



## IAPD Report

# STEPHEN JOSEPH KENNEDY

CRD# 267895

<b><u>Section Title</u></b>	<b><u>Page(s)</u></b>
Report Summary	1
Qualifications	2 - 5
Registration and Employment History	7
Disclosure Information	8

**i** 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

### STEPHEN JOSEPH KENNEDY (CRD# 267895)

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 **09/12/2025**.

### CURRENT EMPLOYERS

	Firm	CRD#	Registered Since
<b>B</b>	B. RILEY WEALTH MANAGEMENT	CRD# 2543	01/02/2002
<b>IA</b>	B. RILEY WEALTH ADVISORS, INC.	CRD# 115927	07/26/2022

### QUALIFICATIONS

This representative is currently registered in **1** SRO(s) and **30** 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>IA</b>	B RILEY WEALTH MANAGEMENT	2543	CHICAGO, IL	09/08/2006 - 12/31/2022
<b>B</b>	CHICAGO CAPITAL, INC.	39274	CHICAGO, IL	01/04/1996 - 01/11/2002
<b>B</b>	STIFEL, NICOLAUS & COMPANY, INCORPORATED	793	ST. LOUIS, MO	07/17/1992 - 01/15/1996

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	4



## Qualifications

### REGISTRATIONS

This section provides the SRO, states and U.S. territories in which the representative is currently registered and licensed, the category of each registration, and the date on which the registration becomes effective. This section also provides, for each firm with which the representative is currently employed, the address of each location where the representative works. This individual is currently registered with **30** jurisdiction(s) and 1 SRO(s) through his or her employer(s).

#### Employment 1 of 2

Firm Name: **B. RILEY WEALTH ADVISORS, INC.**  
Main Address: 40 S. MAIN ST.  
SUITE 1600  
MEMPHIS, TN 38103  
Firm ID#: 115927

Regulator	Registration	Status	Date
IA Illinois	Investment Adviser Representative	Approved	07/26/2022
IA Texas	Investment Adviser Representative	Restricted Approval	07/26/2022

#### Branch Office Locations

**B. RILEY WEALTH ADVISORS, INC.**  
200 South Wacker Drive  
700A  
Chicago, IL 60606

**B. RILEY WEALTH ADVISORS, INC.**  
Glen Ellyn, IL

#### Employment 2 of 2

Firm Name: **B. RILEY WEALTH MANAGEMENT**  
Main Address: 40 SOUTH MAIN  
SUITE 1600  
MEMPHIS, TN 38103  
Firm ID#: 2543

Regulator	Registration	Status	Date
B FINRA	General Securities Principal	Approved	01/02/2002
B FINRA	General Securities Representative	Approved	01/02/2002
B FINRA	Registered Options Principal	Approved	01/02/2002
B Arizona	Agent	Approved	01/02/2002



## Qualifications

Regulator	Registration	Status	Date
<b>B</b> California	Agent	Approved	01/02/2002
<b>B</b> Colorado	Agent	Approved	03/19/2007
<b>B</b> Connecticut	Agent	Approved	06/08/2016
<b>B</b> Florida	Agent	Approved	05/28/2002
<b>B</b> Georgia	Agent	Approved	11/10/2004
<b>B</b> Illinois	Agent	Approved	01/24/2002
<b>B</b> Indiana	Agent	Approved	01/30/2002
<b>B</b> Iowa	Agent	Approved	01/03/2002
<b>B</b> Kansas	Agent	Approved	01/02/2002
<b>B</b> Maryland	Agent	Approved	02/05/2020
<b>B</b> Massachusetts	Agent	Approved	07/05/2002
<b>B</b> Michigan	Agent	Approved	01/02/2002
<b>B</b> Minnesota	Agent	Approved	07/29/2016
<b>B</b> Missouri	Agent	Approved	02/01/2002
<b>B</b> Nebraska	Agent	Approved	06/08/2016
<b>B</b> Nevada	Agent	Approved	06/21/2016
<b>B</b> New Jersey	Agent	Approved	05/12/2014
<b>B</b> New Mexico	Agent	Approved	06/24/2002
<b>B</b> New York	Agent	Approved	01/02/2002



