORDER TO DENY APPLICATION FOR SECURITIES SALESPERSON LICENSE, DIVISION ORDER NO. 00-440, AGAINST ERIC PETER WESCHKE. AFTER AN ADMINISTRATIVE HEARING THE DIVISION DETERMINED THAT WESCHKE WAS NOT OF GOOD BUSINESS REPUTE AS THAT TERM IS DEFINED IN OHIO ADMINISTRATIVE CODE RULE 1301:6-3-19(D)(9)AND OHIO REVISED CODE 1707.19(A)(1).

Sanction Details:

ON NOVEMBER 27, 2000, THE DIVISION ISSUED A FINAL ORDER TO DENY APPLICATION FOR SECURITIES SALESPERSON LICENSE, DIVISION ORDER NO. 00-440, AGAINST ERIC PETER WESCHKE. AFTER AN ADMINISTRATIVE HEARING THE DIVISION DETERMINED THAT WESCHKE WAS NOT OF GOOD BUSINESS REPUTE AS THAT TERM IS DEFINED IN OHIO ADMINISTRATIVE CODE RULE 1301-6-3-19(D)(9) AND OHIO REVISED CODE 1707.19(A)(1)

Broker Statement

ON NOVEMBER 27, 2000, THE DIVISION ISSUED A FINAL ORDER TO DENY APPLICATION FOR SECURITIES SALESPERSON LICENSE, DIVISION ORDER NO. 00-440, AGAINST ERIC PETER WESCHKE. AFTER AN ADMINISTRATIVE



HEARING THE DIVISION DETERMINED THAT WESCHKE WAS NOT OF GOOD BUSINESS REPUTE AS THAT TERM IS DEFINED IN OHIO ADMINISTRATIVE CODE RULE 1301-6-3-19(D)(9) AND OHIO REVISED CODE 1707.19(A)(1)

Disclosure 2 of 2

Reporting Source: Regulator

Regulatory Action Initiated By: VIRGINIA - DIVISION OF SECURITIES

Sanction(s) Sought: Other

Other Sanction(s) Sought: SPECIAL SUPERVISION

Date Initiated: 10/11/2000

Docket/Case Number: SEC000065

Employing firm when activity occurred which led to the regulatory action: SELF TRADING SECURITIES, INC.

Product Type: Other

Other Product Type(s): NONE

Allegations: BASED ON MR. WESCHKE'S DISCIPLINARY HISTORY, MR. WESCHKE AND THE EMPLOYING BD FIRM, SELF TRADING SECURITIES, INC. AGREED AS A CONDITION OF REGISTRATION TO BE BOUND BY A SPECIAL SUPERVISION ORDER, WHICH REQUIRES ADDITIONAL MONITORING OF MR. WESCHKE'S ACTIVITIES FOR A PERIOD OF 12 MONTHS.

Current Status: Final

Resolution: Order

Resolution Date: 10/11/2000

Sanctions Ordered:

Other Sanctions Ordered: SPECIAL SUPERVISION

Sanction Details: UNDER SPECIAL SUPERVISION FOR A PERIOD OF 12 MONTHS.

Regulator Statement SPECIAL SUERVISION OF A 12 MONTH PERIOD.

Reporting Source: Individual

Regulatory Action Initiated By: VIRGINIA - DIVISION OF SECURITIES

Sanction(s) Sought: Other

Other Sanction(s) Sought: SPECIAL SUPERVISION

Date Initiated: 10/11/2000

Docket/Case Number: SEC000065

Employing firm when activity occurred which led to the regulatory action: SELF TRADING SECURITIES, INC.

Product Type: Options



Other Product Type(s):	NONE
Allegations:	BASED ON MR. WESCHKE'S DISCIPLINARY HISTORY, MR. WESCHKE AND THE EMPLOYING BD FIRM, SELF TRADING SECURITIES, INC. HAS AGREED AS A CONDITION OF REGISTRATION TO BE BOUND BY A SPECIAL SUPERVISION ORDER, WHICH REQUIRED ADDITIONAL MONITORING OF MR. WESCHKE'S ACTIVITIES FOR A PERIOD OF 12 MONTHS.
Current Status:	Final
Resolution:	Order
Resolution Date:	10/11/2000
Sanctions Ordered:	
Other Sanctions Ordered:	SPECIAL SUPERVISION
Sanction Details:	UNDER SPECIAL SUPERVISION FOR A PERIOD OF 12 MONTHS.
Broker Statement	SPECIAL SUPERVISION OF A 12 MONTH PERIOD.



