



## IAPD Report

# RICHARD DAMBOLA

CRD# 2816480

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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

### RICHARD DAMBOLA (CRD# 2816480)

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 **06/16/2025**.

### CURRENT EMPLOYERS

	Firm	CRD#	Registered Since
<b>IA</b>	CREATIVE FINANCIAL DESIGNS, INC.	CRD# 109032	09/15/2014
<b>B</b>	CFD INVESTMENTS, INC.	CRD# 25427	10/15/2014

### QUALIFICATIONS

This representative is currently registered in **1** SRO(s) and **22** 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>	QUESTAR ASSET MANAGEMENT, INC.	133358	MINNEAPOLIS, MN	06/28/2011 - 08/15/2014
<b>B</b>	QUESTAR CAPITAL CORPORATION	43100	SUCCASUNNA, NJ	06/22/2011 - 08/15/2014
<b>IA</b>	WORKMAN SECURITIES CORPORATION	31898	SUCCASUNNA, NJ	08/20/2008 - 06/22/2011

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	5



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

### Employment 1 of 2

Firm Name: **CFD INVESTMENTS, INC.**

Main Address: 2704 S GOYER RD  
KOKOMO, IN 46902

Firm ID#: 25427

Regulator	Registration	Status	Date
<b>B</b> FINRA	Invest. Co and Variable Contracts	Approved	10/15/2014
<b>B</b> Arizona	Agent	Approved	11/21/2014
<b>B</b> California	Agent	Approved	10/15/2014
<b>B</b> Connecticut	Agent	Approved	09/29/2022
<b>B</b> Delaware	Agent	Approved	11/21/2014
<b>B</b> Florida	Agent	Approved	10/15/2014
<b>B</b> Maryland	Agent	Approved	11/02/2023
<b>B</b> Michigan	Agent	Approved	01/13/2025
<b>B</b> Missouri	Agent	Approved	10/20/2025
<b>B</b> Montana	Agent	Approved	05/22/2024
<b>B</b> New Hampshire	Agent	Approved	10/12/2022
<b>B</b> New Jersey	Agent	Approved	10/22/2014
<b>B</b> New York	Agent	Approved	02/04/2015



### Qualifications

Regulator	Registration	Status	Date
<b>B</b> North Carolina	Agent	Approved	10/15/2014
<b>B</b> Ohio	Agent	Approved	09/28/2022
<b>B</b> Pennsylvania	Agent	Approved	10/15/2014
<b>B</b> Rhode Island	Agent	Approved	10/03/2022
<b>B</b> South Carolina	Agent	Approved	10/10/2022
<b>B</b> Tennessee	Agent	Approved	08/28/2020
<b>B</b> Texas	Agent	Approved	10/21/2022
<b>B</b> Vermont	Agent	Approved	09/18/2019
<b>B</b> Virgin Islands	Agent	Approved	03/01/2019
<b>B</b> Washington	Agent	Approved	10/18/2023

### Branch Office Locations

165 Route 10  
Succasunna, NJ 07876

### Employment 2 of 2

Firm Name: **CREATIVE FINANCIAL DESIGNS, INC.**  
Main Address: 2704 S GOYER RD  
KOKOMO, IN 46902  
Firm ID#: 109032

Regulator	Registration	Status	Date
<b>IA</b> New Jersey	Investment Adviser Representative	Approved	10/21/2014

### Branch Office Locations

**CREATIVE FINANCIAL DESIGNS, INC.**  
165 RT 10



## Qualifications

SUCCASSUNNA, NJ 07876



## 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 2 state securities law exams.**

#### Principal/Supervisory Exams

Exam	Category	Date
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No information reported.

