IAPD Report

CHRISTOPHER JOHN LESTER

CRD# 2875370

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

CHRISTOPHER JOHN LESTER (CRD# 2875370)

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 **08/11/2026**.

CURRENT EMPLOYERS

	Firm	CRD#	Registered Since
IA	SIMPLICITY WEALTH	CRD# 300572	08/21/2025

QUALIFICATIONS

This representative is currently registered in **0** SRO(s) and **1** jurisdiction(s).

Is this representative currently Inactive or Suspended with any regulator? **No**

Note: Not all jurisdictions require IAR registration or may have an exemption from registration.
Additional information including this individual's qualification examinations and professional designations is available in the Detailed Report.

REGISTRATION HISTORY

This representative was previously registered with the following firm(s):

	FIRM	CRD#	LOCATION	REGISTRATION DATES
IA	BROOKSTONE WEALTH ADVISORS, LLC	137658	CREAM RIDGE, NJ	07/22/2019 - 08/15/2025
IA	REGAL INVESTMENT ADVISORS LLC	125004	Somerset, NJ	04/07/2017 - 07/15/2019
IA	WEALTH WATCH ADVISORS, LLC	172002	Somerset, NJ	10/13/2015 - 04/04/2017

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	12

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

Employment 1 of 1

Firm Name: **SIMPLICITY WEALTH**

Main Address: 475 SPRINGFIELD AVE.
SUITE #1
SUMMIT, NJ 07901

Firm ID#: 300572

	Regulator	Registration	Status	Date
IA	New Jersey	Investment Adviser Representative	Approved	08/21/2025

Branch Office Locations

SIMPLICITY WEALTH
17 Fairway Drive
Cream Ridge, NJ 08514

Qualifications

PASSED INDUSTRY EXAMS

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

This individual has passed 0 principal/supervisory exams, 2 general industry/product exams, and 1 state securities law exam.

Principal/Supervisory Exams

	Exam	Category	Date
	No information reported.		

General Industry/Product Exams

	Exam	Category	Date
B	General Securities Representative Examination (S7)	Series 7	11/07/1998
B	Investment Company Products/Variable Contracts Representative Examination (S6)	Series 6	04/12/1997

State Securities Law Exams

	Exam	Category	Date
B	Uniform Securities Agent State Law Examination (S63)	Series 63	03/06/1998

PROFESSIONAL DESIGNATIONS

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

Chartered Financial Consultant

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

Registration & Employment History

PREVIOUSLY REGISTERED WITH THE FOLLOWING FIRMS

This representative held registrations with the following firms:

	Registration Dates	Firm Name	ID#	Branch Location
IA	07/22/2019 - 08/15/2025	BROOKSTONE WEALTH ADVISORS, LLC	CRD# 137658	CREAM RIDGE, NJ
IA	04/07/2017 - 07/15/2019	REGAL INVESTMENT ADVISORS LLC	CRD# 125004	Somerset, NJ
IA	10/13/2015 - 04/04/2017	WEALTH WATCH ADVISORS, LLC	CRD# 172002	Somerset, NJ
IA	03/31/2015 - 09/17/2015	FIRST AMERICAN NATIONAL INVESTMENT ADVISORS, LLC	CRD# 166212	CREAM RIDGE, NJ
B	11/24/1999 - 02/22/2001	NYLIFE SECURITIES INC.	CRD# 5167	NEW YORK, NY
B	04/16/1997 - 11/09/1999	HORNOR, TOWNSEND & KENT, INC.	CRD# 4031	CONSHOHOCKEN, PA

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
08/2025 - Present	SIMPLICITY WEALTH	INVESTMENT ADVISOR REPRESENTATIVE	Y	SUMMIT, NJ, United States
01/2022 - Present	EAGLE TEAM	OWNER/PARTNER	N	WOODBURY, MN, United States
01/2018 - Present	EZ PRO TAX	OWNER	N	CREAM RIDGE, NE, United States
01/2010 - Present	EDUCATION FUNDING SPECIALISTS OF NEW JERSEY	OWNER	N	CREAM RIDGE, NJ, United States
01/2007 - Present	HARLEY MADISON PHOTOGRAPHY LLC	ADVISOR	N	CREAM RIDGE, NJ, United States
01/1992 - 05/2026	PROFESSIONAL PLANNING SERVICES	PRESIDENT/OWNER/ TRAINER/ MENTOR	Y	CREAM RIDGE, NJ, United States
07/2019 - 08/2025	RETIREMENT WEALTH ADVISORS	INVESTMENT ADVISOR REPRESENTATIVE	Y	CREAM RIDGE, NJ, United States
07/2020 - 07/2022	PRODUCER PARTNERS GROUP	PARTIAL OWNER	Y	GRAND JUNCTION, CO, United States

