



IAPD Report

CARL DORSEY CORNAGLIA

CRD# 3067666

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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

CARL DORSEY CORNAGLIA (CRD# 3067666)

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 **01/13/2025**.

CURRENT EMPLOYERS

| | Firm | CRD# | Registered Since |
|-----------|------------------------|-------------|------------------|
| B | KOVACK SECURITIES INC. | CRD# 44848 | 12/21/2017 |
| IA | KOVACK ADVISORS, INC. | CRD# 140808 | 01/12/2018 |

QUALIFICATIONS

This representative is currently registered in **2** SRO(s) and **10** 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 | SII INVESTMENTS, INC. | 2225 | NORTH HAVEN, CT | 06/12/2009 - 12/21/2017 |
| B | SII INVESTMENTS, INC. | 2225 | NORTH HAVEN, CT | 06/11/2009 - 12/21/2017 |
| B | QUESTAR CAPITAL CORPORATION | 43100 | WALLINGFORD, CT | 12/01/2006 - 07/10/2009 |

For additional registration and employment history details as reported by the individual, refer to the Registration and Employment History section of the Detailed Report.

DISCLOSURE INFORMATION

Disclosure events include certain criminal charges and convictions, formal investigations and disciplinary actions initiated by regulators, customer disputes and arbitrations, and financial disclosures such as bankruptcies and unpaid judgments or liens.

Are there events disclosed about this representative? **Yes**

The following types of events are disclosed about this representative:

| Type | Count |
|------------------|-------|
| Customer Dispute | 9 |
| Financial | 1 |



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 **10** jurisdiction(s) and 2 SRO(s) through his or her employer(s).

Employment 1 of 2

Firm Name: **KOVACK SECURITIES INC.**
Main Address: 6451 N. FEDERAL HWY.
SUITE 1201
FT. LAUDERDALE, FL 33308
Firm ID#: 44848

| | Regulator | Registration | Status | Date |
|----------|---------------------|-----------------------------------|----------|------------|
| B | FINRA | General Securities Representative | Approved | 12/21/2017 |
| B | FINRA | Invest. Co and Variable Contracts | Approved | 12/21/2017 |
| B | Nasdaq Stock Market | General Securities Representative | Approved | 12/21/2017 |
| B | Arizona | Agent | Approved | 07/21/2023 |
| B | California | Agent | Approved | 01/18/2018 |
| B | Connecticut | Agent | Approved | 01/12/2018 |
| B | Florida | Agent | Approved | 12/22/2017 |
| B | New Hampshire | Agent | Approved | 03/02/2018 |
| B | New York | Agent | Approved | 03/06/2018 |
| B | North Carolina | Agent | Approved | 01/24/2018 |
| B | Pennsylvania | Agent | Approved | 01/23/2018 |
| B | Rhode Island | Agent | Approved | 01/17/2025 |
| B | South Carolina | Agent | Approved | 12/13/2021 |



Qualifications

Branch Office Locations

RK ADVISORS

5 Saint John Street
Suite 200
North Haven, CT 06473

RK ADVISORS

5 Saint John Street
Suite 200
North Haven, CT 06473

Employment 2 of 2

Firm Name: **KOVACK ADVISORS, INC.**
Main Address: 6451 N. FEDERAL HWY
SUITE 1201
FT. LAUDERDALE, FL 33308
Firm ID#: 140808

| Regulator | Registration | Status | Date |
|----------------|-----------------------------------|----------|------------|
| IA Connecticut | Investment Adviser Representative | Approved | 01/12/2018 |

Branch Office Locations

KOVACK ADVISORS, INC.

5 Saint John Street
Suite 200
North Haven, CT 06473



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, 3 general industry/product exams, and 2 state securities law exams.

Principal/Supervisory Exams

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

No information reported.