#### General Industry/Product Exams

Exam	Category	Date
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Securities Industry Essentials Examination (SIE)	SIE	10/01/2018
Investment Company Products/Variable Contracts Representative Examination (S6)	Series 6	10/26/2006

#### State Securities Law Exams

Exam	Category	Date
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Uniform Investment Adviser Law Examination (S65)	Series 65	08/14/2008
Uniform Securities Agent State Law Examination (S63)	Series 63	08/22/2007

### 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	06/28/2011 - 08/15/2014	QUESTAR ASSET MANAGEMENT, INC.	CRD# 133358	MINNEAPOLIS, MN
B	06/22/2011 - 08/15/2014	QUESTAR CAPITAL CORPORATION	CRD# 43100	SUCCASUNNA, NJ
IA	08/20/2008 - 06/22/2011	WORKMAN SECURITIES CORPORATION	CRD# 31898	SUCCASUNNA, NJ
B	10/31/2006 - 06/22/2011	WORKMAN SECURITIES CORPORATION	CRD# 31898	SUCCASUNNA, NJ
B	02/18/1998 - 03/01/1999	PRINCOR FINANCIAL SERVICES CORPORATION	CRD# 1137	DES MOINES, IA
B	11/20/1996 - 02/18/1998	1717 CAPITAL MANAGEMENT COMPANY	CRD# 4082	NEWARK, DE

### 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
09/2014 - Present	CFD INVESTMENTS, INC	FINANCIAL ADVISOR	Y	KOKOMO, IN, United States
09/2014 - Present	CREATIVE FINANCIAL DESIGNS, INC	INVESTMENT ADVISER REPRESENTATIVE	Y	KOKOMO, IN, United States
12/1999 - Present	RICHARD D'AMBOLA & ASSOC.,LLC	INSURANCE SALES	Y	LANDING, NJ, 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.

165 STATE RT. 10 E, SUCCASUNNA, NJ 07876. INSURANCE AGENT OFFERING FIXED ANNUITIES, DISABILITY, HEALTH, LIFE AND LONG TERM CARE. APPROXIMATELY 140 HOURS PER MONTH, OF WHICH 20 HOURS PER MONTH ARE DURING SECURITIES TRADING HOURS.

CREATIVE FINANCIAL DESIGNS, INC. INVESTMENT ADVISER REPRESENTATIVE.

Richard D'Ambola & Associates, LLC-Owner-Investment related-200 hrs/mo-Succasunna, NJ



## 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	5

### 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>	Regulator
<b>Regulatory Action Initiated By:</b>	NEW JERSEY BUREAU OF SECURITIES
<b>Sanction(s) Sought:</b>	Civil and Administrative Penalt(ies) /Fine(s)
<b>Other Sanction(s) Sought:</b>	
<b>Date Initiated:</b>	12/16/2002
<b>Docket/Case Number:</b>	
<b>Employing firm when activity occurred which led to the regulatory action:</b>	PRINCOR FINANCIAL SERVICES (CRD# 1137)
<b>Product Type:</b>	Other
<b>Other Product Type(s):</b>	UNREGISTERED PROMISSORY NOTES.
<b>Allegations:</b>	THE INDIVIDUAL, AN INSURANCE AGENT, ENGAGED IN THE SALE OF UNREGISTERED PROMISSORY NOTES.
<b>Current Status:</b>	Final
<b>Resolution:</b>	Consent
<b>Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?</b>	No



**Resolution Date:** 09/16/2004  
**Sanctions Ordered:** Monetary/Fine \$9,000.00  
**Other Sanctions Ordered:**  
**Sanction Details:** DAMBOLA SOLD 9 UNREGISTERED PROMISORY NOTES TOTALING \$322,000 FROM APRIL 1998 THROUGH DECEMBER 1998. THE SALES WERE NOT MADE THROUGH THE BROKER-DEALER THAT HE WAS REGISTERED WITH AT THE TIME.  
**Regulator Statement** PARTICIPATED IN THE SALE OF UNREGISTERED PROMISSORY NOTES.

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**Reporting Source:** Individual  
**Regulatory Action Initiated By:** NJ BUREAU OF SECURITIES  
**Sanction(s) Sought:** Suspension  
**Other Sanction(s) Sought:** 6 MONTH SUSPENSION  
**Date Initiated:** 05/01/2002  
**Docket/Case Number:**  
**Employing firm when activity occurred which led to the regulatory action:** NONE  
**Product Type:** Other  
**Other Product Type(s):** PROMISSORY NOTES  
**Allegations:** ALLEGED THAT I INVESTED \$25,000.00 IN AN UNSUITABLE INVESTMENT THAT DEFAULTED  
**Current Status:** Final  
**Resolution:** Acceptance, Waiver & Consent(AWC)  
**Resolution Date:** 05/02/2006  
**Sanctions Ordered:** Monetary/Fine \$3,700.00  
Suspension  
**Other Sanctions Ordered:**  
**Sanction Details:** 6 MONTH SUSPENSION STARTING IN MAY 2002 AND FINE.