Registration & Employment History

EMPLOYMENT HISTORY

Employment Dates	Employer Name	Position	Investment Related	Employer Location
04/2017 - 07/2019	Regal Investment Advisors, LLC	INVESTMENT ADVISOR REPRESENTATIVE	Y	Kentwood, MI, United States
09/2014 - 04/2017	WEALTH WATCH ADVISORS LLC	INVESTMENT ADVISER REPRESENTATIVE	Y	ROCKLEDGE, FL, United States

OTHER BUSINESS ACTIVITIES

This section includes information, if any, as provided by the representative regarding other business activities the representative is currently engaged in either as a proprietor, partner, officer, director, employee, trustee, agent, or otherwise. This section does not include non-investment related activity that is exclusively charitable, civic, religious, or fraternal and is recognized as tax exempt.

EAGLE TEAM; NON INVESTMENT RELATED; 2 EXECUTIVE DRIVE, CREAM RIDGE NJ 08514; OWNER/PARTNER; STARTED 1/2022; 100 HOURS/MONTH DEVOTED; ALL HOURS DEVOTED DURING SECURITIES TRADING HOURS; COACH FINANCIAL ADVISORS.

EZ PRO TAX; NON INVESTMENT RELATED; 17 FAIRWAY DRIVE, CREAM RIDGE, NJ 08514; TAX PREPARATION; OWNER; STARTED 1/2018; .05 HOURS/MONTH DEVOTED; .05 HOURS/MONTH DEVOTED DURING SECURITIES TRADING HOURS; COLLECT CLIENTS TAX DOCS TO SHIP TO CPA.

EDUCATION FUNDING SPECIALISTS OF NEW JERSEY; INVESTMENT RELATED; 17 FAIRWAY DRIVE, CREAM RIDGE, NJ 08514; COLLEGE PREPARATION; FINANCIAL ADVISOR; STARTED 01/2010; 1 HOUR/MONTH DEVOTED; 1 HOUR/MONTH DEVOTED DURING SECURITIES TRADING HOURS; HELP FAMILIES PLAN FOR COLLEGE AND LEARN TO PAY FOR IT WITHOUT GOING BROKE. PASS THEM OFF TO SERVICE CENTER.

HARLEY MADISON PHOTOGRAPHY LLC; NON INVESTMENT RELATED; 17 FAIRWAY DRIVE, CREAM RIDGE, NJ 08514; ADVISE WIFE ON MARKETING AND WEBSITE; STARTED 1/2007; 1 HOUR/MONTH DEVOTED; 0 HOURS/MONTH DURING SECURITIES TRADING HOURS; OVERSEEING PICTURES OR MARKETING IDEAS FOR PPS.

PROFESSIONAL PLANNING SERVICES; INVESTMENT RELATED; 17 FAIRWAY DRIVE, CREAM RIDGE, NJ 08514; INSURANCE AND INVESTMENT ADVISORY; OWNER; STARTED 01/1992; 160 HOURS/MONTH DEVOTED; 160 HOURS;MONTH DEVOTED DURING SECURITIES TRADING HOURS; SELLING INSURANCE, LIFE, HEALTH, LTC, AND ANNUITIES.

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	12

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:	NEW JERSEY BUREAU OF SECURITIES
Sanction(s) Sought:	Suspension
Other Sanction(s) Sought:	CIVIL MONETARY PENALTIES; CEASE & DESIST
Date Initiated:	02/05/2004
Docket/Case Number:	2000-024
Employing firm when activity occurred which led to the regulatory action:	HORNER TOWNSEND & KENT (CRD# 4031) AND US CAPITAL FUNDING, INC.
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTES
Allegations:	COUNT I- OFFERING & SELLING UNREGISTERED SECURITIES-NJSA 49:3-60. COUNT II- ACTING AS AGENTS WITHOUT REGISTRATION-NJSA 49:3-56 (A). COUNTIII- MAKING MATERIALLY FALSE & MISLEADING STATEMENTS & OMITTING FACTS NECESSARY TO MAKE STATEMENTS MADE NOT MISLEADING-NJSA 49:3-52(B). COUNT IV- ENGAGING IN DISHONEST OR UNETHICAL PRACTICES IN THE SECURITIES BUSINESS NJSA 49:3-58 (A)(2)(VII)
Current Status:	Final
Resolution:	Consent