General Industry/Product Exams

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

| | | |
|--|----------|------------|
| Securities Industry Essentials Examination (SIE) | SIE | 10/01/2018 |
| General Securities Representative Examination (S7) | Series 7 | 06/04/2001 |
| Investment Company Products/Variable Contracts Representative Examination (S6) | Series 6 | 07/03/1998 |

State Securities Law Exams

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

| | | |
|--|-----------|------------|
| Uniform Investment Adviser Law Examination (S65) | Series 65 | 07/08/2000 |
| Uniform Securities Agent State Law Examination (S63) | Series 63 | 08/20/1998 |

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 | 06/12/2009 - 12/21/2017 | SII INVESTMENTS, INC. | CRD# 2225 | NORTH HAVEN, CT |
| B | 06/11/2009 - 12/21/2017 | SII INVESTMENTS, INC. | CRD# 2225 | NORTH HAVEN, CT |
| B | 12/01/2006 - 07/10/2009 | QUESTAR CAPITAL CORPORATION | CRD# 43100 | WALLINGFORD, CT |
| IA | 07/17/2006 - 07/10/2009 | QUESTAR ASSET MANAGEMENT, INC. | CRD# 133358 | WALLINGFORD, CT |
| B | 08/09/2004 - 12/01/2006 | USALLIANZ SECURITIES, INC. | CRD# 40875 | WALLINGFORD, CT |
| B | 11/19/2003 - 06/28/2004 | SECURITIES SERVICE NETWORK, INC. | CRD# 13318 | KNOXVILLE, TN |
| IA | 09/22/2000 - 09/15/2003 | METLIFE SECURITIES INC. | CRD# 14251 | WETHERSFIELD, CT |
| B | 07/06/1998 - 09/15/2003 | METLIFE SECURITIES INC. | CRD# 14251 | SPRINGFIELD, MA |
| B | 07/06/1998 - 09/15/2003 | METROPOLITAN LIFE INSURANCE COMPANY | CRD# 4095 | NEW YORK, NY |

EMPLOYMENT HISTORY

Below is the representative's employment history for up to the last 10 years.

| Employment Dates | Employer Name | Position | Investment Related | Employer Location |
|-------------------|-------------------------|---------------------------|--------------------|------------------------------------|
| 12/2017 - Present | Kovack Advisors, Inc | Investment Advisor | Y | Fort Lauderdale, FL, United States |
| 12/2017 - Present | Kovack Securities, Inc. | Registered Representative | Y | Fort Lauderdale, FL, United States |
| 06/2009 - 12/2017 | SII INVESTMENTS, INC. | INVESTMENT REP | Y | WALLINGFORD, CT, United States |



Registration & Employment History



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.

- 1) AMERICAN HERITAGE INSURANCE, LLC - 5 SAINT JOHN STREET NORTH HAVEN, CT 06473; MANAGING PRINCIPAL; INVOLVED WITH PROPERTY & CASUALTY INSURANCE SALES; NON-INVESTMENT RELATED BUSINESS; 2% OF TIME SPENT
- 2) Heritage Financial dba American Heritage Financial 5 St. John St., Ste 200, North Haven CT 06473, managing principal
- 3) BRBG LLC - 4 ARMSTRONG ROAD, SHELTON, CT; NON-INVESTMENT RELATED; START DATE JULY 16, 2024; PROPERTY AND CASUALTY INSURANCE; BROKER; 2 HOURS/MONTH DEVOTED TO OTHER BUSINESS; LESS THAN 1 HOUR/MONTH DEVOTED TO OTHER BUSINESS DURING SECURITIES TRADING HOURS.



Disclosure Summary

Disclosure Information

What you should know about reported disclosure events:

(1) Certain thresholds must be met before an event is reported to IARD, for example:

- A law enforcement agency must file formal charges before an Investment Adviser Representative is required to report a particular criminal event.;
- A customer dispute must involve allegations that an Investment Adviser Representative engaged in activity that violates certain rules or conduct governing the industry and that the activity resulted in damages of at least \$5,000.

(2) Disclosure events in IAPD reports come from different sources:

As mentioned in the "About IAPD" section on page 1 of this report, information contained in IAPD comes from Investment Adviser Representatives, firms and regulators. When more than one of these sources reports information for the same disclosure event, all versions of the event will appear in the IAPD report. The different versions will be separated by a solid line with the reporting source labeled.

