



## IAPD Report

# WILLIAM JOHN NASGOVITZ

CRD# 344990

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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

### WILLIAM JOHN NASGOVITZ (CRD# 344990)

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 **05/27/2025**.

### CURRENT EMPLOYERS

	Firm	CRD#	Registered Since
IA	HEARTLAND ADVISORS, INC.	CRD# 29433	10/13/2003
B	ALPS DISTRIBUTORS, INC.	CRD# 16853	08/01/2007

### QUALIFICATIONS

This representative is currently registered in **1** SRO(s) and **39** 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	HEARTLAND INVESTOR SERVICES, LLC	29693	MILWAUKEE, WI	03/05/2003 - 07/31/2007
IA	HEARTLAND ADVISORS, INC.	29433	MILWAUKEE, WI	01/10/2002 - 10/10/2003
B	HEARTLAND ADVISORS, INC.	29433	MILWAUKEE, WI	03/27/1992 - 10/10/2003

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	8



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

#### Employment 1 of 2

Firm Name: **HEARTLAND ADVISORS, INC.**  
Main Address: 790 N WATER STREET SUITE 1200  
MILWAUKEE, WI 53202  
Firm ID#: 29433

	Regulator	Registration	Status	Date
IA	California	Investment Adviser Representative	Approved	10/05/2006
IA	Texas	Investment Adviser Representative	Restricted Approval	03/08/2021
IA	Wisconsin	Investment Adviser Representative	Approved	10/13/2003

#### Branch Office Locations

**HEARTLAND ADVISORS, INC.**  
790 N WATER STREET SUITE 1200  
MILWAUKEE, WI 53202

#### Employment 2 of 2

Firm Name: **ALPS DISTRIBUTORS, INC.**  
Main Address: 1290 BROADWAY  
SUITE 1000  
DENVER, CO 80203  
Firm ID#: 16853

	Regulator	Registration	Status	Date
B	FINRA	General Securities Principal	Approved	08/01/2007
B	FINRA	General Securities Representative	Approved	08/01/2007
B	Alabama	Agent	Approved	08/01/2007
B	Alaska	Agent	Approved	08/01/2007



## Qualifications

	Regulator	Registration	Status	Date
B	Arizona	Agent	Approved	04/09/2008
B	California	Agent	Approved	08/03/2007
B	Colorado	Agent	Approved	05/09/2008
B	Connecticut	Agent	Approved	11/07/2007
B	Delaware	Agent	Approved	03/18/2008
B	District of Columbia	Agent	Approved	08/01/2007
B	Idaho	Agent	Approved	08/02/2007
B	Illinois	Agent	Approved	08/02/2007
B	Indiana	Agent	Approved	11/05/2007
B	Kentucky	Agent	Approved	03/07/2008
B	Louisiana	Agent	Approved	11/07/2007
B	Maryland	Agent	Approved	08/02/2007
B	Massachusetts	Agent	Approved	04/10/2008
B	Minnesota	Agent	Approved	08/01/2007
B	Mississippi	Agent	Approved	08/02/2007
B	Missouri	Agent	Approved	08/06/2007
B	Montana	Agent	Approved	04/10/2008
B	Nebraska	Agent	Approved	08/08/2007
B	Nevada	Agent	Approved	11/07/2007



## Qualifications

Regulator	Registration	Status	Date
<b>B</b> New Hampshire	Agent	Approved	08/01/2007
<b>B</b> New Mexico	Agent	Approved	09/12/2007
<b>B</b> New York	Agent	Approved	08/15/2008
<b>B</b> North Carolina	Agent	Approved	08/01/2007
<b>B</b> Oklahoma	Agent	Approved	03/03/2008
<b>B</b> Pennsylvania	Agent	Approved	08/02/2007
<b>B</b> Puerto Rico	Agent	Restricted Approval	04/06/2010
<b>B</b> Rhode Island	Agent	Approved	02/13/2008
<b>B</b> South Carolina	Agent	Approved	11/06/2007
<b>B</b> South Dakota	Agent	Approved	05/14/2008
<b>B</b> Tennessee	Agent	Approved	08/21/2008
<b>B</b> Texas	Agent	Approved	08/09/2007
<b>B</b> Utah	Agent	Approved	08/02/2007
<b>B</b> Virgin Islands	Agent	Approved	01/13/2010
<b>B</b> Virginia	Agent	Approved	09/07/2007
<b>B</b> West Virginia	Agent	Approved	10/24/2007
<b>B</b> Wisconsin	Agent	Approved	11/02/2007
<b>B</b> Wyoming	Agent	Approved	08/01/2007



**Qualifications**

Regulator	Registration	Status	Date
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**Branch Office Locations**

790 Water Street  
Suite 1200  
MILWAUKEE, WI 53202



## Qualifications



### PASSED INDUSTRY EXAMS

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

**This individual has passed 2 principal/supervisory exams, 3 general industry/product exams, and 1 state securities law exam.**

#### Principal/Supervisory Exams

	Exam	Category	Date
B	General Securities Principal Examination (S24)	Series 24	01/02/2023
B	Registered Principal Examination (S40)	Series 40	06/27/1975

#### General Industry/Product Exams

	Exam	Category	Date
B	General Securities Representative Examination (S7TO)	Series 7TO	01/02/2023
B	Securities Industry Essentials Examination (SIE)	SIE	10/01/2018
B	Registered Representative Examination (S1)	Series 1	03/27/1969

#### State Securities Law Exams

	Exam	Category	Date
B	Uniform Securities Agent State Law Examination (S63)	Series 63	02/14/1980



### PROFESSIONAL DESIGNATIONS

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

No information reported.