### Qualifications

Regulator	Registration	Status	Date
<b>B</b> North Carolina	Agent	Approved	01/22/2013
<b>B</b> Ohio	Agent	Approved	09/14/2009
<b>B</b> Oklahoma	Agent	Approved	06/09/2016
<b>B</b> Pennsylvania	Agent	Approved	05/15/2007
<b>B</b> Rhode Island	Agent	Approved	06/08/2016
<b>B</b> Texas	Agent	Approved	01/14/2002
<b>B</b> Virginia	Agent	Approved	09/21/2006
<b>B</b> Washington	Agent	Approved	07/19/2013
<b>B</b> West Virginia	Agent	Approved	06/16/2016
<b>B</b> Wisconsin	Agent	Approved	01/02/2002

### Branch Office Locations

**B RILEY WEALTH MANAGEMENT**  
200 South Wacker Drive  
Suite 700A  
Chicago, IL 60606

**B RILEY WEALTH MANAGEMENT**  
Glen Ellyn, IL





## 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 2 principal/supervisory exams, 5 general industry/product exams, and 2 state securities law exams.**



#### Principal/Supervisory Exams

Exam	Category	Date
 General Securities Principal Examination (S24)	Series 24	11/29/1995
 Registered Options Principal Examination (S4)	Series 4	02/21/1979

#### General Industry/Product Exams

Exam	Category	Date
 General Securities Representative Examination (S7TO)	Series 7TO	01/02/2023
 Securities Industry Essentials Examination (SIE)	SIE	10/01/2018
 Interest Rate Options Examination (S5)	Series 5	10/22/1981
 AMEX Put and Call Exam (PC)	PC	06/03/1977
 Registered Representative Examination (S1)	Series 1	12/15/1972

#### State Securities Law Exams

Exam	Category	Date
 Uniform Investment Adviser Law Examination (S65)	Series 65	12/13/2001
 Uniform Securities Agent State Law Examination (S63)	Series 63	10/27/1982



## PROFESSIONAL DESIGNATIONS

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

No information reported.



## Registration & Employment History

### PREVIOUSLY REGISTERED WITH THE FOLLOWING FIRMS

This representative held registrations with the following firms:

	Registration Dates	Firm Name	ID#	Branch Location
IA	09/08/2006 - 12/31/2022	B RILEY WEALTH MANAGEMENT	CRD# 2543	CHICAGO, IL
B	01/04/1996 - 01/11/2002	CHICAGO CAPITAL, INC.	CRD# 39274	CHICAGO, IL
B	07/17/1992 - 01/15/1996	STIFEL, NICOLAUS & COMPANY, INCORPORATED	CRD# 793	ST. LOUIS, MO
B	07/01/1982 - 08/04/1992	THE CHICAGO CORPORATION	CRD# 1449	CHICAGO, IL
B	06/22/1977 - 07/12/1982	BACON, WHIPPLE & CO.	CRD# 67	
B	09/01/1976 - 07/23/1977	BECKER SECURITIES INCORPORATED	CRD# 6796	
B	02/05/1975 - 09/09/1976	WILLIAM BLAIR & COMPANY	CRD# 1252	
B	01/02/1973 - 02/22/1975	BACON, WHIPPLE & CO.	CRD# 67	

### 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
07/2022 - Present	B. RILEY WEALTH ADVISORS, INC.	Investment Adviser Representative	Y	CHICAGO, IL, United States
01/2002 - Present	B. RILEY WEALTH MANAGEMENT	Financial Advisor	Y	CHICAGO, IL, 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.