Resolution Date: 05/30/2006

Sanctions Ordered: Cease and Desist/Injunction
Monetary/Fine $40,000.00
Suspension

Other Sanctions Ordered:

Sanction Details: LESTER'S AGENT REGISTRATION WITH THE BUREAU IS SUSPENDED FOR TWO (2) YEARS, EFFECTIVE AS OF THE DATE THE CONSENT ORDER IS ENTERED. FINE TO BE PAID IN INSTALLMENTS.

Reporting Source: Individual

Regulatory Action Initiated By: NEW JERSEY BUREAU OF SECURITIES

Sanction(s) Sought: Cease and Desist
Monetary Penalty other than Fines
Suspension

Date Initiated: 02/05/2004

Docket/Case Number: 2000-024

Employing firm when activity occurred which led to the regulatory action: HORNER TOWNSEND & KENT AND US CAPITAL FUNDING, INC.

Product Type: Other: PROMISSORY NOTES

Allegations: COUNT I-OFFERING & SELLING UNREGISTERED SECURITIES
COUNT II-ACTING AS AGENTS WITHOUT REGISTRATION
COUNT III- MAKING MATERIAL FALSE & MISLEADING STATEMENTS & OMITTING FACTS NECESSSARY TO MAKE STATEMENTS MADE NOT MISLEADING
COUNT IV-ENGAGING IN DISHONEST OR UNETHICAL PRACTCES IN THE SECURITIES BUSINESS.

Current Status: Final

Resolution: Consent

Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct? No

Resolution Date: 05/30/2006

Sanctions Ordered: Cease and Desist
Other: AGENT REGISTRATION WITH THE BUREAUWAS SUSPENDED FOR TWO (2) YEARS, EFFECTIVE AS OF THE DATE OF CONSENT ORDER IS ORDERED. FINE TO BE PAID IN INSTALLMENTS.

Monetary Sanction 1 of 1

Monetary Related Sanction: Monetary Penalty other than Fines

Total Amount: $40,000.00

Portion Levied against individual:	$40,000.00
Payment Plan:	
Is Payment Plan Current:	Yes
Date Paid by individual:	
Was any portion of penalty waived?	No
Amount Waived:	

Disclosure 2 of 2

Reporting Source:	Regulator
Regulatory Action Initiated By:	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
Sanction(s) Sought:	
Other Sanction(s) Sought:	
Date Initiated:	09/10/2002
Docket/Case Number:	C9B020066
Employing firm when activity occurred which led to the regulatory action:	HORNOR, TOWNSEND & KENT, INC.
Product Type:	No Product
Other Product Type(s):	
Allegations:	NASD RULES 2110 AND 3040 - WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, THE RESPONDENT CONSENTED TO THE ENTRY OF FINDINGS THAT HE ENGAGED IN PRIVATE SECURITIES TRANSACTIONS WITHOUT PRIOR WRITTEN NOTICE TO AND APPROVAL FROM HIS MEMBER FIRMS, IN THAT HE PARTICIPATED IN THE SALE TO CUSTOMERS OF PROMISSORY NOTES, INCLUDING RENEWAL NOTES.
Current Status:	Final
Resolution:	Acceptance, Waiver & Consent(AWC)
Resolution Date:	09/10/2002
Sanctions Ordered:	Suspension
Other Sanctions Ordered:	
Sanction Details:	RESPONDENT SHALL BE SUSPENDED FROM ASSOCIATING WITH ANY NASD MEMBER IN ANY CAPACITY FOR A PERIOD OF TWO YEARS. THE SUSPENSION EFFECTIVE OCTOBER 21, 2002, AND END ON OCTOBER 20, 2004.
Regulator Statement	IN THE LIGHT OF FINANCIAL STATUS OF RESPONDENT, NO MONETARY SANCTIONS HAVE BEEN IMPOSED.