## Registration & Employment History

### PREVIOUSLY REGISTERED WITH THE FOLLOWING FIRMS

This representative held registrations with the following firms:

	Registration Dates	Firm Name	ID#	Branch Location
B	03/05/2003 - 07/31/2007	HEARTLAND INVESTOR SERVICES, LLC	CRD# 29693	MILWAUKEE, WI
IA	01/10/2002 - 10/10/2003	HEARTLAND ADVISORS, INC.	CRD# 29433	MILWAUKEE, WI
B	03/27/1992 - 10/10/2003	HEARTLAND ADVISORS, INC.	CRD# 29433	MILWAUKEE, WI
B	10/17/1988 - 06/30/1992	DAIN BOSWORTH INCORPORATED	CRD# 7600	
B	09/08/1978 - 10/17/1988	THE MILWAUKEE COMPANY	CRD# 823	
B	02/24/1978 - 11/19/1978	DEAN WITTER REYNOLDS INC.	CRD# 7556	
B	04/11/1969 - 02/24/1978	DEAN WITTER & CO. INCORPORATED	CRD# 6466	

### 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
08/2007 - Present	ALPS DISTRIBUTORS, INC.	REGISTERED REPRESENTATIVE	Y	DENVER, CO, United States
09/1988 - Present	HEARTLAND ADVISORS, INC.	PRESIDENT/CEO/CHIEF INVESTMENT OFFICER	Y	MILWAUKEE, WI, United States
03/1985 - Present	HEARTLAND GROUP, INC.	PRESIDENT	Y	MILWAUKEE, WI, 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.

1. Heartland Advisors; Investment-Related; 790 Water St, Ste 1200, Milwaukee, WI 53202; Investment Advisor; CEO; Start 03/1985; 160 HRS/MON; 130 HRS/MON During Trading Hours; Investment Management. 2. ALPS Distributors, Inc.; 1290 Broadway, Suite 1000, Denver, CO 80203; Investment-Related; Broker-Dealer; Registered Representative; 160 HRS/MON; 130 HRS/MON During Trading Hours. 3. Milwaukee County War Memorial Center; Not Investment-Related; 750 N Lincoln Memorial Dr Milwaukee, WI 53202; War Memorial Center; Board Member; 03/21/2025; 5 HRS/MON; None During 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
Regulatory Event	2
Customer Dispute	8

### 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:** UNITED STATES SECURITIES AND EXCHANGE COMMISSION

**Sanction(s) Sought:**

**Other Sanction(s) Sought:**

**Date Initiated:** 01/25/2008

**Docket/Case Number:** FILE NO. 3-12936

**Employing firm when activity occurred which led to the regulatory action:** HEARTLAND ADVISORS, INC. & HEARTLAND GROUP

**Product Type:** Debt - Municipal

**Other Product Type(s):**

**Allegations:** SEC ADMINISTRATIVE PROCEEDING RELEASE NO.'S 33-8884, 34-57206, 40-2698, 40-28136, JANUARY 25, 2008: THIS MATTER STEMS FROM A FIRM'S MISPRICING OF CERTAIN BONDS OWNED BY FUNDS AND ITS FAILURE TO EFFECTIVELY COMMUNICATE TO THE FIRM'S AFFILIATE'S BOARD OF DIRECTORS ("DIRECTORS"), AND TO INVESTORS, IMPORTANT FACTS CONCERNING THE FIRM'S EFFORTS TO EVALUATE BOND ISSUERS. FROM MARCH 1, 2000 INTO OCTOBER 2000, THE FUNDS' PORTFOLIOS INCLUDED SEVERAL MUNICIPAL BONDS THAT WERE VALUED BY THE FUNDS AT PRICES ABOVE THEIR FAIR VALUES. AS A RESULT, ON NUMEROUS DAYS THROUGHOUT THAT TIME PERIOD, THE FUNDS' NET ASSET VALUES ("NAVS") WERE INCORRECT, THE FUNDS' SHARES WERE INCORRECTLY PRICED, AND INVESTORS PURCHASED AND REDEEMED FUND SHARES AT



PRICES THAT BENEFITED REDEEMING INVESTORS AT THE EXPENSE OF REMAINING AND NEW INVESTORS. DURING THE RELEVANT PERIOD, INFORMATION WAS PRESENTED TO THE DIRECTORS WHICH SHOULD HAVE ALERTED THE DIRECTORS, THAT THE BONDS WERE BECOMING INCREASINGLY ILLIQUID AND MAY HAVE BEEN MISPRICED. AS A RESULT, THE DIRECTORS, SHOULD HAVE KNOWN THAT THE PRICES AT WHICH THE FUNDS CARRIED THEIR BONDS DID NOT REFLECT THE BONDS' "FAIR VALUE" AS REQUIRED BY THE AFFILIATES PRICING PROCEDURES. THE FIRM WAS FORCED ON OCTOBER 13, 2000 TO DEVALUE THE BONDS, THEREBY RESULTING IN APPROXIMATELY \$60 MILLION IN MONETARY LOSSES TO SHAREHOLDERS. AS A RESULT OF THE NEGLIGENT CONDUCT DESCRIBED ABOVE, THE COMMISSION FINDS THAT WILLIAM J. NASGOVITZ ("NASGOVITZ") AND OTHERS (COLLECTIVELY "RESPONDENTS") WILLFULLY VIOLATED THE FEDERAL SECURITIES LAWS, AS FOLLOWS: SECTIONS 17(A)(2) AND 17(A)(3) OF THE SECURITIES ACT; SECTION 34(B) OF THE INVESTMENT COMPANY ACT; AIDED AND ABETTED THE FIRM'S VIOLATION OF SECTION 206(2) OF THE ADVISERS ACT.