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 22

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: KALOS CAPITAL, INC.

Allegations: Breach of Fiduciary Duty and Negligence.

Product Type: Other: illiquid, complex, and alternative investments.

Alleged Damages: \$140,000.00

Arbitration Information

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

Docket/Case #: 22-00463

Date Notice/Process Served: 03/08/2022

Arbitration Pending? No

Disposition: Withdrawn

Disposition Date: 12/01/2022

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: KALOS CAPITAL, INC.

Allegations: Breach of Fiduciary Duty and Negligence.

Product Type: Other: illiquid, complex, and alternative investments.

Alleged Damages: \$140,000.00

Alleged Damages Amount Explanation (if amount not exact): Also looking for lost opportunity costs, rescission for improper investments, cost of proceedings, punitive damages, interest at legal rate on all sums recovered, attorney fees and costs, and such other further relief as the panel deems just and appropriate.

Arbitration Information

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

Docket/Case #: 22-00463

Date Notice/Process Served: 03/08/2022



Arbitration Pending? Yes

Broker Statement Client purchased positions in statement of claim with another advisor that went down in value and not with me ?. My clients passed without ever any issues whatsoever for almost a decade and the children, without being in any meetings with me ever, made 100% inaccurate statements about account that cannot be relied upon. Moreover, client is up roughly 500k with 30 of 32 positions being profitable or 94% success rate with me. They should have complained against the other broker but he is not registered anymore. Clients were suitable at all times with all the rules and regulations of my bd, and got prospectuses on all 32 transactions ahead of time and signed off on every transaction in my office on every meeting and were very happy with my handling of their assets as they invested numerous times after contacting me for help. This claim will be aggressively defended as it has no merit whatsoever.

Disclosure 2 of 22

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: KALOS CAPITAL, INC.

Allegations: negligence, breach of fiduciary, breach of contract, fraud, breach of securities regulatory requirements, and failure to supervise

Product Type: Equipment Leasing
Real Estate Security
Other: BDCs

Alleged Damages: \$535,000.00

Is this an oral complaint? No

Is this a written complaint? No

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

Arbitration/Reparation forum or court name and location: FINRA

Docket/Case #: 21-02685

Filing date of arbitration/CFTC reparation or civil litigation: 10/26/2021

Customer Complaint Information

Date Complaint Received: 12/26/2021

Complaint Pending? Yes

Settlement Amount:

Individual Contribution Amount:

Broker Statement The claims made are against Kalos and not me personally. After a review of client account documents, it is of my opinion that the client was suitable for the investments in question. The claimants understood and acknowledged their understanding of the risks, and the investment recommendations were suitable for their stated goals, objectives, and risk profiles. Kalos Capital vehemently denies all allegations. The complaint is asking for damages in an amount almost 2x greater



than the amount invested, not gained or lost but invested. While the client still holds all the investments and is still collecting dividends on them, it looks like client is implying that they should have made more money since the damage claim looks like it is based on invested funds and not any gains or losses which would make a lot more sense.

Disclosure 3 of 22

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: Kalos Capital, Inc.

Allegations: Breach of fiduciary duty, breach of contract , and negligent supervision

Product Type: Equipment Leasing
Real Estate Security
Other: BDCs

Alleged Damages: \$200,000.00

Alleged Damages Amount Explanation (if amount not exact): No specific amount but less than this amount

Arbitration Information

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

Docket/Case #: 21-02639

Date Notice/Process Served: 10/21/2021

Arbitration Pending? No

Disposition: Settled

Disposition Date: 09/09/2022

Monetary Compensation Amount: \$15,000.00

Individual Contribution Amount: \$7,500.00

Firm Statement

The Client has worked with me for 13 years with no issues or concerns, only praises as he has done very well over the years and invested more than a dozen times with new assets to attest to that. The client would always call us and tell us how much he appreciated the relationship and was a great client to work with. When he passed the children were surprised that they could not just liquidate everything that day and thus felt the need to complain. All paperwork is compliant and investments were suitable and we have a full file of paperwork signed by the client to attest to that.