B. Riley Wealth Insurance; Investment-Related; Same Address as BRWM; Fixed Insurance Sales; Licensed Insurance Agent; Start Date 09/2025; As Many Hours As Needed Per Month



## 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	4

### Regulatory Event

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

#### Disclosure 1 of 2

<b>Reporting Source:</b>	Individual
<b>Regulatory Action Initiated By:</b>	NASD
<b>Sanction(s) Sought:</b>	Censure
<b>Other Sanction(s) Sought:</b>	\$15,000 FINE AGAINST MEMBER AND STEPHEN KENNEDY
<b>Date Initiated:</b>	02/19/2003
<b>Docket/Case Number:</b>	C8A030016
<b>Employing firm when activity occurred which led to the regulatory action:</b>	CHICAGO CAPITAL, INC.
<b>Product Type:</b>	No Product
<b>Other Product Type(s):</b>	

**Allegations:** ON 8/31 AND 9/29/2000 MEMBER, ACTING THRU KENNEDY,USED THE MAILS OR OTHER MEANS OR INSTRUMENTALITIES OF INTERSTATE COMMERCE TO EFFECT TRANSACTIONS IN SECURITIES WHEN IT FAILED TO MAINTAIN THE MINIMUM REQUIRED NET CAPITAL, PREPARED INACCURATE TRIAL BALANCES AND NET CAPITAL COMPUTATIONS FOR AUGUST 31, AND SEPT. 29, 2000, FILED AN INACCURATE FOCUS PART IIA FOR MONTH ENDING 9/29/2000 OVERSTATING MEMBER'S NET CAPITAL, AND FAILED TO ESTABLISH AND MAINTAIN A SUPERVISORY SYSTEM DESIGNED TO ACHIEVE COMPLIANCE WITH APPLICABLE SECURITIES LAWS AND REGULATIONS AND NASD RULES AND APPOINT AN APPROPRIATE PRINCIPAL RESPONSIBLE FOR MAINTAINING ACCURATE BOOKS & RECORDS AND FILE ACCURATE FOCUS REPORTS.



**Current Status:** Final  
**Resolution:** Acceptance, Waiver & Consent(AWC)  
**Resolution Date:** 02/19/2003  
**Sanctions Ordered:** Censure  
Monetary/Fine \$15,000.00  
**Other Sanctions Ordered:**  
**Sanction Details:** MONETARY FINE OF \$15,000 AND CENSURE

**Disclosure 2 of 2**

**Reporting Source:** Regulator  
**Regulatory Action Initiated By:** THE NATIONAL ASSOCIATION OF SECURITIES DEALERS  
**Sanction(s) Sought:** Other  
**Other Sanction(s) Sought:**  
**Date Initiated:** 11/17/1999  
**Docket/Case Number:**

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

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

**Allegations:** NASD RULES 2110, IM-2110-1, 4632(A), 4730, 6130(B), 6130(D), 3010(B) AND SEC RULES 11AC-1, AND 17A-3(A) - RESPONDENT MEMBER ACTING THROUGH RESPONDENT KENNEDY, EFFECTED FOR THE JOINT ACCOUNT OF PUBLIC CUSTOMERS THE PURCHASE OF SECURITIES AT THE INITIAL PUBLIC OFFERING PRICE IN CONTRAVENTION OF THE NASD'S FREE-RIDING AND WITHHOLDING INTERPRETATION; RESPONDENT MEMBER, REPORTED TRANSACTIONS LATE WITHOUT THE ".SLD" MODIFIER; FAILED TO DECLINE OR ACCEPT TRANSACTIONS IN WHICH THE FIRM WAS THE NON-REPORTING MEMBER WITHIN 20 MINUTES AFTER EXECUTION; INACCURATELY REPORTED TRANSACTIONS TO ACT BY FAILING TO INCLUDE THE ".S" SHORT SALES INDICATOR; EXECUTED TRANSACTIONS IS SOES FOR THE ACCOUNTS OF PERSONS ASSOCIATED WITH THE FIRM WHEN SUCH PERSONS HAD PHYSICAL ACCESS TO A TERMINAL CAPABLE OF ENTERING ORDERS INTO SOES; FAILED TO COMMUNICATE TO THE NASD ITS BEST BIDS AND OFFERS IN TRANSACTIONS; FAILED TO PREPARE OR ACCURATELY PREPARE ORDER TICKETS; AND FAILED TO ESTABLISH, MAINTAIN AND ENFORCE WRITTEN SUPERVISORY PROCEDURES REASONABLY DESIGNED TO ACHIEVE COMPLIANCE WITH APPLICABLE SECURITIES LAWS AND REGULATIONS AND WITH APPLICABLE RULES OF THE NASD WITH RESPECT TO THE FIRM'S TRADING AND MARKET MAKING ACTIVITIES.