**Current Status:** Final

**Resolution:** Order

**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:** 01/25/2008

**Sanctions Ordered:** Cease and Desist/Injunction  
Censure  
Disgorgement/Restitution  
Monetary/Fine \$3,500,000.00

**Other Sanctions Ordered:**

**Sanction Details:** RESPONDENTS HAVE SUBMITTED OFFERS OF SETTLEMENT (THE "OFFERS") WITHOUT ADMITTING OR DENYING THE FINDINGS, RESPONDENTS CONSENT TO THE ENTRY OF THIS ORDER INSTITUTING ADMINISTRATIVE AND CEASE-AND-DESIST PROCEEDINGS. ACCORDINGLY, PURSUANT TO SECTION 8A OF THE SECURITIES ACT, SECTION 15(B)(4), 15(B)(6) AND 21C OF THE EXCHANGE ACT, SECTIONS 203(E), 203(F) AND 203(K) OF THE ADVISERS ACT, AND SECTION 9(B) AND 9(F) OF THE INVESTMENT COMPANY ACT, IT IS HEREBY ORDERED THAT: RESPONDENTS CEASE AND DESIST FROM COMMITTING OR CAUSING ANY VIOLATIONS AND ANY FUTURE VIOLATIONS OF SECTION 17(A)(2) AND 17(A)(3) OF THE SECURITIES ACT; CEASE AND DESIST FROM COMMITTING OR CAUSING ANY VIOLATIONS AND ANY FUTURE VIOLATIONS OF SECTION 34(B) OF THE INVESTMENT COMPANY ACT; CEASE AND DESIST FROM CAUSING ANY VIOLATIONS AND ANY FUTURE VIOLATIONS OF SECTION 206(2) OF THE ADVISERS ACT. NASGOVITZ IS ALSO CENSURED. IT IS FURTHER ORDERED THAT: NASGOVITZ, SHALL, WITHIN 30 DAYS OF THE ENTRY OF THIS ORDER, AND JOINTLY AND SEVERALLY WITH PAY DISGORGEMENT OF \$1 AND A CIVIL MONEY PENALTY IN THE AMOUNT OF \$3.5 MILLION;

**Reporting Source:** Individual



<b>Regulatory Action Initiated By:</b>	SECURITIES AND EXCHANGE COMMISSION
<b>Sanction(s) Sought:</b>	Cease and Desist
<b>Other Sanction(s) Sought:</b>	CENSURE, DISGORGEMENT, AND CIVIL MONEY PENALTY
<b>Date Initiated:</b>	12/11/2003
<b>Docket/Case Number:</b>	FILE NO. 3-12936
<b>Employing firm when activity occurred which led to the regulatory action:</b>	HEARTLAND ADVISORS, INC.
<b>Product Type:</b>	Mutual Fund(s)
<b>Other Product Type(s):</b>	MUNICIPAL DEBT
<b>Allegations:</b>	<p>THE SEC, IN CONNECTION WITH A SETTLEMENT REACHED IN SEC MATTER NO. 3-12936 (COMPANION UNITED STATES DISTRICT COURT CASE NO. 03-CV-1427) WITH HEARTLAND ADVISORS, INC. ("ADVISER") AND CERTAIN AFFILIATED INDIVIDUAL RESPONDENTS, INCLUDING THE REGISTERED INDIVIDUAL, RESOLVING ISSUES ARISING FROM THE SEC'S INVESTIGATION OF ADVISER'S PRICING OF CERTAIN BONDS OWNED BY THE HEARTLAND HIGH-YIELD MUNICIPAL BOND FUND AND THE HEARTLAND SHORT DURATION HIGH-YIELD MUNICIPAL FUND (COLLECTIVELY, THE "HY BOND FUNDS") AND ADVISER'S DISCLOSURES TO THE BOARD OF DIRECTORS OF HEARTLAND GROUP, INC. AND INVESTORS CONCERNING EFFORTS TO EVALUATE BOND ISSUERS IN CONNECTION WITH THE HY BOND FUNDS THAT OCCURRED IN 2000 (THE HY BOND FUNDS HAVING BEEN LIQUIDATED OVER THE NEXT SEVERAL YEARS, WITH THE FINAL DISTRIBUTION TAKING PLACE IN 2004), THE SEC MADE FINDINGS THAT ADVISER AND CERTAIN OF SAID INDIVIDUAL RESPONDENTS, INCLUDING THE REGISTERED INDIVIDUAL, VIOLATED CERTAIN PROVISIONS OF THE FEDERAL SECURITIES LAWS, SPECIFICALLY, THAT THE REGISTERED INDIVIDUAL VIOLATED SECTIONS 17(A)(2) AND (A)(3) OF THE SECURITIES ACT OF 1933 AND SECTION 34(B) OF THE INVESTMENT COMPANY ACT OF 1940 AND THAT THE REGISTERED INDIVIDUAL WAS A CAUSE OF ADVISER'S VIOLATION OF SECTION 206(2) OF THE INVESTMENT ADVISERS ACT OF 1940.</p>
<b>Current Status:</b>	Final
<b>Resolution:</b>	Order
<b>Resolution Date:</b>	01/25/2008
<b>Sanctions Ordered:</b>	Cease and Desist/Injunction Censure Disgorgement/Restitution Monetary/Fine \$3,500,000.00
<b>Other Sanctions Ordered:</b>	