Reporting Source:	Individual

Regulatory Action Initiated By:	FINRA (FORMERLY NASD)
Sanction(s) Sought:	Suspension
Date Initiated:	09/10/2002
Docket/Case Number:	C9B020066
Employing firm when activity occurred which led to the regulatory action:	HORNER,TOWNSEND & KENT, INC.
Product Type:	No Product
Allegations:	NASD RULES 2110 AND 3040-WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, THE RESPONDENT CONSENTED TO THE ENTRY OF FINDINGS THAT HE ENGAGED IN PRIVATE SECURITIES TRANSACTIONS WITHOUT PRIOR WRITTEN NOTICE TO AND APPROVAL FROM HIS MEMBER FIRMS, IN THAT HE PARTICIPATED IN THE SALE OF CUSTOMERS OF PROMISSORY NOTES, INCLUDING RENEWAL NOTES.
Current Status:	Final
Resolution:	Acceptance, Waiver & Consent(AWC)
Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?	No
Resolution Date:	09/10/2002
Sanctions Ordered:	Suspension Other: RESPONDENT WAS SUSPENDED FROM ASSOCIATING WITH ANY NASD MEMBER IN ANY CAPACITY FOR A PERIOD OF TWO (2) YEARS, EFFECTIVE OCTOBER 21, 2002 THROUGH OCTOBER 20, 2004. NO MONETARY SANCTIONS WERE IMPOSED.
Sanction 1 of 1	
Sanction Type:	Suspension
Capacities Affected:	REGISTRATION
Duration:	TWO YEARS
Start Date:	10/21/2002
End Date:	10/20/2004

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 12

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	HORNOR, TOWNSEND & KENT INC.
Allegations:	IN AUGUST OF 1999 CHRISTOPHER LESTER SOLD A $25,000 PROMISSORY NOTE ISSUED BY U.S. CAPITAL INC. THE SZABO'S HAVE NOT RECEIVED FUNDS FROM ISSUER.
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTE
Alleged Damages:	$26,804.45

Customer Complaint Information

Date Complaint Received:	10/12/2001
Complaint Pending?	No
Status:	Arbitration/Reparation
Status Date:	02/20/2002
Settlement Amount:	
Individual Contribution Amount:	

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.:	NASD - DR ARBITRATION NUMBER 01-05022
Date Notice/Process Served:	10/12/2001
Arbitration Pending?	No
Disposition:	Settled
Disposition Date:	02/20/2002
Monetary Compensation Amount:	$26,804.45
Individual Contribution Amount:	$26,804.45

Disclosure 2 of 12

Reporting Source:	Firm

Employing firm when activities occurred which led to the complaint:	HORNOR TOWNSEND & KENT, INC.
Allegations:	ON OR ABOUT AUG'98, CHRISTOPHER LESTER ALLEGEDLY SOLD ARTHUR MATSON A $30,000 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC., ARTHUR MATSON HAS REPRESENTED THAT HE HAS NOT RECEIVED HIS FUNDS FROM THE ISSUER.
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTE.
Alleged Damages:	$30,000.00

Customer Complaint Information

Date Complaint Received:	08/07/2000
Complaint Pending?	No
Status:	Settled
Status Date:	08/07/2000
Settlement Amount:	$32,969.80
Individual Contribution Amount:	$0.00
Firm Statement	HORNOR TOWNSEND & KENT, INC., DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO SUCH RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INS. CO. (PARENT OF HTK) HAS SETTLED THIS MATTER WITH MR. MATSON, ON BEHALF OF ITSELF AND ALL SUBSIDIARIES.

Disclosure 3 of 12

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	HORNOR TOWNSEND & KENT, INC.
Allegations:	ON OR ABOUT NOV. '98, CHRISTOPHER LESTER ALLEGEDLY SOLD ALEXANDRA FOLEY A $25,000 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC., AND A SECOND NOTE ON OR ABOUT MAR. '99 IN THE AMOUNT OF $70,000 WAS ALLEGEDLY SOLD AND ISSUED BY U.S. CAPITAL FUNDING, INC.. MS. FOLEY HAS REPRESENTATED THAT SHE HAS NOT RECEIVED HER FUNDS FROM THE ISSUER.
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTES.
Alleged Damages:	$95,000.00

Customer Complaint Information

Date Complaint Received:	08/16/2000
Complaint Pending?	No
Status:	Settled
Status Date:	08/16/2000

Settlement Amount:	$102,139.68
Individual Contribution Amount:	$0.00
Firm Statement	HORNOR TOWNSEND & KENT, INC. DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INS. CO. (PARENT OF HTK) HAS SETTLED THIS MATTER WITH MS. FOLEY, ON BEHALF OF ITSELF AND ALL SUBSIDIARIES.