**Current Status:** Final  
**Resolution:** Acceptance, Waiver & Consent(AWC)  
**Resolution Date:** 11/17/1999



**Sanctions Ordered:** Monetary/Fine \$3,500.00

**Other Sanctions Ordered:**

**Sanction Details:** RESPONDENT MEMBER AND KENNEDY ARE CENSURED AND FINED \$3,500, JOINTLY AND SEVERALLY, AND RESPONDENT MEMBER IS FINED \$9,500.

---

**Reporting Source:** Firm

**Regulatory Action Initiated By:** NASD REGULATION DIST. 8

**Sanction(s) Sought:** Censure

**Other Sanction(s) Sought:** \$3500 FINE

**Date Initiated:** 08/20/1999

**Docket/Case Number:** C8A990078

**Employing firm when activity occurred which led to the regulatory action:** CHICAGO CAPITAL INC.

**Product Type:** Equity - OTC

**Other Product Type(s):**

**Allegations:** FREE RIDING

**Current Status:** Final

**Resolution:** Acceptance, Waiver & Consent(AWC)

**Resolution Date:** 11/17/1999

**Sanctions Ordered:** Censure  
Monetary/Fine \$3,500.00

**Other Sanctions Ordered:** NONE

**Sanction Details:** CENSURE AND \$3500.00 FINE

**Firm Statement** CUSTOMER ADDED WIFE'S NAME TO HIS ACCOUNT AFTER BEING CLIENT FOR AT LEAST 5 YEARS. CLIENT DID NOT DISCLOSE THAT WIFE WAS A REGISTERED PERSON. HE WAS A CONSISTENT BUYER OF BANK STOCKS AND THIS WAS A BANK ISSUE WHICH TRADED 1/8 POINT HIGHER ON FIRST DAY OF TRADING. AT THE TIME OF THIS RULING CUSTOMER STILL OWNED THE STOCK.

---

**Reporting Source:** Individual

**Regulatory Action Initiated By:** NASD REGULATION DISTRICT 8

**Sanction(s) Sought:** Censure

**Other Sanction(s) Sought:** \$3500 FINE

**Date Initiated:** 08/20/1999

**Docket/Case Number:** C8A990078



<b>Employing firm when activity occurred which led to the regulatory action:</b>	CHICAGO CAPITAL INC.
<b>Product Type:</b>	Equity - OTC
<b>Other Product Type(s):</b>	
<b>Allegations:</b>	FREE RIDING
<b>Current Status:</b>	Final
<b>Resolution:</b>	Acceptance, Waiver & Consent(AWC)
<b>Resolution Date:</b>	11/17/1999
<b>Sanctions Ordered:</b>	Censure Monetary/Fine \$3,500.00
<b>Other Sanctions Ordered:</b>	NONE
<b>Sanction Details:</b>	NONE



### 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 4

**Reporting Source:** Regulator

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

**Allegations:** NEGLIGENCE AND NEGLIGENT SUPERVISION

**Product Type:** Other

**Other Product Type(s):** UNSPECIFIED SECURITIES

**Alleged Damages:** \$89,845.00

#### Arbitration Information

**Arbitration/Reparation Claim filed with and Docket/Case No.:** [NASD - CASE #02-06774](#)

**Date Notice/Process Served:** 11/11/2002

**Arbitration Pending?** No

**Disposition:** Award

**Disposition Date:** 08/20/2004

**Disposition Detail:** RESPONDENT IS JOINTLY AND SEVERALLY LIABLE FOR \$72,750.00 AS COMPENSATORY DAMAGES

---

**Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:** CHICAGO CAPITAL

**Allegations:** 09/30/2000 THRU 06/28/2002.[THIRD PARTY](RR WITH CHICAGO CAPITAL,NEVER WITH WUNDERLICH SEC. INC.,ALLEGED UNSUITABLE INVESTEMENT RECOMMENDATIONS AND FAILURE TO SUPERVISE BY MGMTM.