#### Disclosure 2 of 2

<b>Reporting Source:</b>	Regulator
<b>Regulatory Action Initiated By:</b>	NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.
<b>Sanction(s) Sought:</b>	

**Other Sanction(s) Sought:**

**Date Initiated:** 11/01/1991

**Docket/Case Number:** C4M910009

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

**Product Type:**

**Other Product Type(s):**

**Allegations:**

**Current Status:** Final

**Resolution:** Consent

**Resolution Date:** 11/01/1991

**Sanctions Ordered:** Censure  
Monetary/Fine \$5,000.00

**Other Sanctions Ordered:****Sanction Details:****Regulator Statement**

ON NOVEMBER 1, 1991, THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT C4M910009 (DISTRICT NO. 4) SUBMITTED BY RESPONDENT WILLIAM JOHN NASGOVITZ WAS ACCEPTED; THEREFORE, HE IS CENSURED AND FINED \$5,000 - (ARTICLE III, SECTIONS 1 AND 26(K)(3) OF THE RULES OF FAIR PRACTICE IN THAT RESPONDENT NASGOVITZ CAUSED \$41,996 IN BROKERAGE COMMISSION FROM PORTFOLIO TRANSACTIONS FOR A MUTUAL FUND TO BE DIRECTED TO 37 REGISTERED REPRESENTATIVES AS COMPENSATION FOR THEIR CLIENT'S LOAD-FREE TRANSFERS TO THE MUTUAL FUND BY INSTRUCTING TWO MEMBER FIRMS TO DIRECT SUCH BROKERAGE COMMISSIONS TO THE REPRESENTATIVES).

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**Reporting Source:** Firm

**Regulatory Action Initiated By:** NASD

**Sanction(s) Sought:**

**Other Sanction(s) Sought:**

**Date Initiated:** 11/01/1991

**Docket/Case Number:** C4M910009

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

**Product Type:** Mutual Fund(s)

**Other Product Type(s):**

**Allegations:** THAT HEARTLAND FUNDS, OF WHICH MR. NASGOVITZ IS PRESIDENT AND DIRECTOR, IMPROPERLY DIRECTED COMMISSIONS TOTALING \$41,996 TO



TWO BROKER-DEALERS.

**Current Status:** Final

**Resolution:** Consent

**Resolution Date:** 11/01/1991

**Sanctions Ordered:** Censure  
Monetary/Fine \$5,000.00

**Other Sanctions Ordered:**

**Sanction Details:** MR. NASGOVITZ, WITHOUT ADMITTING OR DENYING THE ALLEGATIONS, AGREED TO A LETTER OF ACCEPTANCE AND CONSENT WAS CENSURED AND FINED \$5,000.00

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**Reporting Source:** Individual

**Regulatory Action Initiated By:** NASD

**Sanction(s) Sought:**

**Other Sanction(s) Sought:**

**Date Initiated:** 11/01/1991

**Docket/Case Number:** C4M910009

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

**Product Type:** Mutual Fund(s)

**Other Product Type(s):**

**Allegations:** THAT HEARTLAND FUNDS, OF WHICH MR. NASGOVITZ IS PRESIDENT AND DIRECTOR, IMPROPERLY DIRECTED COMMISSIONS TOTALING \$41,996 TO TWO BROKER-DEALERS.

**Current Status:** Final

**Resolution:** Consent

**Resolution Date:** 11/01/1991

**Sanctions Ordered:** Censure  
Monetary/Fine \$5,000.00

**Other Sanctions Ordered:**

**Sanction Details:** MR. NASGOVITZ, WITHOUT ADMITTING OR DENYING THE ALLEGATIONS AGREED TO A LETTER OF ACCEPTANCE AND CONSENT WAS CENSURED AND FINED \$5,000.00.





## 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 8

**Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:** HEARTLAND ADVISORS, INC.

**Allegations:** REPORTING PERSON AND EMPLOYING INVESTMENT ADVISER ("IA") WERE NAMED AS DEFENDANTS IN SMALL CLAIMS COURT ACTION BY AN INVESTOR IN A MUTUAL FUND WITH RESPECT TO WHICH IA IS INVESTMENT ADVISER. PLAINTIFF REQUESTED REIMBURSEMENT FOR LOSS OF VALUE OF HER INVESTMENT IN SAID FUND DURING ONE-MONTH PERIOD IN 2000. CASE SETTLED AND DISMISSED SHORTLY AFTER FILING OF COMPLAINT FOR DE MINIMIS AMOUNT OF \$500, WITH NO ADMISSION OF LIABILITY.

**Product Type:** Mutual Fund(s)

**Alleged Damages:** \$2,363.71

### Customer Complaint Information

**Date Complaint Received:** 11/09/2005

**Complaint Pending?** No

**Status:** Settled

**Status Date:** 11/25/2005

**Settlement Amount:** \$500.00

**Individual Contribution Amount:** \$0.00

### Civil Litigation Information

**Court Details:** OZAUKEE COUNTY CIRCUIT COURT, SMALL CLAIMS DIVISION, CASE NO. 05SC0869

**Date Notice/Process Served:** 11/11/2005

**Litigation Pending?** No

**Disposition:** Settled

**Disposition Date:** 11/25/2005

**Monetary Compensation Amount:** \$500.00

**Individual Contribution Amount:** \$0.00

### Disclosure 2 of 8

**Reporting Source:** Firm





**Employing firm when activities occurred which led to the complaint:** HEARTLAND ADVISORS, INC.

**Allegations:** PLAINTIFF ALLEGED VIOLATIONS OF VARIOUS FEDERAL AND STATE SECURITIES LAWS AND RELATED CLAIMS IN CONNECTION WITH THE REDUCTION IN THE NET ASSET VALUE OF THE HEARTLAND HIGH-YIELD MUNICIPAL BOND FUND THAT TOOK PLACE ON OCTOBER 13, 2000.