**Disclosure 2 of 2**

**Reporting Source:** Regulator  
**Regulatory Action Initiated By:** NATIONAL ASSOCIATION OR SECURITIES DEALERS  
**Sanction(s) Sought:**  
**Other Sanction(s) Sought:**  
**Date Initiated:** 04/06/2001  
**Docket/Case Number:** C9B010020

**Employing firm when activity occurred which led to the regulatory action:****Product Type:** Debt - Asset Backed**Other Product Type(s):****Allegations:** 04/19/01GS: NASD RULES 2110, 3040 AND 3040(B) - EFFECTED OFFERS AND SALES OF SECURITIES TO PUBLIC CUSTOMERS OUTSIDE OF THE NORMAL COURSE OR SCOPE OF HIS ASSOCIATION WITH HIS MEMBER FIRM, AND FAILED TO PROVIDE TO HIS MEMBER FIRM PRIOR WRITTEN NOTIFICATION OF SUCH OFFERS AND SALES OF SECURITIES.**Current Status:** Final**Resolution:** Acceptance, Waiver & Consent(AWC)**Resolution Date:** 04/06/2001**Sanctions Ordered:** Disgorgement/Restitution  
Monetary/Fine \$7,500.00  
Suspension**Other Sanctions Ordered:****Sanction Details:** FINED \$7,500, SUSPENDED FROM ASSOCIATION WITH ANY NASD MEMBER IN ANY CAPACITY FOR SIX MONTHS, AND REQUIRED TO DISGORGE \$13,460, PLUS INTEREST TO CUSTOMERS. THE FINE MUST BE PAID BEFORE REASSOCIATING WITH ANY NASD MEMBER FOLLOWING THE SUSPENSION OR BEFORE REQUESTING RELIEF FROM ANY STATUTORY DISQUALIFICATION. PROOF OF PAYMENT OF DISGORGEMENT, WITH INTEREST, SHALL BE A PREREQUISITE BEFORE REASSOCIATING WITH A MEMBER FIRM OR BEFORE REQUESTING RELIEF FROM ANY STATUTORY DISQUALIFICATION. \*\* THE SUSPENSION IS EFFECTIVE MAY 7, 2001 TO NOVEMBER 6, 2001.**Reporting Source:** Individual**Regulatory Action Initiated By:** NASD**Sanction(s) Sought:** Suspension**Other Sanction(s) Sought:** FINE OF \$7500 AND REPAYMENT OF COMMISSIONS OF \$13,460.00**Date Initiated:** 04/06/2001**Docket/Case Number:** C9B010020**Employing firm when activity occurred which led to the regulatory action:** PRINCOR**Product Type:** Other**Other Product Type(s):** PROMISSORY NOTES**Allegations:** ALLEGED THAT I INVESTED \$25,000.00 IN AN UNSUITABLE INVESTMENT THAT DEFAULTED**Current Status:** Final**Resolution:** Acceptance, Waiver & Consent(AWC)



**Resolution Date:** 04/06/2001

**Sanctions Ordered:** Disgorgement/Restitution  
Monetary/Fine \$7,500.00  
Suspension

**Other Sanctions Ordered:**

**Sanction Details:** 6 MONTH SUSPENSION  
\$13460.00 DISGORGEMENT/RESTITUTION  
SUSPENSION STARTED ON 02/02/2001 - DATE I SIGNED OR 4/6/2001 - DATE  
NASD SIGNED - HAVE NOT BEEN LICENSED SINCE



## 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 5

<b>Reporting Source:</b>	Firm
<b>Employing firm when activities occurred which led to the complaint:</b>	WORKMAN SECURITIES AND QUESTAR CAPITAL CORPORATION
<b>Allegations:</b>	UNSUITABLE RECOMMENDATIONS IN THE SALE OF OIL & GAS LIMITED PARTNERSHIP, VARIABLE ANNUITY, AND CORPORATE BOND.
<b>Product Type:</b>	Annuity-Variable Debt-Corporate Oil & Gas
<b>Alleged Damages:</b>	\$860,000.00
<b>Is this an oral complaint?</b>	No
<b>Is this a written complaint?</b>	Yes
<b>Is this an arbitration/CFTC reparation or civil litigation?</b>	No