**Product Type:** Equity - OTC

**Alleged Damages:** \$89,845.00

#### Customer Complaint Information

**Date Complaint Received:** 01/17/2003

**Complaint Pending?** No

**Status:** Arbitration/Reparation

**Status Date:** 03/04/2003

**Settlement Amount:****Individual Contribution Amount:****Arbitration Information****Arbitration/Reparation Claim filed with and Docket/Case No.:** CASE NUMBER - 2002-06774 CLAIM FILED WITH THE NASD**Date Notice/Process Served:** 03/04/2003**Arbitration Pending?** No**Disposition:** Award to Customer**Disposition Date:** 08/20/2004**Monetary Compensation Amount:** \$92,150.00**Individual Contribution Amount:** \$18,430.00**Broker Statement**

[THIRD PARTY], A FORMER BROKER WITH CHICAGO CAPITAL WAS NEVER AN EMPLOYEE OF WUNDERLICH SECURITIES. [THIRD PARTY] WAS THE BROKER FOR THE [CUSTOMERS] ACCOUNTS BUT HE WAS DISMISSED FROM THE CLAIM ONE WEEK BEFORE THE HEARING BECAUSE IT WAS PERCEIVED BY THE CLAIMANTS THAT HE WAS UNABLE TO PAY. KENNEDY WAS NAMED AS A RESPONDENT BECAUSE HE WAS A PRINCIPAL OF THE FIRM.

**Disclosure 2 of 4****Reporting Source:** Firm**Employing firm when activities occurred which led to the complaint:** CHICAGO CAPITAL**Allegations:** CLAIM ALLEGES UNAUTHORIZED TRADING, UNSUITABLE AND EXCESSIVE TRANSACTIONS AND BREACH OF FIDUCIARY DUTY WITH RESPECT TO EQUITY TRADING FROM JANUARY 2000 TO MARCH 2001. APPLICANT INTENDS TO VIGOROUSLY CONTEST CLAIM.**Product Type:** Equity Listed (Common & Preferred Stock)**Alleged Damages:** \$1,070,946.00**Customer Complaint Information****Date Complaint Received:** 05/17/2001**Complaint Pending?** No**Status:** Arbitration/Reparation**Status Date:** 05/17/2001**Settlement Amount:****Individual Contribution Amount:****Arbitration Information**



**Arbitration/Reparation Claim filed with and Docket/Case No.:** NASD-DR ARBITRATION NO. 01-02566

**Date Notice/Process Served:** 05/17/2001

**Arbitration Pending?** Yes

---

**Reporting Source:** Individual

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

**Allegations:** CLAIM ALLEGES UNAUTHORIZED TRADING, UNSUITABLE AND EXCESSIVE TRANSACTIONS AND BREACH OF FIDUCIARY DUTY WITH RESPECT TO EQUITY TRADING FROM JANUARY 2000 TO MARCH 2001. APPLICANT INTENDS TO VIGOROUSLY CONTEST CLAIM.

**Product Type:** Equity Listed (Common & Preferred Stock)

**Alleged Damages:** \$1,070,946.00

### Customer Complaint Information

**Date Complaint Received:** 05/17/2001

**Complaint Pending?** No

**Status:** Arbitration/Reparation

**Status Date:** 05/17/2001

**Settlement Amount:** \$250,000.00

**Individual Contribution Amount:** \$12,500.00

### Arbitration Information

**Arbitration/Reparation Claim filed with and Docket/Case No.:** NASD-DR ARBITRATION 01-2566

**Date Notice/Process Served:** 05/17/2001

**Arbitration Pending?** No

**Disposition:** Settled

**Disposition Date:** 05/02/2002

**Monetary Compensation Amount:** \$250,000.00

**Individual Contribution Amount:** \$12,500.00

**Broker Statement** MR. KENNEDY WAS NOT THE SALESMAN OF RECORD ON THIS COMPLAINT. HE WAS CEO AND PRES. OF CHICAGO CAPITAL AND NAMED BECAUSE OF HIS POSITION WITH THE FIRM.HE HAS NEVER MET OR SPOKEN THE COMPLAINTS.