**Product Type:** Mutual Fund(s)

**Alleged Damages:**

### Customer Complaint Information

**Date Complaint Received:** 12/23/2002

**Complaint Pending?** No

**Status:** Litigation

**Status Date:** 12/23/2002

**Settlement Amount:**

**Individual Contribution Amount:**

### Civil Litigation Information

**Court Details:** STATE OF WISCONSIN; MILWAUKEE COUNTY; CIRCUIT COURT CASE NO. 02-CV-009917

**Date Notice/Process Served:** 12/23/2002

**Litigation Pending?** No

**Disposition:** Settled

**Disposition Date:** 04/24/2003

**Monetary Compensation Amount:** \$240,000.00

**Individual Contribution Amount:**

**Firm Statement** THE MATTER WAS SETTLED WITHOUT ANY INJUNCTION, FINDING OF A VIOLATION, OR DISMISSAL PURSUANT TO A SETTLEMENT AGREEMENT OF AN ACTION BROUGHT BY A REGULATORY AUTHORITY, AND WITHOUT ANY ADMISSION OF LIABILITY ON THE PART OF REGISTRANT WHO WAS RELEASED FROM ALL CLAIMS.

.....

**Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:** HEARTLAND ADVISORS, INC.

**Allegations:** PLAINTIFF ALLEGED VIOLATIONS OF VARIOUS FEDERAL AND STATE SECURITIES LAWS AND RELATED CLAIMS IN CONNECTION WITH THE REDUCTION IN THE NET ASSET VALUE OF THE HEARTLAND HIGH-YIELD MUNICIPAL BOND FUND THAT TOOK PLACE ON OCTOBER 13, 2000.

**Product Type:** Mutual Fund(s)

**Alleged Damages:**



## Customer Complaint Information

**Date Complaint Received:** 12/23/2002

**Complaint Pending?** No

**Status:** Litigation

**Status Date:** 12/23/2002

**Settlement Amount:**

**Individual Contribution Amount:**

## Civil Litigation Information

**Court Details:** STATE OF WISCONSIN; MILWAUKEE COUNTY; CIRCUIT COURT CASE NO. 02-CV-009917

**Date Notice/Process Served:** 12/23/2002

**Litigation Pending?** No

**Disposition:** Settled

**Disposition Date:** 04/24/2003

**Monetary Compensation Amount:** \$240,000.00

**Individual Contribution Amount:**

**Broker Statement** THE MATTER WAS SETTLED WITHOUT ANY INJUNCTION, FINDING OF A VIOLATION, OR DISMISSAL PURSUANT TO A SETTLEMENT AGREEMENT OF AN ACTION BROUGHT BY A REGULATORY AUTHORITY, AND WITHOUT ANY ADMISSION OF LIABILITY ON THE PART OF REGISTRANT WHO WAS RELEASED FROM ALL CLAIMS.

## Disclosure 3 of 8

**Reporting Source:** Firm

**Employing firm when activities occurred which led to the complaint:** HEARTLAND ADVISORS, INC.

**Allegations:** CLAIMANT ALLEGED VIOLATIONS OF 1933 ACT SECTIONS 12(A)(2), (15); 1934 ACT 10(B); CALIFORNIA STATUTES AND COMMON LAW IN CONNECTION WITH THE REDUCTIONS IN THE NET ASSET VALUES OF THE HEARTLAND SHORT DURATION HIGH YIELD MUNICIPAL FUND AND THE HEARTLAND HIGH YIELD MUNICIPAL BOND FUND THAT TOOK PLACE ON OCTOBER 13, 2000.

**Product Type:** Mutual Fund(s)

**Alleged Damages:** \$125,000.00

## Customer Complaint Information

**Date Complaint Received:** 03/19/2001

**Complaint Pending?** No

**Status:** Arbitration/Reparation

**Status Date:** 03/19/2001

**Settlement Amount:****Individual Contribution  
Amount:****Arbitration Information****Arbitration/Reparation Claim  
filed with and Docket/Case  
No.:** NASD-DR ARBITRATION NO. 01-00679**Date Notice/Process Served:** 03/19/2001**Arbitration Pending?** No**Disposition:** Settled**Disposition Date:** 02/26/2002**Monetary Compensation  
Amount:** \$50,000.00**Individual Contribution  
Amount:****Firm Statement**

THE MATTER WAS SETTLED WITHOUT ANY ADMISSION OF LIABILITY OR CONTRIBUTION BY THE REGISTRANT, AND THE CLAIMANT PROVIDED A FULL RELEASE OF ALL LIABILITY FOR ALL RESPONDENTS, INCLUDING THE REGISTRANT, FROM ALL CLAIMS THAT WERE THE SUBJECT OF THE ARBITRATION.