(3) There are different statuses and dispositions for disclosure events:

- A disclosure event may have a status of *pending*, *on appeal*, or *final*.
 - A "pending" disclosure event involves allegations that have not been proven or formally adjudicated.
 - A disclosure event that is "on appeal" involves allegations that have been adjudicated but are currently being appealed.
 - A "final" disclosure event has been concluded and its resolution is not subject to change.
- A final disclosure event generally has a disposition of *adjudicated*, *settled* or *otherwise resolved*.
 - An "adjudicated" matter includes a disposition by (1) a court of law in a criminal or civil matter, or (2) an administrative panel in an action brought by a regulator that is contested by the party charged with some alleged wrongdoing.
 - A "settled" matter generally represents a disposition wherein the parties involved in a dispute reach an agreement to resolve the matter. Please note that Investment Adviser Representatives and firms may choose to settle customer disputes or regulatory matters for business or other reasons.
 - A "resolved" matter usually includes a disposition wherein no payment is made to the customer or there is no finding of wrongdoing on the part of the Investment Adviser Representative. Such matters generally involve customer disputes.

(4) You may wish to contact the Investment Adviser Representatives to obtain further information regarding any of the disclosure events contained in this IAPD report.



DISCLOSURE EVENT DETAILS

When evaluating this information, please keep in mind that some items may involve pending actions or allegations that may be contested and have not been resolved or proven. The event may, in the end, be withdrawn, dismissed, resolved in favor of the Investment Adviser Representative, or concluded through a negotiated settlement with no admission or finding of wrongdoing.

This report provides the information exactly as it was reported to the Investment Adviser Registration Depository. Some of the specific data fields contained in the report may be blank if the information was not provided.

The following types of events are disclosed about this representative:

| Type | Count |
|------------------|-------|
| Customer Dispute | 9 |
| Financial | 1 |

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 9

| | |
|--|--|
| Reporting Source: | Firm |
| Employing firm when activities occurred which led to the complaint: | QUESTAR CAPITAL CORPORATION |
| Allegations: | ALLEGED NEGLIGENCE, BREACH OF FIDUCIARY DUTY, NEGLIGENT SUPERVISION, BREACH OF CONTRACT, AND FRAUD IN THE SALE OF \$50,000 DBSI 2008 NOTES ON 7/18/2008. |
| Product Type: | Real Estate Security |
| Alleged Damages: | \$50,000.00 |
| Is this an oral complaint? | No |
| Is this a written complaint? | Yes |
| Is this an arbitration/CFTC reparation or civil litigation? | Yes |
| Arbitration/Reparation forum or court name and location: | FINRA |
| Docket/Case #: | 13-00356 |
| Filing date of arbitration/CFTC reparation or civil litigation: | 02/04/2013 |

Customer Complaint Information

Date Complaint Received: 03/19/2013



Complaint Pending? No
Status: Settled
Status Date: 02/26/2014
Settlement Amount: \$27,500.00
Individual Contribution Amount: \$0.00

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Reporting Source: Individual
Employing firm when activities occurred which led to the complaint: QUESTAR CAPITAL CORPORATION
Allegations: ALLEGED NEGLIGENCE, BREACH OF FIDUCIARY DUTY, NEGLIGENT SUPERVISION, BREACH OF CONTRACT, AND FRAUD IN THE SALE OF \$50,000 DBSI 2008 NOTES ON 7/18/2008
Product Type: Real Estate Security
Alleged Damages: \$50,000.00
Is this an oral complaint? No
Is this a written complaint? Yes
Is this an arbitration/CFTC reparation or civil litigation? Yes
Arbitration/Reparation forum or court name and location: FINRA
Docket/Case #: 13-00356
Filing date of arbitration/CFTC reparation or civil litigation: 02/04/2013

Customer Complaint Information

Date Complaint Received: 03/19/2013
Complaint Pending? No
Status: Settled
Status Date: 02/26/2014
Settlement Amount: \$27,500.00
Individual Contribution Amount: \$0.00
Broker Statement QUESTAR CAPITAL CORPORATION PAID THE ENTIRE SETTLEMENT AND NO MONETARY CONTRIBUTION WAS REQUIRED FROM ME.