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Kalos Capital, Inc.

Allegations: Breach of fiduciary duty, breach of contract , and negligent supervision



Product Type: Equipment Leasing
Real Estate Security
Other: BDCs

Alleged Damages: \$200,000.00

Alleged Damages Amount Explanation (if amount not exact): No specific amount but less than this amount

Arbitration Information

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

Docket/Case #: 21-02639

Date Notice/Process Served: 10/20/2021

Arbitration Pending? Yes

Broker Statement
The Client has worked with me for 13 years with no issues or concerns, only praises as he has done very well over the years and invested more than a dozen times with new assets to attest to that. The client would always call us and tell us how much he appreciated the relationship and was a great client to work with. When he passed the children were surprised that they could not just liquidate everything that day and thus felt the need to complain. All paperwork is compliant and investments were suitable and we have a full file of paperwork signed by the client to attest to that.

Disclosure 4 of 22

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Kalos Capital, Inc.

Allegations: Claimant is alleging misrepresentations and failure to disclose, unsuitable investments, and unjust enrichment. Claimant is seeking actual and compensatory damages in the amount no less than \$150,000, as well as punitive damages, attorney's fees and expenses, all filing and arbitration fees, and pre-judgment and post-judgment interest at the highest rates provided by law.

Product Type: Direct Investment-DPP & LP Interests
Real Estate Security
Other: Limited partnerships

Alleged Damages: \$150,000.01

Arbitration Information

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

Docket/Case #: 21-00447

Date Notice/Process Served: 02/18/2021

Arbitration Pending? No

Disposition: Settled

Disposition Date: 01/19/2022



Monetary Compensation Amount:	\$20,000.00
Individual Contribution Amount:	\$0.00
Broker Statement	<p>This claim was solicited via the internet by a law firm claiming they were investigating fraud by an issuer. Kalos and I deny any and all wrongdoing and I would have preferred to vigorously defend our actions in a fair venue. As confident as I am that I would be exonerated of any wrongdoing, Kalos determined as a business judgment that it was in the firm's best interests to resolve the dispute rather than incur the time, business disruption, and legal expenses associated with a protracted arbitration proceeding. While this deprives me of due process, I understand the claim has nuisance value for settlement from a business standpoint for Kalos.</p>
Disclosure 5 of 22	
Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	Kalos Capital, Inc.
Allegations:	<p>Claiming unsuitability, breach of fiduciary duty, breach of contract, and gross negligence. Claimant requests an award of compensatory damages in an amount to be determined at trial, but no less than \$138,000, plus interests, loan interest, costs, forum fees, rescission, attorneys' fees, disgorgement of commissions and underperformance damages.</p>
Product Type:	Direct Investment-DPP & LP Interests Other: Alternative Investments
Alleged Damages:	\$138,000.00
Alleged Damages Amount Explanation (if amount not exact):	Compensatory damages in an amount to be determined at trial, but no less than \$138,000, plus interests, loan interest, costs, forum fees, rescission, attorneys' fees, disgorgement of commissions and underperformance damages.
Arbitration Information	
Arbitration/CFTC reparation claim filed with (FINRA, AAA, CFTC, etc.):	FINRA
Docket/Case #:	21-00542
Date Notice/Process Served:	03/01/2021
Arbitration Pending?	No
Disposition:	Settled
Disposition Date:	02/25/2022
Monetary Compensation Amount:	\$27,500.00
Individual Contribution Amount:	\$0.00
Broker Statement	<p>This claim was solicited via the internet by a law firm claiming they were investigating fraud by an issuer. Kalos and I deny any and all wrongdoing and I would have preferred to vigorously defend our actions in a fair venue. As confident as I am that I would be exonerated of any wrongdoing, Kalos determined as a</p>



business judgment that it was in the firm's best interests to resolve the dispute rather than incur the time, business disruption, and legal expenses associated with a protracted arbitration proceeding. While this deprives me of due process, I understand the claim has nuisance value for settlement from a business standpoint for Kalos.

Disclosure 6 of 22

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Kalos Capital, Inc.

Allegations: Breach of fiduciary duty, suitability, overconcentration in alternative investments, failure to supervise.