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**Reporting Source:** Individual**Employing firm when  
activities occurred which led  
to the complaint:** HEARTLAND ADVISORS, INC.**Allegations:** CLAIMANT ALLEGED VIOLATIONS OF 1933 ACT SECTIONS 12(A)(2), (15); 1934 ACT 10(B); CALIFORNIA STATUTES AND COMMON LAW IN CONNECTION WITH THE REDUCTIONS IN THE NET ASSET VALUES OF THE HEARTLAND SHORT DURATION HIGH-YIELD MUNICIPAL FUND AND THE HEARTLAND HIGH-YIELD MUNICIPAL BOND FUND THAT TOOK PLACE ON OCTOBER 13, 2000.**Product Type:** Mutual Fund(s)**Alleged Damages:** \$125,000.00**Customer Complaint Information****Date Complaint Received:** 03/19/2001**Complaint Pending?** No**Status:** Arbitration/Reparation**Status Date:** 03/19/2001**Settlement Amount:****Individual Contribution  
Amount:****Arbitration Information****Arbitration/Reparation Claim  
filed with and Docket/Case  
No.:** NASD-DR ARBITRATION NO. 01-00679



**Date Notice/Process Served:** 03/19/2001

**Arbitration Pending?** No

**Disposition:** Settled

**Disposition Date:** 02/26/2002

**Monetary Compensation Amount:** \$50,000.00

**Individual Contribution Amount:**

**Broker Statement** THE MATTER WAS SETTLED WITHOUT ANY ADMISSION OF LIABILITY OR CONTRIBUTION BY THE REGISTRANT, AND THE CLAIMANT PROVIDED A FULL RELEASE OF ALL LIABILITY FOR ALL RESPONDENTS, INCLUDING THE REGISTRANT, FROM ALL CLAIMS THAT WERE THE SUBJECT OF THE ARBITRATION.

**Disclosure 4 of 8**

**Reporting Source:** Firm

**Employing firm when activities occurred which led to the complaint:** HEARTLAND ADVISORS, INC.

**Allegations:** CLAIMANT'S COUNSEL MADE GENERAL ALLEGATIONS OF VIOLATIONS OF FEDERAL SECURITIES LAWS AND STATE COMMON LAW BASED ON THE REDUCTIONS IN THE NET ASSET VALUES OF THE HEARTLAND SHORT DURATION HIGH-YIELD MUNICIPAL FUND AND THE HEARTLAND HIGH-YIELD MUNICIPAL BOND FUND THAT TOOK PLACE ON OCTOBER 13, 2000.

**Product Type:** Mutual Fund(s)

**Alleged Damages:** \$450,000.00

**Customer Complaint Information**

**Date Complaint Received:** 07/12/2001

**Complaint Pending?** No

**Status:** Settled

**Status Date:** 12/12/2002

**Settlement Amount:** \$110,000.00

**Individual Contribution Amount:** \$0.00

**Firm Statement** THE MATTER WAS SETTLED WITHOUT AN INJUNCTION, FINDING OF A VIOLATION OR DISMISSAL PURSUANT TO A SETTLEMENT AGREEMENT OF ANY ACTION BROUGHT BY A REGULATORY AUTHORITY, AND WITHOUT AN ADMISSION OF LIABILITY ON THE PART OF REGISTRANT WHO WAS RELEASED FROM ALL CLAIMS.

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**Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:** HEARTLAND ADVISORS, INC.

**Allegations:** CLAIMANT'S COUNSEL MADE GENERAL ALLEGATIONS OF VIOLATIONS OF



FEDERAL SECURITIES LAWS AND STATE COMMON LAW BASED ON THE REDUCTIONS IN THE NET ASSET VALUES OF THE HEARTLAND SHORT DURATION HIGH-YIELD MUNICIPAL FUND AND THE HEARTLAND HIGH-YIELD MUNICIPAL BOND FUND THAT TOOK PLACE ON OCTOBER 13, 2000.

**Product Type:** Mutual Fund(s)

**Alleged Damages:** \$450,000.00

### Customer Complaint Information

**Date Complaint Received:** 07/12/2001

**Complaint Pending?** No

**Status:** Settled

**Status Date:** 12/12/2002

**Settlement Amount:** \$110,000.00

**Individual Contribution Amount:** \$0.00

**Broker Statement** THE MATTER WAS SETTLED WITHOUT AN INJUNCTION, FINDING OF A VIOLATION OR DISMISSAL PURSUANT TO A SETTLEMENT AGREEMENT OF ANY ACTION BROUGHT BY A REGULATORY AUTHORITY, AND WITHOUT AN ADMISSION OF LIABILITY ON THE PART OF REGISTRANT WHO WAS RELEASED FROM ALL CLAIMS.

### Disclosure 5 of 8

**Reporting Source:** Firm

**Employing firm when activities occurred which led to the complaint:** HEARTLAND ADVISORS, INC.

**Allegations:** CLAIMANTS ALLEGED VIOLATIONS OF 1933 ACT SECTIONS 11, 12(A)(2), 20A; 1934 ACT SECTION 10(B) MINNESOTA STATUTES AND COMMON LAW IN CONNECTION WITH THE REDUCTION IN THE NET ASSET VALUE OF THE HEARTLAND SHORT DURATION HIGH YIELD MUNICIPAL FUND THAT TOOK PLACE ON OCTOBER 13, 2000.

**Product Type:** Mutual Fund(s)

**Alleged Damages:** \$53,000.00

### Customer Complaint Information

**Date Complaint Received:** 01/22/2001

**Complaint Pending?** No

**Status:** Arbitration/Reparation

**Status Date:** 01/22/2001

**Settlement Amount:**

**Individual Contribution Amount:**

### Arbitration Information

**Arbitration/Reparation Claim filed with and Docket/Case No.:** NASD-DR CASE NO. 01-00201



**Date Notice/Process Served:** 01/22/2001

**Arbitration Pending?** No

**Disposition:** Settled

**Disposition Date:** 02/20/2002

**Monetary Compensation Amount:** \$53,000.00

**Individual Contribution Amount:**

**Firm Statement**

THE MATTER WAS SETTLED WITHOUT ANY ADMISSION OF LIABILITY OR CONTRIBUTION BY THE REGISTRANT, AND CLAIMANTS PROVIDED A FULL RELEASE OF ALL LIABILITY FOR ALL RESPONDENTS, INCLUDING THE REGISTRANT, FROM ALL CLAIMS THAT WERE THE SUBJECT OF THE ARBITRATION.