Disclosure 4 of 12

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	HORNOR TOWNSEND & KENT, INC.
Allegations:	ON OR ABOUT DEC. 9, 1998, CHRISTOPHER LESTER ALLEGEDLY SOLD DONNA SCHMIDT A $32,667.10 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC.. MS. SCHMIDT HAS REPRESENTED THAT SHE HAS NOT RECEIVED HER FUNDS FROM THE ISSUER.
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTE
Alleged Damages:	$32,677.10

Customer Complaint Information

Date Complaint Received:	10/12/2000
Complaint Pending?	No
Status:	Settled
Status Date:	10/12/2000
Settlement Amount:	$35,763.34
Individual Contribution Amount:	$0.00
Firm Statement	HORNOR TOWNSEND & KENT,INC. DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INS. CO. (PARENT OF HTK) HAS SETTLED THIS MATTER WITH MS. SCHMIDT, ON BEHALF OF ITSELF AND ALL SUBSIDIARIES.

Disclosure 5 of 12

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	HORNOR TOWNSEND & KENT
Allegations:	ON OR ABOUT MAR. 8, 1999, CHRISTOPHER LESTER ALLEGEDLY SOLD JOANNE BAUER A $45,000 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC., MS. BAUER HAS REPRESENTED THAT SHE HAS NOT RECEIVED HER FUNDS FROM THE ISSUER.
Product Type:	Other

Other Product Type(s): PROMISSORY NOTE.

Alleged Damages: $45,000.00

Customer Complaint Information

Date Complaint Received: 10/17/2000

Complaint Pending? No

Status: Settled

Status Date: 10/17/2000

Settlement Amount: $48,671.94

Individual Contribution Amount: $0.00

Firm Statement HORNOR TOWNSEND & KENT, INC. DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAS NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INS. CO. (PARENT OF HTK) HAS SETTELED THIS MATTER WITH MS. BAUER, ON BEHALF OF ITSELF AND ALL SUBSIDIARIES.

Disclosure 6 of 12

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: HORNOR TOWNSEND & KENT, INC.

Allegations: ON OR ABOUT DECEMBER 17,1998, CHRISTOPHER LESTER ALLEGEDLY SOLD DEBORAH POST A $25,000 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC.. MS. POST HAS REPRESENTED THAT SHE HAS NOT RECEIVED HER FUNDS FROM THE ISSUER.

Product Type: Other

Other Product Type(s): PROMISSORY NOTE.

Alleged Damages: $25,000.00

Customer Complaint Information

Date Complaint Received: 10/19/2000

Complaint Pending? No

Status: Settled

Status Date: 10/19/2000

Settlement Amount: $27,365.88

Individual Contribution Amount: $0.00

Firm Statement HORNOR TOWNSEND & KENT, INC. DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAS NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INS. CO. (PARENT TO HTK) HAS SETTLED THIS MATTER WITH MS. POST, ON BEHALF OF ITSELF AND ALL SUBSIDIARIES.

Disclosure 7 of 12

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	HORNOR, TOWNSEND & KENT, INC.
Allegations:	ON OR ABOUT MARCH 17, 1999, CHRISTOPHER LESTER ALLEGEDLY SOLD BARBARA PELUSIO A $43,500 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC. MS. PELUSIO HAS NOT RECEIVED HER FUNDS FROM THE ISSUER.
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTE
Alleged Damages:	$46,490.36

Customer Complaint Information

Date Complaint Received:	07/26/2000
Complaint Pending?	No
Status:	Settled
Status Date:	07/26/2000
Settlement Amount:	$46,490.36
Individual Contribution Amount:	$0.00
Firm Statement	HORNOR, TOWNSEND & KENT, INC. ("HTK") DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INSURANCE COMPANY (PARENT OF HTK), HAS SETTLED THIS MATTER WITH MS. PELUSIO, ON BEHALF OF ITSELF AND ALL SUBSIDIARIES.

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	HORNOR, TOWNSEND & KENT, INC. ("HTK")
Allegations:	IN A U-5 AMENDMENT FILED BY HTK, HTK STATES "ON OR ABOUT MARCH 17, 1999, CHRISTOPHER LESTER ALLEGEDLY SOLD (THE CUSTOMER)A $43,500 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC. (THE CUSTOMER) HAS NOT RECEIVED HER FUNDS FROM THE ISSUER."
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTE
Alleged Damages:	$46,490.36

Customer Complaint Information

Date Complaint Received:	08/16/2000
Complaint Pending?	No
Status:	Settled
Status Date:	07/26/2000
Settlement Amount:	$46,490.36

Individual Contribution Amount:	$0.00
Broker Statement	HTK STATES "HTK DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INSURANCE (PARENT OF HTK), HAS SETTLED THIS MATTER WITH (THE CUSTOMER), ON BEHALF OF ITSELF AND ALL SUBSIDIARIES."