Product Type: Direct Investment-DPP & LP Interests
Other: Alternative Investments

Alleged Damages: \$100,000.00

Alleged Damages Amount Explanation (if amount not exact): The amount was \$50,000 to \$100,000 which was the portion from Herzlich/Murphy.

Is this an oral complaint? No

Is this a written complaint? No

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

Arbitration/Reparation forum or court name and location: FINRA

Docket/Case #: 20-03204

Filing date of arbitration/CFTC reparation or civil litigation: 12/01/2020

Customer Complaint Information

Date Complaint Received: 12/05/2020

Complaint Pending? No

Status: Settled

Status Date: 01/18/2021

Settlement Amount: \$25,320.00

Individual Contribution Amount: \$0.00

Broker Statement

This claim was solicited via the internet by a law firm claiming they were investigating fraud by an issuer. Kalos and I deny any and all wrongdoing and I would have preferred to vigorously defend our actions in a fair venue. As confident as I am that I would be exonerated of any wrongdoing, Kalos determined as a business judgment that it was in the firm's best interests to resolve the dispute rather than incur the time, business disruption, and legal expenses associated with a protracted arbitration proceeding. While this deprives me of due process, I understand the claim has nuisance value for settlement from a business standpoint for Kalos.

**Disclosure 7 of 22**

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Kalos Capital, Inc.

Allegations: All Claiming Failure to Conduct Sufficient Due Diligence, Unsuitable Recommendations, and Failure to Supervise.

Product Type: Direct Investment-DPP & LP Interests
Real Estate Security
Other: Alternative investments

Alleged Damages: \$285,000.00

Is this an oral complaint? No

Is this a written complaint? No

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

Arbitration/Reparation forum or court name and location: FINRA

Docket/Case #: 20-00268

Filing date of arbitration/CFTC reparation or civil litigation: 01/24/2020

Customer Complaint Information

Date Complaint Received: 01/28/2020

Complaint Pending? No

Status: Settled

Status Date: 12/16/2020

Settlement Amount: \$33,951.24

Individual Contribution Amount: \$0.00

Broker Statement Client was solicited by a claimants' law firm due to a currently poor performing investment to bring action against me and Kalos Capital. The claimants understood the risks, and the investment recommendations were suitable for their stated goals, objectives, and risk profiles.

Disclosure 8 of 22

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: Kalos Capital, Inc.

Allegations: Unsuitable investment recommendations: Failure to Supervise; Breach of Fiduciary Duty; Negligence; Breach of Contract

Product Type: Direct Investment-DPP & LP Interests
Oil & Gas



	Real Estate Security Other: Business Development Companies
Alleged Damages:	\$0.00
Alleged Damages Amount Explanation (if amount not exact):	unspecified compensatory damages in an amount according to proof to be offered at the Final Hearing
Is this an oral complaint?	No
Is this a written complaint?	No
Is this an arbitration/CFTC reparation or civil litigation?	Yes
Arbitration/Reparation forum or court name and location:	FINRA
Docket/Case #:	20-00992
Filing date of arbitration/CFTC reparation or civil litigation:	03/26/2020

Customer Complaint Information

Date Complaint Received:	04/22/2020
Complaint Pending?	No
Status:	Settled
Status Date:	01/18/2021
Settlement Amount:	\$9,852.00
Individual Contribution Amount:	\$0.00

Broker Statement Client was solicited by a claimants' law firm due to a currently poor performing investment to bring action against me and Kalos Capital. The claimants understood the risks, and the investment recommendations were suitable for their stated goals, objectives, and risk profiles. We will vehemently dispute the claims.

Disclosure 9 of 22

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	Kalos Capital, Inc.

Allegations: In February 2019, client invested approximately \$127,000 in GPB related products. Client also invested in nine other products but arbitration doesn't address those investments. Claim is against BD and alleges breach of fiduciary duty, breach of contract, etc. Does not specifically allege unsuitable transactions.

