



## IAPD Report

# STEVEN RAND HILL

CRD# 4288639

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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

### STEVEN RAND HILL (CRD# 4288639)

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 **01/02/2025**.

### CURRENT EMPLOYERS

	Firm	CRD#	Registered Since
<b>B</b>	UNION CAPITAL COMPANY	CRD# 110301	10/09/2009
<b>IA</b>	UNION CAPITAL COMPANY	CRD# 110301	05/01/2017

### QUALIFICATIONS

This representative is currently registered in **1** SRO(s) and **3** 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>B</b>	J.P. TURNER & COMPANY, L.L.C.	43177	LEANDER, TX	08/24/2009 - 10/02/2009
<b>B</b>	GUNNALLEN FINANCIAL, INC	17609	AUSTIN, TX	06/29/2007 - 09/01/2009
<b>B</b>	LAIDLAW & COMPANY (UK) LTD.	119037	AUSTIN, TX	09/30/2004 - 06/29/2007

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	1
Customer Dispute	3



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

### Employment 1 of 1

Firm Name: **UNION CAPITAL COMPANY**

Main Address: 6083 E. GRANT RD.  
TUCSON, AZ 85712

Firm ID#: 110301

	Regulator	Registration	Status	Date
<b>B</b>	FINRA	General Securities Representative	Approved	10/09/2009
<b>B</b>	Alabama	Agent	Approved	02/22/2010
<b>B</b>	Louisiana	Agent	Approved	01/17/2010
<b>B</b>	Texas	Agent	Approved	10/09/2009
<b>IA</b>	Texas	Investment Adviser Representative	Approved	05/01/2017

### Branch Office Locations

**UNION CAPITAL COMPANY**  
LEANDER, TX



## Qualifications



### PASSED INDUSTRY EXAMS

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

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

#### Principal/Supervisory Exams

Exam	Category	Date
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No information reported.

#### General Industry/Product Exams

Exam	Category	Date
<b>B</b> Securities Industry Essentials Examination (SIE)	SIE	10/01/2018
<b>B</b> General Securities Representative Examination (S7)	Series 7	11/21/2000

#### State Securities Law Exams

Exam	Category	Date
<b>IA</b> <b>B</b> Uniform Combined State Law Examination (S66)	Series 66	04/27/2017
<b>B</b> Uniform Securities Agent State Law Examination (S63)	Series 63	03/22/2001



### 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	08/24/2009 - 10/02/2009	J.P. TURNER & COMPANY, L.L.C.	CRD# 43177	LEANDER, TX
B	06/29/2007 - 09/01/2009	GUNNALLEN FINANCIAL, INC	CRD# 17609	AUSTIN, TX
B	09/30/2004 - 06/29/2007	LAIDLAW & COMPANY (UK) LTD.	CRD# 119037	AUSTIN, TX
B	01/31/2002 - 11/01/2004	SANDS BROTHERS & CO., LTD.	CRD# 26816	NEW YORK, NY
B	01/02/2002 - 02/07/2002	FAHNESTOCK & CO. INC.	CRD# 249	NEW YORK, NY
B	04/27/2001 - 01/02/2002	JOSEPHTHAL & CO., INC.	CRD# 3227	NEW YORK, NY
B	11/22/2000 - 01/18/2001	AMERICAN EXPRESS FINANCIAL ADVISORS INC.	CRD# 6363	MINNEAPOLIS, MN
B	11/22/2000 - 01/18/2001	IDS LIFE INSURANCE COMPANY	CRD# 6321	MINNEAPOLIS, MN

### 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
10/2009 - Present	UNION CAPITAL COMPANY	REGISTERED REPRESENTATIVE	Y	TUCSON, AZ, 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.

Non-Investment Related. Nature of business - Storage. Affordable Boat and RV Storage. Hill Park Partners, LLC 285 S. A.N Grimes Blvd, Round Rock, TX 78664. Liberty Hill Partners, LLC. 601 CR 263 Leander, TX 78641. Baytown Archer Partners, LLC. 309 W. Archer Rd, Baytown, TX 77521. Title - Member/manager. No activity 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	1
Customer Dispute	3

### 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 1

<b>Reporting Source:</b>	Regulator
<b>Regulatory Action Initiated By:</b>	FINRA
<b>Sanction(s) Sought:</b>	Other: N/A
<b>Date Initiated:</b>	03/29/2011
<b>Docket/Case Number:</b>	<a href="#">2009017214901</a>
<b>Employing firm when activity occurred which led to the regulatory action:</b>	GUNNALLEN FINANCIAL, INC AND LAIDLAW & COMPANY (UK) LTD.
<b>Product Type:</b>	No Product
<b>Allegations:</b>	NASD RULES 2110, 2510(B): HILL EXERCISED DISCRETION IN CUSTOMERS' JOINT ACCOUNT WITHOUT OBTAINING WRITTEN AUTHORIZATION FROM THESE CUSTOMERS AND WITHOUT ACCEPTANCE OF THE ACCOUNT AS DISCRETIONARY BY HIS MEMBER FIRM, WHICH ONLY PERMITTED REGISTERED REPRESENTATIVES TO EXERCISE DISCRETION IF THE CUSTOMER HAD EXECUTED A DISCRETIONARY AUTHORITY FORM AND THE FIRM HAD APPROVED THE ACCOUNT AS DISCRETIONARY IN WRITING. HILL EXERCISED DISCRETION IN ANOTHER CUSTOMER'S ACCOUNT WITHOUT OBTAINING WRITTEN AUTHORIZATION FROM THE CUSTOMER AND WITHOUT ACCEPTANCE OF THE ACCOUNT AS DISCRETIONARY BY ANOTHER MEMBER FIRM HE ASSOCIATED WITH, WHICH DID NOT PERMIT REGISTERED REPRESENTATIVES TO EXERCISE DISCRETION IN CUSTOMER ACCOUNTS.
<b>Current Status:</b>	Final
<b>Resolution:</b>	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:**