### Disclosure 3 of 4

**Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:**

**Allegations:** FRAUD, MISREPRESENTATION, NEGLIGENCE, UNSUITABILITY, BREACH OF FIDUCIARY DUTY, BREACH OF CONTRACT; ALLEGED DAMAGES IN THE AMOUNT OF \$163,000

**Product Type:**

**Alleged Damages:** \$163,000.00

**Customer Complaint Information****Date Complaint Received:**

**Complaint Pending?** No

**Status:** Arbitration/Reparation

**Status Date:****Settlement Amount:****Individual Contribution Amount:****Arbitration Information**

**Arbitration/Reparation Claim filed with and Docket/Case No.:** NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.; 88-00066

**Date Notice/Process Served:** 01/07/1988

**Arbitration Pending?** No

**Disposition:** Settled

**Disposition Date:** 06/21/1990

**Monetary Compensation Amount:** \$67,500.00

**Individual Contribution Amount:****Broker Statement**

WITHOUT ADMITTING LIABILITY, SETTLEMENT REACHED IN THE AMOUNT OF \$67,500 [CUSTOMER] OPENED MANAGED ACCOUNT IN OUR ASSET MANAGEMENT GROUP BUT THEN CLOSED THIS ACCOUNT BECAUSE SHE WAS INTERESTED IN OPTIONS TRADING. OPENED OPTIONS ACCOUNT WITH ME AND BECAME ACTIVE OPTIONS TRADER RELYING UPON INDEPENDENT NEWS SOURCES AND HER ASSOCIATION WITH [THIRD PARTY], ANOTHER CLIENT OF MINE, FOR MARKET INFORMATION CONTINUED TRADING WITH ME UNTIL JULY, 1985. DURING THAT PERIOD, SHE SUSTAINED LOSSES AND BLAMED ME AND THE CHICAGO CORPORATION, BRINGING SUIT OVER TWO YEARS LATER

**Disclosure 4 of 4**



**Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:**

**Allegations:** FRAUD, MISREPRESENTATION, NEGLIGENCE, UNSUITABILITY, BREACH OF FIDUCIARY DUTY AND CONTRACT; ALLEGED DAMAGES IN AMOUNT OF \$126,874.86.

**Product Type:**

**Alleged Damages:** \$126,874.86

### Customer Complaint Information

**Date Complaint Received:**

**Complaint Pending?** No

**Status:** Arbitration/Reparation

**Status Date:**

**Settlement Amount:**

**Individual Contribution Amount:**

### Arbitration Information

**Arbitration/Reparation Claim filed with and Docket/Case No.:** NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.; 88-00586

**Date Notice/Process Served:** 02/22/1988

**Arbitration Pending?** No

**Disposition:** Settled

**Disposition Date:** 06/21/1990

**Monetary Compensation Amount:** \$37,500.00

**Individual Contribution Amount:**

**Broker Statement**

WITHOUT ADMITTING LIABILITY, SETTLEMENT REACHED IN THE AMOUNT OF \$37,500 [CUSTOMER] OPENED MANAGED ACCOUNT IN OUR ASSET MANAGEMENT GROUP AND SIMULTANEOUSLY OPENED MARGIN AND OPTION ACCOUNTS WITH ME BECAUSE HE WAS INTERESTED IN TRADING OPTIONS. CONTINUED TRADING WITH ME, LARGELY INITIATING OWN TRADES, UNTIL 12/85. DURING THAT PERIOD, [CUSTOMER] SUSTAINED LOSSES AND BLAMED ME AND THE CHICAGO CORPORATION, BRINGING SUIT OVER TWO YEARS LATER.



## End of Report

This page is intentionally left blank.