Disclosure 8 of 12

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	HORNOR, TOWNSEND & KENT, INC.
Allegations:	IN JULY OF 1998, CHRISTOPHER LESTER ALLEGEDLY SOLD KRYSTYNA STRZYCZKOWSKA A $50,000 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC. MS. STRZYCZKOWSKA HAS NOT RECEIVED HER FUNDS FROM THE ISSUER.
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTES
Alleged Damages:	$55,136.89

Customer Complaint Information

Date Complaint Received:	07/25/2000
Complaint Pending?	No
Status:	Settled
Status Date:	07/25/2000
Settlement Amount:	$55,136.89
Individual Contribution Amount:	$0.00
Firm Statement	HORNOR, TOWNSEND & KENT, INC. ("HTK") DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INSURANCE COMPANY (PARENT OF HTK) HAS SETTLED THIS MATTER WITH MS. STRZYCZKOWSKA, ON BEHALF OF ITSELF AND ALL SUBSIDIARIES.

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	HORNOR, TOWNSEND & KENT, INC. ("HTK")
Allegations:	IN A U-5 AMENDMENT FILED BY HTK, HTK STATES "IN JULY OF 1998, CHRISTOPHER LESTER ALLEGEDLY SOLD (THE CUSTOMER) A $50,000 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC. (THE CUSTOMER) HAS NOT RECEIVED HER FUNDS FROM THE ISSUER."
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTES
Alleged Damages:	$55,136.89

Customer Complaint Information

Date Complaint Received: 08/16/2000

Complaint Pending? No

Status: Settled

Status Date: 07/25/2000

Settlement Amount: $55,136.89

Individual Contribution Amount: $0.00

Broker Statement HTK STATES "HTK DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INSURANCE (PARENT OF HTK), HAS SETTLED THIS MATTER WITH (THE CUSTOMER), ON BEHALF OF ITSELF AND ALL SUBSIDIARIES."

Disclosure 9 of 12

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: HORNOR, TOWNSEND & KENT, INC.

Allegations: ON OR ABOUT SEPTEMBER 27, 1998, CHRISTOPHER LESTER ALLEGEDLY SOLD VIJAY MUNJAL A $25,000 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC. MR. MUNJAL HAS NOT RECEIVED HIS FUNDS FROM THE ISSUER.

Product Type: Other

Other Product Type(s): PROMISSORY NOTES

Alleged Damages: $27,310.66

Customer Complaint Information

Date Complaint Received: 07/27/2000

Complaint Pending? No

Status: Settled

Status Date: 07/27/2000

Settlement Amount: $27,310.66

Individual Contribution Amount: $0.00

Firm Statement HORNOR, TOWNSEND & KENT, INC. ("HTK") DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INSURANCE COMPANY (PARENT OF HTK) HAS SETTLED THIS MATTER WITH MR. MUNJAL, ON BEHALF OF ITSELF AND ALL SUBSIDIARIES.

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint:	HORNOR, TOWNSEND & KENT, INC. ("HTK")
Allegations:	IN A U-5 AMENDMENT FILED BY HTK, HTK STATES "ON OR ABOUT SEPTEMBER 27, 1998, CHRISTOPHER LESTER ALLEGEDLY SOLD (THE CUSTOMER) A $25,000 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC. (THE CUSTOMER) HAS NOT RECEIVED HIS FUNDS FROM THE ISSUER."
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTES
Alleged Damages:	$27,310.66

Customer Complaint Information

Date Complaint Received:	08/16/2000
Complaint Pending?	No
Status:	Settled
Status Date:	07/27/2000
Settlement Amount:	$27,310.66
Individual Contribution Amount:	$0.00
Broker Statement	HTK STATES "HTK DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INSURANCE (PARENT OF HTK), HAS SETTLED THIS MATTER WITH (THE CUSTOMER), ON BEHALF OF ITSELF AND ALL SUBSIDIARIES."