Product Type:	Other: Private Equity
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Alleged Damages:	\$127,000.00
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Alleged Damages Amount Explanation (if amount not exact):	Claim doesn't ask for a specific amount but since the complaint surrounds two GPB investments, the entire investment in those was \$127,000.
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Is this an oral complaint?	No
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Is this a written complaint? No
**Is this an arbitration/CFTC
reparation or civil litigation?** Yes
**Arbitration/Reparation forum
or court name and location:** FINRA
Docket/Case #: 19-02708
**Filing date of
arbitration/CFTC reparation
or civil litigation:** 09/10/2019

Customer Complaint Information

Date Complaint Received: 09/16/2019
Complaint Pending? No
Status: Settled
Status Date: 09/21/2020
Settlement Amount: \$70,000.00
**Individual Contribution
Amount:** \$0.00

Broker Statement

Client was solicited by a claimants' law firm due to a currently poor performing investment to bring action against me and Kalos Capital. The claimants understood the risks, and the investment recommendations were suitable for their stated goals, objectives, and risk profiles.

Kalos Capital, Inc. determined as a business judgment that it was in the firm's best interests to resolve the dispute rather than incur the time, disruption, and legal expenses associated with a protracted arbitration proceeding. Kalos did not ask me to provide any monies to settle the claim.

Disclosure 10 of 22

Reporting Source: Individual
**Employing firm when
activities occurred which led
to the complaint:** Kalos Capital, Inc.
Allegations: Breach of fiduciary duty, unsuitable recommendations during the time period October 2015 - 2017.
Product Type: Real Estate Security
Other: Private debt/BDC
Alleged Damages: \$200,000.00

Arbitration Information

**Arbitration/CFTC reparation
claim filed with (FINRA, AAA,
CFTC, etc.):** FINRA
Docket/Case #: 19-00427
Date Notice/Process Served: 02/25/2019
Arbitration Pending? No



Disposition: Settled
Disposition Date: 11/19/2019
Monetary Compensation Amount: \$20,000.00
Individual Contribution Amount: \$0.00
Broker Statement While registered representative vehemently denies all allegations and has documentation of multiple conversations, meetings and emails regarding the suitability of the investments, Kalos Capital, Inc. determined as a business judgment that it was in the firm's best interests to resolve the dispute rather than incur the time, disruption, and legal expenses associated with a protracted arbitration proceeding. Kalos did not ask me to provide any monies to settle the claim.

Disclosure 11 of 22

Reporting Source: Individual
Employing firm when activities occurred which led to the complaint: Kalos Capital, Inc.
Allegations: Unsuitable investment recommendations, breach of fiduciary duty, failure to supervise during the time period October 2015 - 2017
Product Type: Real Estate Security
Other: Private debt/BDC
Alleged Damages: \$0.00
Alleged Damages Amount Explanation (if amount not exact): Preliminary P&L indicates that the client is actually profitable and has not lost money.

Arbitration Information

Arbitration/CFTC reparation claim filed with (FINRA, AAA, CFTC, etc.): FINRA
Docket/Case #: 19-00537
Date Notice/Process Served: 02/25/2019
Arbitration Pending? No
Disposition: Settled
Disposition Date: 04/24/2020
Monetary Compensation Amount: \$45,000.00
Individual Contribution Amount: \$10,000.00
Broker Statement Registered representative denies all allegations and preliminary P&L indicates that the client is profitable when dividends/distributions are included.

Kalos Capital determined as a business judgment that it was in the firm's best interest to resolve rather than incur time, disruption, and legal expenses associated with a protracted arbitration proceeding.

**Disclosure 12 of 22**

Reporting Source: Regulator

Employing firm when activities occurred which led to the complaint: SELF TRADING SECURITIES, INC.

Allegations: FRAUD, DECEIT, NEGLIGENCE, BREACH OF FIDUCIARY DUTY, BREACH OF CONTRACT, MISREPRESENTATION, UNSUITABILITY, CHURNING

Product Type: Other

Other Product Type(s): VARIOUS SECURITIES

Alleged Damages: \$450,000.00

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: [NASD - CASE #02-05635](#)

Date Notice/Process Served: 09/19/2002

Arbitration Pending? No

Disposition: Settled

Disposition Date: 08/18/2003

Disposition Detail: SETTLED: AT THE HEARING, CLAIMANT ENTERED INTO A SETTLEMENT AGREEMENT WITH RESPONDENT.

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Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: SELF TRADING SECURITIES INC

Allegations: 09/19/2002

Product Type: Other

Other Product Type(s): ALLEGATIONS, FRAUD, DECEIT, NEGLIGENCE, BREACH OF CONTRACT, BREACH OF FIDUCIARY DUTY, CHURNING, UNSUITABILITY.