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**Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:** HEARTLAND ADVISORS, INC.

**Allegations:** CLAIMANTS ALLEGED VIOLATIONS OF 1933 ACT SECTIONS 11, 12(A)(2), 20A; 1934 ACT SECTION 10(B); MINNESOTA STATUTES AND COMMON LAW IN CONNECTION WITH THE REDUCTION IN THE NET ASSET VALUE OF THE HEARTLAND SHORT DURATION HIGH-YIELD MUNICIPAL FUND THAT TOOK PLACE ON OCTOBER 13, 2000.

**Product Type:** Mutual Fund(s)

**Alleged Damages:** \$100,000.00

### Customer Complaint Information

**Date Complaint Received:** 01/22/2001

**Complaint Pending?** No

**Status:** Arbitration/Reparation

**Status Date:** 01/22/2001

**Settlement Amount:**

**Individual Contribution Amount:**

### Arbitration Information

**Arbitration/Reparation Claim filed with and Docket/Case No.:** NASD-DR CASE NO. 01-00201

**Date Notice/Process Served:** 01/22/2001

**Arbitration Pending?** No

**Disposition:** Settled

**Disposition Date:** 02/20/2002

**Monetary Compensation Amount:** \$53,000.00

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

THE MATTER WAS SETTLED WITHOUT ANY ADMISSION OF LIABILITY OR CONTRIBUTION BY THE REGISTRANT, AND CLAIMANTS PROVIDED A FULL RELEASE OF ALL LIABILITY FOR ALL RESPONDENTS, INCLUDING THE REGISTRANT, FROM ALL CLAIMS THAT WERE THE SUBJECT OF THE ARBITRATION.

**Disclosure 6 of 8****Reporting Source:**

Firm

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

HEARTLAND ADVISORS, INC.

**Allegations:**

CLAIMANTS ALLEGED VIOLATIONS OF 1933 ACT SECTIONS 11, 12(A)(2); ICA SECTIONS 22, 34(B); STATE COMMON LAW IN CONNECTION WITH THE REDUCTION IN THE NET ASSET VALUE OF THE HEARTLAND HIGH YIELD MUNICIPAL BOND FUND THAT TOOK PLACE ON OCTOBER 13, 2000. CLAIMANT ALLEGES DAMAGES IN EXCESS OF \$260000.

**Product Type:**

Mutual Fund(s)

**Alleged Damages:**

\$260,000.00

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

11/02/2000

**Complaint Pending?**

No

**Status:**

Denied  
Litigation

**Status Date:**

01/10/2001

**Settlement Amount:****Individual Contribution Amount:****Civil Litigation Information****Court Details:**

UNITED STATES DISTRICT COURT, EASTERN DISTRICT OF WISCONSIN, MILWAUKEE, WISCONSIN, CASE NUMBER :01-C-0139.

**Date Notice/Process Served:**

03/02/2001

**Litigation Pending?**

No

**Disposition:**

Settled

**Disposition Date:**

03/15/2002

**Monetary Compensation Amount:**

\$170,000.00

**Individual Contribution Amount:****Firm Statement**

THE MATTER WAS SETTLED FOR \$170000.00, PLUS ADDITIONAL CONTINGENT AMOUNTS, WITHOUT ANY ADMISSION OF LIABILITY OR CONTRIBUTION BY THE REGISTRANT, AND THE CLAIMANT PROVIDED A FULL RELEASE OF ALL LIABILITY FOR ALL RESPONDENTS, INCLUDING THE REGISTRANT, FROM ALL CLAIMS THAT WERE THE SUBJECT OF THE COMPLAINT.



**Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:** HEARTLAND ADVISORS, INC.

**Allegations:** CLAIMANTS ALLEGED VIOLATIONS OF 1933 ACT SECTIONS 11, 12(A)(2); ICA SECTIONS 22, 34(B); STATE COMMON LAW IN CONNECTION WITH THE REDUCTION IN THE NET ASSET VALUE OF THE HEARTLAND HIGH-YIELD MUNICIPAL BOND FUND THAT TOOK PLACE ON OCTOBER 13, 2000. CLAIMANT ALLEGES DAMAGES IN EXCESS OF \$260,000.

**Product Type:** Mutual Fund(s)

**Alleged Damages:** \$260,000.00

### Customer Complaint Information

**Date Complaint Received:** 11/02/2000

**Complaint Pending?** No

**Status:** Denied  
Litigation

**Status Date:** 01/10/2001

**Settlement Amount:**

**Individual Contribution Amount:**

### Civil Litigation Information

**Court Details:** UNITED STATES DISTRICT COURT, EASTERN DISTRICT OF WISCONSIN, MILWAUKEE, WISCONSIN, CASE NUMBER: 01-C-0139

**Date Notice/Process Served:** 03/02/2001

**Litigation Pending?** No

**Disposition:** Settled

**Disposition Date:** 03/15/2002

**Monetary Compensation Amount:** \$170,000.00

**Individual Contribution Amount:**

**Broker Statement** THE MATTER WAS SETTLED FOR \$170000.00, PLUS ADDITIONAL CONTINGENT AMOUNTS, WITHOUT ANY ADMISSION OF LIABILITY OR CONTRIBUTION BY THE REGISTRANT, AND THE CLAIMANT PROVIDED A FULL RELEASE OF ALL LIABILITY FOR ALL RESPONDENTS, INCLUDING THE REGISTRANT, FROM ALL CLAIMS THAT WERE THE SUBJECT OF THE COMPLAINT.