Disclosure 10 of 12

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	HORNOR, TOWNSEND & KENT, INC.
Allegations:	ON OR ABOUT SEPTEMBER 15, 1998, CHRISTOPHER LESTER ALLEGEDLY SOLD FRANCES MATSON A $100,000 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC., AND A SECOND $ 100,000 U.S. CAPITAL FUNDING NOTE WAS ALLEGEDLY SOLD ON OR ABOUT NOVEMBER 23, 1998. MS. MATSON HAS REPRESENTED THAT SHE HAS NOT RECEIVED HER FUNDS FROM THE ISSUER.
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTES
Alleged Damages:	$217,936.41

Customer Complaint Information

Date Complaint Received:	07/27/2000
Complaint Pending?	No
Status:	Settled
Status Date:	07/27/2000

Settlement Amount:	$217,936.41
Individual Contribution Amount:	$0.00
Firm Statement	HORNOR, TOWNSEND & KENT, INC. ("HTK") DID NOT AUTHORIZE THE SALE OF THESE NOTES AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INSURANCE COMPANY (PARENT OF HTK), HAS SETTLED THIS MATTER WITH MS. MATSON, ON BEHALF OF ITSELF AND ALL SUBSIDIARIES.

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	HORNOR, TOWNSEND & KENT, INC. ("HTK")
Allegations:	IN A U-5 AMENDMENT FILED BY HTK, HTK STATES "ON OR ABOUT SEPTEMBER 15, 1998, CHRISTOPHER LESTER ALLEGEDLY SOLD (THE CUSTOMER) A $100,000 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC., AND A SECOND $100,000 U.S. CAPITAL FUNDING, INC. NOTE WAS ALLEGEDLY SOLD ON OR ABOUT NOVEMBER 23, 1998. (THE CUSTOMER) HAS REPRESENTED THAT SHE HAS NOT RECEIVED HER FUNDS FROM THE ISSUER."
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTES
Alleged Damages:	$217,936.41

Customer Complaint Information

Date Complaint Received:	08/16/2000
Complaint Pending?	No
Status:	Settled
Status Date:	07/27/2000
Settlement Amount:	$217,936.41
Individual Contribution Amount:	$0.00
Broker Statement	HTK STATES "HTK DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INSURANCE (PARENT OF HTK), HAS SETTLED THIS MATTER WITH (THE CUSTOMER), ON BEHALF OF ITSELF AND ALL SUBSIDIARIES."

Disclosure 11 of 12

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	HORNOR, TOWNSEND & KENT, INC. ("HTK")
Allegations:	ROBERT MORGAN AND JUDITH MEAD-MORGAN, THROUGH THEIR ATTORNEY, ALLEGE THAT MR. LESTER RECOMMENDED THAT THEY "MOVE THEIR ENTIRE IRA INTO AN ALLEGED FAIL SAFE INVESTMENT"..."KNOWN AS U.S. CAPITOL FUNDING, INC. WHICH WAS BEING PROVIDED THROUGH

	FIRST CAPITAL SERVICES." THE MORGANS FURTHER ALLEGE THAT LESTER'S ACTIONS "CONSTITUTED FRAUD MISREPRESENTATION, NEGLIGENT MISREPRESENTATION, PROFESSIONAL MALPRACTICE, AND A VIOLATION OF THE CONSUMER FRAUD ACT".
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTE
Alleged Damages:	$45,638.36

Customer Complaint Information

Date Complaint Received:	03/28/2000
Complaint Pending?	No
Status:	Settled
Status Date:	08/08/2000
Settlement Amount:	$55,103.82
Individual Contribution Amount:	$0.00
Firm Statement	HORNOR, TOWNSEND & KENT, INC. DID NOT AUTHORIZE THE SALE OF THESE NOTES AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INSURANCE COMPANY (PARENT OF HTK), HAS SETTLED THIS MATTER WITH MR. & MRS. MORGAN, ON BEHALF OF ITSELF AND ALL SUBSIDIARIES.

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	HORNOR, TOWNSEND & KENT, INC. ("HTK")
Allegations:	HTK FILED A FORM U-5 AMENDMENT ON 4/27/2000 WHICH STATED THAT "(THE CUSTOMERS), THROUGH THEIR ATTORNEY, ALLEGE THAT MR. LESTER RECOMMENDED THAT THEY "MOVE THEIR ENTIRE IRA INTO AN ALLEGED FAIL SAFE INVESTMENT"..."KNOWN AS U.S. CAPITOL FUNDING, INC. WHICH WAS BEING PROVIDED THROUGH FIRST CAPITAL SERVICES." (THE CUSTOMERS) FURTHER ALLEGE THAT LESTER'S ACTIONS "CONSTITUTED FRAUD MISREPRESENTATION, NEGLIGENT MISREPRESENTATION, PROFESSIONAL MALPRACTICE, AND A VIOLATION OF THE CONSUMER FRAUD ACT"."
Product Type:	Other
Alleged Damages:	$45,638.36