Alleged Damages: \$450,000.00

Customer Complaint Information

Date Complaint Received: 09/19/2002

Complaint Pending? No

Status: Arbitration/Reparation

Status Date: 09/19/2002

Settlement Amount: \$0.00

Individual Contribution Amount: \$0.00

Arbitration Information



Arbitration/Reparation Claim filed with and Docket/Case No.: 0205635

Date Notice/Process Served: 09/19/2002

Arbitration Pending? No

Disposition: Settled

Disposition Date: 08/18/2003

Monetary Compensation Amount: \$30,000.00

Individual Contribution Amount: \$0.00

Broker Statement CUSTOMER LOSSES DUE TO 09/11/2001 WHEN SHE TRANSFERRED IN ACCOUNT.

Disclosure 13 of 22

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: TASIN & COMPANY, INC.

Allegations: UNAUTHORIZED PURCHASES AND TRADING

Product Type: Equity - OTC

Alleged Damages: \$500,000.00

Customer Complaint Information

Date Complaint Received: 03/02/2000

Complaint Pending? Yes

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: NASD 00-00801

Date Notice/Process Served: 03/02/2000

Arbitration Pending? Yes

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: TASIN & CO.

Allegations: UNAUTHORIZED PURCHASES

Product Type: Equity-OTC

Alleged Damages: \$500,000.00



Is this an oral complaint? No

Is this a written complaint? Yes

Is this an arbitration/CFTC
reparation or civil litigation?

Customer Complaint Information

Date Complaint Received: 03/02/2000

Complaint Pending? No

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

Status Date: 01/16/2002

Settlement Amount:

Individual Contribution
Amount:

Arbitration Information

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

Docket/Case #: [NASD 00-00801](#)

Date Notice/Process Served: 03/08/2000

Arbitration Pending? No

Disposition: Award to Customer

Disposition Date: 01/16/2002

Monetary Compensation
Amount: \$50,000.00

Individual Contribution
Amount: \$0.00

Broker Statement
CLIENT COMPLAINED ROUGHLY ONE YEAR AFTER HE PURCHASED
VARIOUS SECURITIES. WHEN FIRM QUESTIONED CLIENT AS TO WHY HE
WAITED SO LONG OR IF HE MAY HAVE SPOKEN TO SOMEONE ELSE, HE
WAS UNABLE TO COME UP WITH AN ANSWER. 05/02/02 I HAVE AN
INDEMNIFICATION AGREEMENT THAT HOLDS ME HARMLESS IN THIS CASE.

Disclosure 14 of 22

Reporting Source: Firm

Employing firm when
activities occurred which led
to the complaint: TASIN & COMPANY, INC.

Allegations: UNSUITABLE RECOMMENDATIONS

Product Type: Equity - OTC

Alleged Damages: \$120,000.00

Customer Complaint Information

Date Complaint Received: 03/06/2000

Complaint Pending? Yes



Settlement Amount:

Individual Contribution Amount:

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: TASIN & CO.

Allegations: UNSUITABLE RECOMMENDATIONS

Product Type: Equity - OTC

Alleged Damages: \$120,000.00

Customer Complaint Information

Date Complaint Received: 03/06/2000

Complaint Pending? No

Status: Closed/No Action

Status Date: 09/01/2000

Settlement Amount:

Individual Contribution Amount:

Broker Statement CLIENT WANTED TO TRASFER ACCOUNT 3/99, ONE FULL YEAR AFTER HER FIRST TRADE. THEN 4/99, DECIDED SHE WANTED TO STAY WITH BROKER. ONE YEAR LATER SHE COMPLAINS.

Disclosure 15 of 22

Reporting Source: Regulator

Employing firm when activities occurred which led to the complaint:

Allegations: UNSUITABILITY, MISREPRESENTATION, NEGLIGENCE, AND BREACH OF COMMON LAW DUTIES.

Product Type: Other

Other Product Type(s): UNSPECIFIED TYPE OF FINANCIAL PRODUCT

Alleged Damages: \$500,001.00

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: [NASD - CASE #99-02818](#)

Date Notice/Process Served: 06/15/1999

Arbitration Pending? No

Disposition: Settled

Disposition Date: 11/06/2000

Disposition Detail: CLAIMANT SETTLED AND WITHDREW HIS CLAIMS AGAINST ERIC WESCHKE



PRIOR TO THE INITIAL HEARING DATE OF NOVEMBER 6, 2000.