Disclosure 2 of 9

Reporting Source: Firm
Employing firm when activities occurred which led to the complaint: QUESTAR CAPITAL CORPORATION



Allegations: CLIENT ALLEGES NEGLIGENCE, BREACH OF FIDUCIARY DUTY, NEGLIGENT SUPERVISION, BREACH OF CONTRACT, AND FRAUD IN THREE SEPARATE INVESTMENTS TOTALING \$320,409 ON SALE OF DBSI 2008 NOTES BETWEEN 4/24/08 AND 7/28/08.

Product Type: Real Estate Security

Alleged Damages: \$868,708.00

Is this an oral complaint? No

Is this a written complaint? Yes

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

Arbitration/Reparation forum or court name and location: FINRA

Docket/Case #: 11-02929

Filing date of arbitration/CFTC reparation or civil litigation: 07/26/2011

Customer Complaint Information

Date Complaint Received: 08/08/2011

Complaint Pending? No

Status: Settled

Status Date: 12/07/2012

Settlement Amount: \$147,403.67

Individual Contribution Amount: \$0.00

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: QUESTAR CAPITAL CORPORATION

Allegations: CLIENT ALLEGES NEGLIGENCE, BREACH OF FIDUCIARY DUTY, NEGLIGENT SUPERVISION, BREACH OF CONTRACT, AND FRAUD IN THREE SEPARATE INVESTMENTS TOTALING \$320,409 ON SALE OF DBSI 2008 NOTES BETWEEN 4/24/2008 AND 7/28/2008.

Product Type: Real Estate Security

Alleged Damages: \$868,708.00

Is this an oral complaint? No

Is this a written complaint? Yes

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

Arbitration/Reparation forum or court name and location: FINRA

Docket/Case #: 11-02929



Filing date of arbitration/CFTC reparation or civil litigation: 07/26/2011

Customer Complaint Information

Date Complaint Received: 10/04/2011

Complaint Pending? No

Status: Settled

Status Date: 12/07/2012

Settlement Amount: \$147,403.67

Individual Contribution Amount: \$0.00

Broker Statement QUESTAR CAPITAL CORPORATION PAID THE ENTIRE SETTLEMENT AND NO MONETARY CONTRIBUTION WAS REQUIRED FROM ME.

Disclosure 3 of 9

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: QUESTAR CAPITAL CORPORATION

Allegations: CLIENT ALLEGES NEGLIGENCE, BREACH OF FIDUCIARY DUTY, NEGLIGENT SUPERVISION, BREACH OF CONTRACT, AND FRAUD IN THE SALE OF 2008 DBSI NOTES FOR \$39,000 ON 4/25/2008.

Product Type: Real Estate Security

Alleged Damages: \$204,890.00

Is this an oral complaint? No

Is this a written complaint? Yes

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

Arbitration/Reparation forum or court name and location: FINRA

Docket/Case #: 11-03079

Filing date of arbitration/CFTC reparation or civil litigation: 08/09/2011

Customer Complaint Information

Date Complaint Received: 09/19/2011

Complaint Pending? No

Status: Settled

Status Date: 09/21/2012

Settlement Amount: \$21,000.00

Individual Contribution Amount: \$0.00



Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: QUESTAR CAPITAL CORPORATION

Allegations: CLIENT ALLEGES NEGLIGENCE, BREACH OF FIDUCIARY DUTY, NEGLIGENT SUPERVISION, BREACH OF CONTRACT, AND FRAUD IN THE SALE OF 2008 DBSI NOTES FOR \$39,000.00 ON 4/25/2008.

Product Type: Real Estate Security

Alleged Damages: \$204,890.00

Is this an oral complaint? No

Is this a written complaint? Yes

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

Arbitration/Reparation forum or court name and location: FINRA

Docket/Case #: 11-03079

Filing date of arbitration/CFTC reparation or civil litigation: 08/09/2011

Customer Complaint Information

Date Complaint Received: 10/04/2011

Complaint Pending? No

Status: Settled

Status Date: 09/21/2012

Settlement Amount: \$21,000.00

Individual Contribution Amount: \$0.00

Broker Statement QUESTAR CAPITAL CORPORATION PAID THE ENTIRE SETTLEMENT AND NO MONETARY CONTRIBUTION WAS REQUIRED FROM ME.