Customer Complaint Information

Date Complaint Received:	03/28/2000
Complaint Pending?	No
Status:	Settled
Status Date:	08/08/2000
Settlement Amount:	$55,103.82
Individual Contribution Amount:	$0.00

Broker Statement	HTK STATES THAT "HTK DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO RECORD OF SUCH TRANSACTION. HTK HAS ASKED (THE CUSTOMER'S) ATTORNEY FOR MORE INFORMATION." HTK FURTHER STATES "WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INSURANCE COMPANY (PARENT OF HTK), HAS SETTLED THIS MATTER WITH (THE CUSTOMERS), ON BEHALF OF ITSELF AND ALL SUBSIDIARIES."

Disclosure 12 of 12

Reporting Source:	Firm
Employing firm when activities occurred which led to the complaint:	HORNOR, TOWNSEND & KENT, INC. ("HTK")
Allegations:	MR. LESTER ALLEGEDLY SOLD A $25,000 PROMISSORY NOTE ISSUED BY U.S. CAPITAL FUNDING, INC. THE STEFANCZYKS INDICATED THAT, WHILE IT WAS SCHEDULED TO MATURE IN DECEMBER 1999, THEY HAVE NOT RECEIVED FUNDS DUE FROM ISSUER.
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTES
Alleged Damages:	$25,912.15

Customer Complaint Information

Date Complaint Received:	01/27/2000
Complaint Pending?	No
Status:	Settled
Status Date:	07/21/2000
Settlement Amount:	$25,912.15
Individual Contribution Amount:	$0.00
Firm Statement	HORNOR, TOWNSEND & KENT, INC., DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INSURANCE COMPANY (PARENT OF HTK) HAS SETTLED THIS MATTER WITH THE STEFANCZYKS, ON BEHALF OF ITSELF AND ALL SUBSIDIARIES.

Reporting Source:	Individual
Employing firm when activities occurred which led to the complaint:	HORNOR, TOWNSEND & KENT, INC. ("HTK")
Allegations:	CUSTOMERS CLAIM THEY WERE SOLD A PROMISSORY NOTE ON 5-19-99. THE CUSTOMERS HAVE REQUESTED THEIR MONEY FROM U.S. CAPITOL. THESE WERE A PROMISSORY NOTE AND NOT A SECURITY BECAUSE THEY WERE UNDER 270 DAYS. THE CUSTOMERS HAVE BECOME SATISFIED THAT THEY WILL GET THERE MONEY BACK. I SPOKE TO THE CUSTOMER AND SHE INFORMED ME SHE WAS NOT PURSUING THIS ANYMORE BECAUSE SHE WAS SATISFIED THAT ARRANGEMENTS WERE MADE TO GET HER MONEY BACK FROM U.S. CAPITOL. IN A U-5 AMENDMENT FILED BY HTK, HTK STATES "MR. LESTER ALLEGEDLY SOLD A $25,000 PROMISSORY NOT ISSUED BY U.S. CAPITAL FUNDING, INC. THE

	(CUSTOMERS) INDICATED THAT, WHILE IT WAS SCHEDULED TO MATURE IN DECEMBER 1999, THEY HAVE NOT RECEIVED FUNDS DUE FROM ISSUER."
Product Type:	Other
Other Product Type(s):	PROMISSORY NOTES
Alleged Damages:	$25,912.15

Customer Complaint Information

Date Complaint Received:	01/27/2000
Complaint Pending?	No
Status:	Settled
Status Date:	07/21/2000
Settlement Amount:	$25,912.15
Individual Contribution Amount:	$0.00
Broker Statement	IN A U-5 AMENDMENT FILED BY HTK, HTK STATES "HTK DID NOT AUTHORIZE THE SALE OF THIS NOTE AND HAD NO RECORD OF SUCH TRANSACTION. WITHOUT ADMITTING ANY LIABILITY, THE PENN MUTUAL LIFE INSURANCE COMPANY (PARENT OF HTK) HAS SETTLED THIS AMTTER WITH THE (CUSTOMERS), ON BEHALF OF ITSELF AND ALL SUBSIDIARIES."

End of Report

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