Reporting Source: Firm
Employing firm when activities occurred which led to the complaint: TASIN & COMPANY, INC.
Allegations: UNSUITABILITY, FRAUD, NEGLIGENCE, UNAUTHORIZED TRADING.
Product Type: Equity - OTC
Alleged Damages: \$260,000.00

Customer Complaint Information

Date Complaint Received: 06/15/1999
Complaint Pending? No
Status: Arbitration/Reparation
Status Date: 06/15/1999

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: KEVIN CARROLL VS. ERIC WESCHKE 99-02818
Date Notice/Process Served: 06/15/1999
Arbitration Pending? Yes

Reporting Source: Individual
Employing firm when activities occurred which led to the complaint: TASIN & CO.
Allegations: UNSUITABLE TRADES
Product Type: Equity - OTC
Alleged Damages: \$260,000.00

Customer Complaint Information

Date Complaint Received: 06/15/1999
Complaint Pending? No
Status: Arbitration/Reparation
Status Date: 06/15/1999

Settlement Amount:

Individual Contribution Amount:

Arbitration Information



Arbitration/Reparation Claim filed with and Docket/Case No.: [NASD #99-02818](#)

Date Notice/Process Served: 06/15/1999

Arbitration Pending? No

Disposition: Settled

Disposition Date: 08/18/2000

Monetary Compensation Amount: \$50,000.00

Individual Contribution Amount:

Broker Statement FIRM AGREED TO TRADE PENSION MONEY ON MARGIN AND LOST PENSION PLAN PAPERS. CLIENT ALSO THOUGHT TRADES WERE UNSUITABLE. CUSTOMER OPENED UP A PENSION WITH MY PREVIOUS EMPLOYER AND THE NECESSARY PAPERWORK TO ESTABLISH THAT PENSION PLAN WAS NOT RECEIVED MAKING THE PLAN NON-QUALIFIED MONEY.

Disclosure 16 of 22

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: TASIN & COMPANY, INC.

Allegations: CLIENT ALLEGED THAT RECOMMENDATIONS WERE UNSUITABLE AND TO AGGRESIVE FOR HER STATURE. THIS DID NOT OCCUR UNTIL MONTHS AFTER TRADE WAS EXECUTED.

Product Type: Equity - OTC

Alleged Damages: \$0.00

Customer Complaint Information

Date Complaint Received: 08/28/1998

Complaint Pending? No

Status: Settled

Status Date: 09/25/1998

Settlement Amount: \$33,998.00

Individual Contribution Amount: \$0.00

Broker Statement SETTLED FOR \$33,998.
NOT PROVIDED

Disclosure 17 of 22

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: TASIN AND COMPANY



Allegations: SPECULATIVE SECURITIES - CLAIM \$40,000

Product Type: Equity - OTC

Alleged Damages: \$40,000.00

Customer Complaint Information

Date Complaint Received: 10/15/1998

Complaint Pending? No

Status: Settled

Status Date: 12/10/1998

Settlement Amount: \$25,000.00

Individual Contribution Amount: \$0.00

Broker Statement SETTLED FOR \$25,000 WITHOUT ADMITTING ANY WRONGDOING.
NOT PROVIDED

Disclosure 18 of 22

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: TASIN & COMPANY

Allegations: UNAUTHORIZED USE OF MARGIN CLAIM \$300,000

Product Type: Equity Listed (Common & Preferred Stock)

Alleged Damages: \$300,000.00

Customer Complaint Information

Date Complaint Received: 08/26/1998

Complaint Pending? No

Status: Settled

Status Date: 07/13/2000

Settlement Amount: \$20,000.00

Individual Contribution Amount: \$0.00

Civil Litigation Information

Disposition: Settled

Disposition Date: 07/13/2000

Broker Statement SETTLED FOR DEFENSE COSTS

Disclosure 19 of 22

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: TASIN & COMPANY, INC.