Disclosure 4 of 9

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: QUESTAR CAPITAL CORPORATION

Allegations: CLIENT ALLEGES NEGLIGENCE, BREACH OF FIDUCIARY DUTY, NEGLIGENT SUPERVISION, BREACH OF CONTRACT, AND FRAUD IN THE SALE OF \$100,000 IN 2008 DBSI NOTES ON 7/18/08.

Product Type: Real Estate Security

Alleged Damages: \$351,925.00

Is this an oral complaint? No



Is this a written complaint? Yes

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

Arbitration/Reparation forum
or court name and location: FINRA

Docket/Case #: 11-03070

Filing date of
arbitration/CFTC reparation
or civil litigation: 08/03/2011

Customer Complaint Information

Date Complaint Received: 09/26/2011

Complaint Pending? No

Status: Settled

Status Date: 04/09/2013

Settlement Amount: \$70,000.00

Individual Contribution
Amount: \$0.00

Reporting Source: Individual

Employing firm when
activities occurred which led
to the complaint: QUESTAR CAPITAL CORPORATION

Allegations: CLIENT ALLEGES NEGLIGENCE, BREACH OF FIDUCIARY DUTY, NEGLIGENT
SUPERVISION, BREACH OF CONTRACT, AND FRAUD IN THE SALE OF
\$100,000.00 IN 2008 DBSI NOTES ON 7/18/08.

Product Type: Real Estate Security

Alleged Damages: \$351,925.00

Is this an oral complaint? No

Is this a written complaint? Yes

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

Arbitration/Reparation forum
or court name and location: FINRA

Docket/Case #: 11-03070

Filing date of
arbitration/CFTC reparation
or civil litigation: 08/03/2011

Customer Complaint Information

Date Complaint Received: 10/04/2011

Complaint Pending? No

Status: Settled



Status Date: 04/09/2013
Settlement Amount: \$70,000.00
Individual Contribution Amount: \$0.00
Broker Statement QUESTAR CAPITAL CORPORATION PAID THE ENTIRE SETTLEMENT AND NO MONETARY CONTRIBUTION WAS REQUIRED FROM ME.

Disclosure 5 of 9

Reporting Source: Firm
Employing firm when activities occurred which led to the complaint: QUESTAR CAPITAL CORPORATION
Allegations: ALLEGATIONS OF SUITABILITY, MISREPRESENTATION, NEGLIGENCE AND BREACH OF FIDUCIARY DUTY IN THE SALE OF DBSI 2008 NOTES
Product Type: Direct Investment-DPP & LP Interests
Alleged Damages: \$300,000.00
Is this an oral complaint? No
Is this a written complaint? Yes
Is this an arbitration/CFTC reparation or civil litigation? Yes
Arbitration/Reparation forum or court name and location: FINRA
Docket/Case #: 11-01243
Filing date of arbitration/CFTC reparation or civil litigation: 03/29/2011

Customer Complaint Information

Date Complaint Received: 04/05/2011
Complaint Pending? No
Status: Settled
Status Date: 03/27/2012
Settlement Amount: \$75,000.00
Individual Contribution Amount: \$0.00

Reporting Source: Individual
Employing firm when activities occurred which led to the complaint: QUESTAR CAPITAL CORPORATION
Allegations: ALLEGATIONS OF SUITABILITY, MISREPRESENTATION, NEGLIGENCE AND BREACH OF FIDUCIARY DUTY IN THE SALE OF DBSI 2008 NOTES
Product Type: Direct Investment-DPP & LP Interests



Alleged Damages: \$300,000.00

Is this an oral complaint? No

Is this a written complaint? Yes

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

**Arbitration/Reparation forum
or court name and location:** FINRA

Docket/Case #: 11-01243

**Filing date of
arbitration/CFTC reparation
or civil litigation:** 03/29/2011

Customer Complaint Information

Date Complaint Received: 04/08/2011

Complaint Pending? No

Status: Settled

Status Date: 03/27/2012

Settlement Amount: \$75,000.00

**Individual Contribution
Amount:** \$0.00

Broker Statement QUESTAR CAPITAL CORPORATION PAID THE ENTIRE SETTLEMENT AND NO MONETARY CONTRIBUTION WAS REQUIRED FROM ME.