### Disclosure 7 of 8

**Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:** HEARTLAND ADVISORS, INC.





**Allegations:** PURSUANT TO INVESTMENT DISCRETION DELEGATED TO HEARTLAND ADVISORS, INC. ("HAI") AND MR. NASGOVITZ, ON SEPTEMBER 29, 2000, MR. NASGOVITZ PURCHASED SHARES OF HEARTLAND GROUP, INC.'S HIGH YIELD MUNICIPAL BOND FUND, AN OPEN-ENDED MUTUAL FUND (THE "FUND"), FOR THE ACCOUNT OF THE CUSTOMER ON MARGIN AND SOLD SHARES OF PUBLICLY TRADED COMMON STOCK CAUSING CUSTOMER TO REALIZE A TAXABLE GAIN. THE CUSTOMER ALLEGES THAT THESE TRANSACTIONS WERE NOT IN HIS BEST INTEREST. HEARTLAND ADVISORS, INC. AND MR. NASGOVITZ BELIEVE THAT THE ALLEGATIONS ARE WITHOUT MERIT. AS OF 10/25/02, THE REGISTRANT HAS RECEIVED NO FURTHER COMMUNICATION FROM THE CUSTOMER REGARDING HIS ALLEGATIONS.

**Product Type:** Mutual Fund(s)

**Alleged Damages:** \$98,378.05

### Customer Complaint Information

**Date Complaint Received:** 10/26/2000

**Complaint Pending?** No

**Status:** Denied

**Status Date:** 01/10/2001

**Settlement Amount:**

**Individual Contribution Amount:**

### Disclosure 8 of 8

**Reporting Source:** Firm

**Employing firm when activities occurred which led to the complaint:** HEARTLAND ADVISORS, INC.

**Allegations:** CLAIMANTS ALLEGED VIOLATIONS OF 1933 ACT SECTIONS 12(A)(2), 15; 1934 ACT SECTION 10(B); MINNESOTA STATUTES AND COMMON LAW IN CONNECTION WITH THE REDUCTION IN THE NET ASSET VALUE OF THE HEARTLAND SHORT DURATION HIGH YIELD MUNICIPAL FUND THAT TOOK PLACE ON OCTOBER 13, 2000.

**Product Type:** Mutual Fund(s)

**Alleged Damages:** \$1,600,000.00

### Customer Complaint Information

**Date Complaint Received:** 12/18/2000

**Complaint Pending?** No

**Status:** Arbitration/Reparation

**Status Date:** 12/18/2000

**Settlement Amount:**

**Individual Contribution Amount:**

### Arbitration Information



**Arbitration/Reparation Claim filed with and Docket/Case No.:** NASD-DR CASE NO. 00-05501

**Date Notice/Process Served:** 12/18/2000

**Arbitration Pending?** No

**Disposition:** Settled

**Disposition Date:** 02/12/2002

**Monetary Compensation Amount:** \$850,000.00

**Individual Contribution Amount:**

**Firm Statement** THE MATTER WAS SETTLED WITHOUT ANY ADMISSION OF LIABILITY OR CONTRIBUTION BY THE REGISTRANT, AND THE CLAIMANT PROVIDED A FULL RELEASE OF ALL LIABILITY FOR ALL RESPONDENTS, INCLUDING THE REGISTRANT, FROM ALL CLAIMS THAT WERE THE SUBJECT OF THE ARBITRATION.

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**Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:** HEARTLAND ADVISORS, INC.

**Allegations:** CLAIMANTS ALLEGED VIOLATIONS OF 1933 ACT SECTIONS 12(A)(2), 15; 1934 ACT SECTION 10(B); MINNESOTA STATUTES AND COMMON LAW IN CONNECTION WITH THE REDUCTION IN THE NET ASSET VALUE OF THE HEARTLAND SHORT DURATION HIGH-YIELD MUNICIPAL FUND THAT TOOK PLACE ON OCTOBER 13, 2000.

**Product Type:** Mutual Fund(s)

**Alleged Damages:** \$1,600,000.00

### Customer Complaint Information

**Date Complaint Received:** 12/18/2000

**Complaint Pending?** No

**Status:** Arbitration/Reparation

**Status Date:** 12/18/2000

**Settlement Amount:**

**Individual Contribution Amount:**

### Arbitration Information

**Arbitration/Reparation Claim filed with and Docket/Case No.:** NASD-DR CASE NO. 00-05501

**Date Notice/Process Served:** 12/18/2000

**Arbitration Pending?** No

**Disposition:** Settled

**Disposition Date:** 02/12/2002



**Monetary Compensation Amount:** \$850,000.00

**Individual Contribution Amount:**

**Broker Statement**

THE MATTER WAS SETTLED WITHOUT ANY ADMISSION OF LIABILITY OR CONTRIBUTION BY THE REGISTRANT, AND THE CLAIMANT PROVIDED A FULL RELEASE OF ALL LIABILITY FOR ALL RESPONDENTS, INCLUDING THE REGISTRANT, FROM ALL CLAIMS THAT WERE THE SUBJECT OF THE ARBITRATION.



## End of Report

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