Allegations: UNSUITABLE RECOMMENDATIONS CLAIM \$40,000

Product Type: Equity - OTC

Alleged Damages: \$40,000.00

Customer Complaint Information

Date Complaint Received: 09/18/1998

Complaint Pending? No

Status: Settled

Status Date: 07/19/1999

Settlement Amount: \$7,500.00

Individual Contribution Amount: \$7,500.00

Broker Statement NOT PROVIDED
AFTER ATTENDING A WADE COOK SEMINAR CLIENT PURCHASED VARIOUS SECURITIES THAT HAD STRONG ANALYST SUPPORT FROM MAJOR WIREHOUSES THAT ANALYSTS HAD BUY RECOMMENDATIONS ON. BUT THE TECHNOLOGY BEAR MARKET IN THE SUMMER OF 1998 RESULTED IN A DECLINE IN VALUE OF HIS PORTFOLIO.

Disclosure 20 of 22

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: TASIN & COMPANY, INC.

Allegations: ANTI-FRAUD VIOLATION OF VARIOUS SECURITIES AND UNSUITABLE RECOMMENDATIONS RELATING TO USE OF MARGIN. CLAIM \$292,621

Product Type: Equity - OTC

Alleged Damages: \$292,621.00

Customer Complaint Information

Date Complaint Received: 12/17/1998

Complaint Pending? No

Status: Arbitration/Reparation

Status Date: 08/11/1999

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: NASD 98-04561



Date Notice/Process Served: 12/17/1998
Arbitration Pending? No
Disposition: Settled
Disposition Date: 08/11/1999
Monetary Compensation Amount: \$52,500.00
Individual Contribution Amount: \$52,500.00
Broker Statement NOT PROVIDED
CLIENT ATTENDED A WADE COOK SEMINAR WHERE SHORT-TERM TRADING ON MARGIN WAS RECOMMENDED. CLIENT DECIDED TO PURSUE THIS STRATEGY AND OPENED AN ACCOUNT WITH TASIN. THE SUMMER OF 1998 TECHNOLOGY BEAR MARKET RESULTED IN SIGNIFICANT LOSSES DUE TO MARGIN CALLS ON CERTAIN TECHNOLOGY STOCKS OWNED BY THE CLIENTS.

Disclosure 21 of 22

Reporting Source: Individual
Employing firm when activities occurred which led to the complaint:
Allegations: UNSUITABLE RECOMMENDATIONS AND USE OF MARGIN. CLAIM IS \$478,000
Product Type: Equity Listed (Common & Preferred Stock)
Alleged Damages: \$478,000.00

Customer Complaint Information

Date Complaint Received: 12/12/1998
Complaint Pending? No
Status: Arbitration/Reparation
Status Date: 12/12/1998

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: NASD 98-04072

Date Notice/Process Served: 12/12/1998
Arbitration Pending? No
Disposition: Settled
Disposition Date: 07/17/2000



Monetary Compensation Amount: \$60,000.00
Individual Contribution Amount: \$60,000.00
Broker Statement: SETTLED FOR DEFENSE COSTS.

Disclosure 22 of 22

Reporting Source: Individual
Employing firm when activities occurred which led to the complaint: TASIN & COMPANY, INC.
Allegations: UNSUITABLE USE OF MARGIN RESULTING IN LOSS OF INVESTMENT. CLAIM FOR \$203,000.
Product Type: Equity - OTC
Alleged Damages: \$203,000.00

Customer Complaint Information

Date Complaint Received: 12/16/1998
Complaint Pending? No
Status: Arbitration/Reparation
Status Date: 12/16/1998

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: NASD 98-03977
Date Notice/Process Served: 12/16/1998
Arbitration Pending? No
Disposition: Settled
Disposition Date: 07/19/1999
Monetary Compensation Amount: \$47,500.00
Individual Contribution Amount: \$47,500.00
Broker Statement: N/A
CLIENT ATTENDED A WADE COOK SEMINAR WHERE SHORT TERM TRADING ON MARGIN WAS RECOMMENDED. CLIENT DECIDED TO PURSUE THIS STRATEGY AND CONTACT TASIN TO OPEN AN ACCOUNT. THE SUMMER 1998 TECHNOLOGY BEAR MARKET RESULTED IN SIGNIFICANT LOSSES DUE TO MARGIN CALLS ON CERTAIN TECHNOLOGY STOCKS OWNED BY THE CLIENT.



End of Report

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