Disclosure 6 of 9

Reporting Source: Firm

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

Allegations: CLIENT IS SEEKING MEDIATION ALLEGING THE REGISTRANT COMMITTED SALES PRACTICES VIOLATIONS IN RECOMMENDING A NUMBER OF VARIABLE ANNUITY SURRENDERS AND EXCHANGES AND RECOMMENDED THE PURCHASE OF AN UNREGISTERED SECURITY WHICH IS NOW IN BANKRUPTCY WHEN THE CLIENT STATED SHE WANTED TO INVEST IN SOMETHING SAFE. COMPLAINT HAS NOW ESCALATED TO AN ARBITRATION NAMING QUESTAR CAPITAL CORPORATION ONLY WHICH CONTAINS ALLEGATIONS OF BREACH OF FIDUCIARY DUTY, FRAUD, VIOLATION OF INDUSTRY RULES AND FAILURE TO SUPERVISE.

Product Type: Annuity-Fixed
Annuity-Variable
Real Estate Security
Other: UNREGISTERED SECURITY

Alleged Damages: \$600,000.00

Is this an oral complaint? No

Is this a written complaint? Yes



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

Arbitration/Reparation forum or court name and location: FINRA

Docket/Case #: 10-02599

Filing date of arbitration/CFTC reparation or civil litigation: 07/30/2010

Customer Complaint Information

Date Complaint Received: 08/03/2010

Complaint Pending? No

Status: Settled

Status Date: 10/11/2010

Settlement Amount: \$32,500.00

Individual Contribution Amount: \$0.00

Reporting Source: Individual

Employing firm when activities occurred which led to the complaint: QUESTAR CAPITAL CORPORATION

Allegations: CLIENT IS SEEKING MEDIATION ALLEGING THE REGISTRANT COMMITTED SALES PRACTICES VIOLATIONS IN RECOMMENDING A NUMBER OF VARIABLE ANNUITY SURRENDERS AND EXCHANGES AND RECOMMENDED THE PURCHASE OF AN UNREGISTERED SECURITY WHICH IS NOW IN BANKRUPTCY WHEN THE CLIENT STATED SHE WANTED TO INVEST IN SOMETHING SAFE. COMPLAINT HAS NOW ESCALATED TO AN ARBITRATION NAMING QUESTAR CAPITAL CORPORATION ONLY WHICH CONTAINS ALLEGATIONS OF BREACH OF FIDUCIARY DUTY, FRAUD, VIOLATION OF INDUSTRY RULES AND FAILURE TO SUPERVISE.

Product Type: Annuity-Fixed
Annuity-Variable
Real Estate Security

Alleged Damages: \$600,000.00

Is this an oral complaint? No

Is this a written complaint? Yes

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

Arbitration/Reparation forum or court name and location: FINRA

Docket/Case #: 10-02599

Filing date of arbitration/CFTC reparation or civil litigation: 08/03/2009



Customer Complaint Information

Date Complaint Received: 08/03/2009

Complaint Pending? No

Status: Settled

Status Date: 10/11/2010

Settlement Amount: \$32,500.00

Individual Contribution Amount: \$0.00

Broker Statement QUESTAR CAPITAL CORPORATION PAID THE ENTIRE SETTLEMENT AND NO MONETARY CONTRIBUTION WAS REQUIRED FROM ME.

Disclosure 7 of 9

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: QUESTAR CAPITAL CORPORATION

Allegations: THE CLIENTS CLAIM THAT REGISTRANT AND FIRM'S CONDUCT BREACHED ITS FIDUCIARY DUTY BY MAKING MATERIAL MISREPRESENTATIONS AND OMISSIONS SELLING AN UNSUITABLE INVESTMENT.