## Customer Complaint Information

<b>Date Complaint Received:</b>	10/31/2016
<b>Complaint Pending?</b>	No
<b>Status:</b>	Evolved into Arbitration/CFTC reparation (the individual is a named party)
<b>Status Date:</b>	11/06/2017
<b>Settlement Amount:</b>	
<b>Individual Contribution Amount:</b>	

## Arbitration Information

<b>Arbitration/CFTC reparation claim filed with (FINRA, AAA, CFTC, etc.):</b>	FINRA
<b>Docket/Case #:</b>	17-02876
<b>Date Notice/Process Served:</b>	11/06/2017
<b>Arbitration Pending?</b>	No
<b>Disposition:</b>	Settled
<b>Disposition Date:</b>	07/26/2018
<b>Monetary Compensation Amount:</b>	\$20,000.00
<b>Individual Contribution Amount:</b>	\$0.00



**Firm Statement** The Firm is closing out the claim as settled. However, the current status of the claim against the RR is unknown. Since he is currently registered with another BD, the RR has an ongoing obligation to keep his CRD status current.

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**Reporting Source:** Individual

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

**Allegations:** Client alleged unsuitability and misrepresentation/deception in connection with the purchase of an oil and gas partnership, a bond and a variable annuity contract.

**Product Type:** Annuity-Variable  
Debt-Corporate  
Oil & Gas

**Alleged Damages:** \$860,000.00

**Is this an oral complaint?** Yes

**Is this a written complaint?** No

**Is this an arbitration/CFTC reparation or civil litigation?** No

### Customer Complaint Information

**Date Complaint Received:** 09/09/2015

**Complaint Pending?** No

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

**Status Date:** 11/06/2017

**Settlement Amount:**

**Individual Contribution Amount:**

### Arbitration Information

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

**Docket/Case #:** 17-02867

**Date Notice/Process Served:** 11/06/2017

**Arbitration Pending?** No

**Disposition:** Settled

**Disposition Date:** 11/27/2018

**Monetary Compensation Amount:** \$45,000.00

**Individual Contribution Amount:** \$45,000.00

**Broker Statement** This matter relates to two client issues. The first related to a bond that the financial adviser recommended in the context of an advisory managed account. The bond went into default leading to a loss of \$50,000. The second issue relates to variable annuity purchased for the client. The client decided to liquidate the



annuity prematurely, and suffered a \$30,000 loss (split between surrender charges and market losses) in connection with the client's choice to engage in a premature liquidation.

The client is alleging that both the bond and the annuity were not suitable to the client given the client's needs and objectives. Additionally, the client is alleging that the client didn't know sufficient information about the bond, and didn't know that the variable annuity was actually a variable annuity.

In evaluating this matter, the firm has determined that the transactions appear suitable to the investment objectives and risk tolerance of the client, in light of the client's approximate \$2.1 million in net worth. With respect to the client's knowledge of the bond, it is worth pointing out that the bond was purchased into a managed account, and the financial adviser had discretion with respect to the account. As such, the financial adviser did not need to seek the client's approval prior to the purchase of the bond, and only needed to be concerned with the suitability of the bond. With respect to the variable annuity contract, the client had purchased variable annuities before, and understood the products. Additionally, he was well equipped to recognize a variable annuity when completing applications for the same, which he completed in this instance. Additionally, the financial adviser produced for the client a planning document that clearly identified the product as a variable annuity. This was provided to the client prior to the sale.

Based on the review conducted by the firm, it appears that the transactions that the client engaged in were suitable to the clients risks and objectives. It also does not appear that the financial adviser engaged in any deception in connection with the offers and sales related to this complaint.

This matter was apparently resolved based on an oral settlement agreement on or before January 24, 2013. The client and the financial adviser believed that the client had been resolved then. There is current disagreement between the client and the financial adviser as to the nature of the resolution. The client asserts that the agreement was that the financial adviser would repay the entire \$80,000 amount, and that this amount would be repaid based on the financial adviser foregoing advisory fees until the entire \$80,000 was returned to the client. The Financial Adviser believes that the agreement was less specific than that. He agreed to forego advisory fees for an undetermined time period, but was anticipating that the return to the client would actually be through growth in the accounts, and not primarily through foregoing fees.

In September of 2015, the client decided to withdraw the funds from the brokerage account, and reached out to the financial adviser demanding the return of the \$80,000, despite the agreement that he had understood to be in place, that the funds would be fully repaid through the foregoing of advisory fees. The client is attempting to change the terms and conditions of the settlement agreement as the client understands those terms.

Since these events, this matter morphed into the above-referenced arbitration proceeding. The Arbitration proceeding remains ongoing, however, Questar has entered into an agreement separate from the financial adviser to resolve their involvement in the matter. They settled and made payment of \$20,000 to the complainant in order to resolve their involvement in the above matter.

## Disclosure 2 of 5

**Reporting Source:**

Individual



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

**Allegations:** ALLEGED LACK OF DUE DILIGENCE AND BREACH OF FIDUCIARY DUTY IN THE SALE OF A CORPORATE BOND PURCHASED FOR \$50,000 ON 8/16/2010. BONDS HAVE DEFAULTED AND THE CLIENT ALLEGES DAMAGES OF \$48,000.

**Product Type:** Debt-Corporate

**Alleged Damages:** \$48,000.00

**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:** 09/06/2012

**Complaint Pending?** No

**Status:** Closed/No Action

**Status Date:** 11/13/2013

**Settlement Amount:**

**Individual Contribution Amount:**

**Broker Statement** CLIENT WAS PRESENTED ALTERNATIVE OPTIONS AFTER SEVERAL MEETINGS, UNDERSTOOD THE RISK ASSOCIATED WITH A NON-RATED NOTE. THE INVESTMENTS REPRESENTS APPROXIMATELY 3.5% OF INVESTMENT NET WORTH.

### Disclosure 3 of 5

**Reporting Source:** Firm

**Employing firm when activities occurred which led to the complaint:** PRINCOR FINANCIAL SERVICES CORPORATION

**Allegations:** CUSTOMERS ALLEGE THAT D'AMBOLA MISREPRESENTED AND OMITTED TO DISCLOSE NUMEROUS MATERIAL FACTS REGARDING PROMISSORY NOTE INVESTMENT. THEY ALLEGE THAT HE DIDN'T PROVIDE A PROSPECTUS AND THE RISKS OF THE INVESTMENT WERE NOT REVIEWED WITH THEM. THIS PROMISSORY NOTE WAS PURCHASED 11/5/1998.

**Product Type:** Promissory Note

**Alleged Damages:** \$30,000.00

**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:** 07/03/2002  
**Complaint Pending?** No  
**Status:** Closed/No Action  
**Status Date:** 05/28/2004  
**Settlement Amount:** \$0.00  
**Individual Contribution Amount:** \$0.00

#### Disclosure 4 of 5

**Reporting Source:** Firm  
**Employing firm when activities occurred which led to the complaint:** PRINCOR FINANCIAL SERVICES CORPORATION  
**Allegations:** CUSTOMER ALLEGES D'AMBOLA MISREPRESENTED INVESTMENT, OMITTED MATERIAL FACTS AND FAILED TO PROVIDE A PROSPECTUS IN THE SALE OF A PROMISSORY NOTE. CUSTOMER FILED ANS ARBITRATION ACTION WITH NASD AGAINST PRINCOR FOR FAILURE TO SUPERVISE AND TO RECOVER LOSSES.  
**Product Type:** Other  
**Other Product Type(s):** TECHNICAL SUPPORT SERVICES INC PROMISSORY NOTE  
**Alleged Damages:** \$25,000.00

#### Customer Complaint Information

**Date Complaint Received:** 08/25/2000  
**Complaint Pending?** No  
**Status:** Arbitration/Reparation  
**Status Date:** 10/17/2001  
**Settlement Amount:**  
**Individual Contribution Amount:**

#### Arbitration Information

**Arbitration/Reparation Claim filed with and Docket/Case No.:** NASD 00-03578  
**Date Notice/Process Served:** 08/25/2000  
**Arbitration Pending?** No  
**Disposition:** Settled  
**Disposition Date:** 10/17/2001  
**Monetary Compensation Amount:** \$22,500.00  
**Individual Contribution Amount:** \$0.00  
**Firm Statement** UNDER A CONFIDENTIAL AGREEMENT, CUSTOMER & PRINCOR SETTLED ARBITRATION. SETTLEMENT WAS NOT ADMISSION OF LIABILITY ON PART