Product Type: Real Estate Security

Alleged Damages: \$400,000.00

Arbitration Information

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

Docket/Case #: 09-02522

Date Notice/Process Served: 05/11/2009

Arbitration Pending? No

Disposition: Settled

Disposition Date: 03/09/2011

Monetary Compensation Amount: \$187,500.00

Individual Contribution Amount: \$10,000.00

Reporting Source: Individual

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

Allegations: THE CLIENTS CLAIM THAT REGISTRANT AND FIRM'S CONDUCT BREACHED ITS FIDUCIARY DUTY BY MAKING MATERIAL MISREPRESENTATIONS AND OMISSIONS SELLING AN UNSUITABLE INVESTMENT.

Product Type: Real Estate Security



Alleged Damages: \$400,000.00

Is this an oral complaint?

Is this a written complaint?

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

**Arbitration/Reparation forum
or court name and location:** FINRA

Docket/Case #: 09-02522

**Filing date of
arbitration/CFTC reparation
or civil litigation:** 05/06/2009

Customer Complaint Information

Date Complaint Received: 05/11/2009

Complaint Pending?

Settlement Amount:

**Individual Contribution
Amount:**

Arbitration Information

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

Docket/Case #: 09-02522

Date Notice/Process Served: 05/11/2009

Arbitration Pending? No

Disposition: Settled

Disposition Date: 03/09/2011

**Monetary Compensation
Amount:** \$187,500.00

**Individual Contribution
Amount:** \$10,000.00

Broker Statement THE CLIENTS HAD FULL DISCLOSURE OF THE PRODUCTS WHICH THEY UNDERSTOOD AFTER ATTENDING SEVERAL MEETINGS TO DISCUSS THE PRODUCTS INCLUDING THE RISKS. THE CLIENTS SIGNED AND INITIALED MULTIPLE FORMS THAT CONFIRM THIS.

Disclosure 8 of 9

Reporting Source: Individual

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

Allegations: CLIENT ALLEGES THAT THIS INVESTMENT IN DBSI WAS NOT A SUITABLE INVESTMENT BECAUSE IT WAS NOT SAFE AND LIQUID AS HE INTENDED IT TO BE.



Product Type: Other
Other Product Type(s): CORPORATE NOTE
Alleged Damages: \$320,439.00

Customer Complaint Information

Date Complaint Received: 11/24/2008
Complaint Pending? No
Status: Denied
Status Date: 12/15/2008

Settlement Amount:

Individual Contribution Amount:

Broker Statement

QUALIFIED CLIENT AS AN ACCREDITED INVESTOR THROUGH FACT FINDER. CLIENT SIGNED AND INITIALED ACKNOWLEDGEMENT FORMS ON BOTH QUESTAR AND DBSI SUITABILITY AND SUBSCRIPTION AGREEMENTS, AND THAT CLIENT UNDERSTOOD RISKS ASSOCIATED WITH SUCH AN INVESTMENT.

Disclosure 9 of 9

Reporting Source: Individual
Employing firm when activities occurred which led to the complaint: METLIFE

Allegations: CLIENT ALLEGES MR. CORNAGLIA GROSSLY MISREPRESENTED HOW TWO MUTUAL FUNDS WOULD PERFORM AND THAT HE KNOWINGLY GAVE INAPPROPRIATE INVESTMENT RECOMMENDATIONS

Product Type: Mutual Fund(s)
Alleged Damages: \$11,000.00

Customer Complaint Information

Date Complaint Received: 09/25/2001
Complaint Pending? No
Status: Denied
Status Date: 12/20/2001

Settlement Amount:

Individual Contribution Amount:



Financial

This disclosure event involves a final bankruptcy, compromise with one or more creditors, or Securities Investor Protection Corporation liquidation that occurred within the last 10 years and that involved the Investment Adviser Representative or an organization/investment adviser that the Investment Adviser Representative controlled that occurred within the last 10 years.

Disclosure 1 of 1

| | |
|--|---------------------|
| Reporting Source: | Individual |
| Action Type: | Compromise |
| Action Date: | 05/25/2022 |
| Organization Investment-Related? | |
| Action Pending? | No |
| Disposition: | Compromise Accepted |
| Disposition Date: | 05/31/2022 |
| If a compromise with creditor, provide: | |
| Name of Creditor: | Mr. Cooper |
| Original Amount Owed: | \$495,000.00 |
| Terms Reached with Creditor: | \$276,000 |



End of Report

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