OF PRINCOR FOR ANY OF CLAIMS MADE BY CUSTOMER. CUSTOMER  
ASSIGNED CLAIMS AGAINST D'AMBOLA TO PRINCOR

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**Reporting Source:** Individual

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

**Allegations:** CUSTOMER ALLEGES D'AMBOLA MISREPRESENTED INVESTMENT, OMITTED MATERIAL FACTS AND FAILED TO PROVIDE A PROSPECTUS IN THE SALE OF A PROMISSORY NOTE. CUSTOMER FILED ANS ARBITRATION ACTION WITH NASD AGAINST PRINCOR FOR FAILURE TO SUPERVISE AND TO RECOVER LOSSES

**Product Type:** Other

**Other Product Type(s):** TECHNICAL SUPPORT SERVICES INC. PROMISSORY NOTE

**Alleged Damages:** \$25,000.00

### Customer Complaint Information

**Date Complaint Received:** 08/25/2000

**Complaint Pending?** No

**Status:** Arbitration/Reparation

**Status Date:** 10/17/2001

**Settlement Amount:**

**Individual Contribution Amount:**

### Arbitration Information

**Arbitration/Reparation Claim filed with and Docket/Case No.:** NASD 00-03578

**Date Notice/Process Served:** 08/25/2000

**Arbitration Pending?** No

**Disposition:** Settled

**Disposition Date:** 10/17/2001

**Monetary Compensation Amount:** \$22,500.00

**Individual Contribution Amount:** \$0.00

### Disclosure 5 of 5

**Reporting Source:** Firm

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

**Allegations:** ALLEGED D'AMBOLA INVESTED \$25,000 IN AN UNSUITABLE OR FRAUDULENT INVESTMENT THAT IS IN DEFAULT WITH \$25,306 OWED.



**Product Type:** Other  
**Other Product Type(s):** PROMISSORY NOTE  
**Alleged Damages:** \$25,306.00

**Customer Complaint Information**

**Date Complaint Received:** 04/27/1999  
**Complaint Pending?** No  
**Status:** Settled  
**Status Date:** 03/18/1999  
**Settlement Amount:** \$25,000.00  
**Individual Contribution Amount:** \$2,500.00

**Civil Litigation Information**

**Court Details:** MRS-L-656-99 SUPERIOR COURT OF NEW JERSEY MORRIS COUNTY - DOCKET MRS-6-656-99  
**Date Notice/Process Served:** 03/18/1999  
**Litigation Pending?** No  
**Disposition:** Settled  
**Disposition Date:** 03/18/1999  
**Monetary Compensation Amount:** \$25,000.00  
**Individual Contribution Amount:** \$2,500.00  
**Firm Statement:** PENDING  
 NOT PROVIDED

**Reporting Source:** Individual  
**Employing firm when activities occurred which led to the complaint:** PRINCOR FINANCIAL SERVICES

**Allegations:** ALLEGED D'AMBOLA INVESTED \$25,000 IN AN UNSUITABLE OR FRAUDULENT INVESTMENT THAT IS IN DEFAULT WITH \$25,306 OWED

**Product Type:** Other  
**Other Product Type(s):** PROMISSORY NOTE  
**Alleged Damages:** \$25,000.00

**Customer Complaint Information**

**Date Complaint Received:** 04/27/1999  
**Complaint Pending?** No  
**Status:** Settled  
**Status Date:** 11/03/2000  
**Settlement Amount:** \$25,000.00



**Individual Contribution Amount:** \$2,500.00

**Civil Litigation Information**

**Court Details:** MRS-L-656-99 SUPERIOR COURT OF NEW JERSEY MORRIS COUNTY - DOCKET MRS-6-656-99

**Date Notice/Process Served:** 03/18/1999

**Litigation Pending?** No

**Disposition:** Settled

**Disposition Date:** 03/18/1999

**Monetary Compensation Amount:** \$25,000.00

**Individual Contribution Amount:** \$0.00



## End of Report

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