03/29/2011

**Sanctions Ordered:**

Civil and Administrative Penalty(ies)/Fine(s)  
Suspension

**If the regulator is the SEC, CFTC, or an SRO, did the action result in a finding of a willful violation or failure to supervise?**

No

**(1) willfully violated any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board, or to have been unable to comply with any provision of such Act, rule or regulation?**

**(2) willfully aided, abetted, counseled, commanded, induced, or procured the violation by any person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board? or**



(3) failed reasonably to supervise another person subject to your supervision, with a view to preventing the violation by such person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any such Acts, or any of the rules of the Municipal Securities Rulemaking Board?

**Sanction 1 of 1**

**Sanction Type:** Suspension  
**Capacities Affected:** ANY CAPACITY  
**Duration:** ONE MONTH  
**Start Date:** 04/18/2011  
**End Date:** 05/17/2011

**Monetary Sanction 1 of 1**

**Monetary Related Sanction:** Civil and Administrative Penalty(ies)/Fine(s)  
**Total Amount:** \$5,000.00  
**Portion Levied against individual:** \$5,000.00  
**Payment Plan:**  
**Is Payment Plan Current:**  
**Date Paid by individual:** 01/06/2012  
**Was any portion of penalty waived?** No

**Amount Waived:**

**Regulator Statement** WITHOUT ADMITTING OR DENYING THE FINDINGS, HILL CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS; THEREFORE, HE IS FINED \$5,000 AND SUSPENDED FROM ASSOCIATION WITH ANY FINRA MEMBER IN ANY CAPACITY FOR ONE MONTH. THE SUSPENSION IS IN EFFECT FROM APRIL 18, 2011, THROUGH MAY 17, 2011. FINE PAID IN FULL JANUARY 6, 2012.

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**Reporting Source:** Individual  
**Regulatory Action Initiated By:** FINRA  
**Sanction(s) Sought:** Other: N/A  
**Date Initiated:** 03/29/2011



<b>Docket/Case Number:</b>	<a href="#">2009017214901</a>
<b>Employing firm when activity occurred which led to the regulatory action:</b>	GUNALLEN FINANCIAL, INC AND LAIDLAW & COMPANY (UK) LTD.
<b>Product Type:</b>	No Product
<b>Allegations:</b>	NASD RULES 2110, 2510(B): HILL EXERCISED DISCRETION IN CUSTOMERS' JOINT ACCOUNT WITHOUT OBTAINING WRITTEN AUTHORIZATION FROM THESE CUSTOMERS AND WITHOUT ACCEPTANCE OF THE ACCOUNT AS DISCRETIONARY BY HIS MEMBER FIRM, WHICH ONLY PERMITTED REGISTERED REPRESENTATIVES TO EXERCISE DISCRETION IF THE CUSTOMER HAD EXECUTED A DISCRETIONARY AUTHORITY FORM AND THE FIRM HAD APPROVED THE ACCOUNT AS DISCRETIONARY IN WRITING. HILL EXERCISED DISCRETION IN ANOTHER CUSTOMER'S ACCOUNT WITHOUT OBTAINING WRITTEN AUTHORIZATION FROM THE CUSTOMER AND WITHOUT ACCEPTANCE OF THE ACCOUNT AS DISCRETIONARY BY ANOTHER MEMBER FIRM HE ASSOCIATED WITH, WHICH DID NOT PERMIT REGISTERED REPRESENTATIVES TO EXERCISE DISCRETION IN CUSTOMER ACCOUNTS.
<b>Current Status:</b>	Final
<b>Resolution:</b>	Acceptance, Waiver & Consent(AWC)
<b>Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?</b>	No
<b>Resolution Date:</b>	03/29/2011
<b>Sanctions Ordered:</b>	Civil and Administrative Penalty(ies)/Fine(s) Suspension
<b>Sanction 1 of 1</b>	
<b>Sanction Type:</b>	Suspension
<b>Capacities Affected:</b>	ANY CAPACITY
<b>Duration:</b>	ONE MONTH
<b>Start Date:</b>	04/18/2011
<b>End Date:</b>	05/17/2011
<b>Monetary Sanction 1 of 1</b>	
<b>Monetary Related Sanction:</b>	Civil and Administrative Penalty(ies)/Fine(s)
<b>Total Amount:</b>	\$5,000.00
<b>Portion Levied against individual:</b>	\$5,000.00
<b>Payment Plan:</b>	
<b>Is Payment Plan Current:</b>	No
<b>Date Paid by individual:</b>	



**Was any portion of penalty waived?**

No

**Amount Waived:**

**Broker Statement**

WITHOUT ADMITTING OR DENYING FINDINGS, HILL CONSENTED TO THE DESCRIBED SANCTIONS AND TO THE ENTRY OF FINDINGS; THEREFORE, HE IS FINED \$5000 AND SUSPENDED FROM ASSOCIATION WITH ANY FINRA MEMBER IN ANY CAPACITY FOR ONE MONTH. THE SUSPENSION IS IN EFFECT FROM APRIL 18,2011, THROUGH MAY 17,2011.



## 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 3

**Reporting Source:** Firm

**Employing firm when activities occurred which led to the complaint:** LAIDLAW & COMPANY (UK) LTD.

**Allegations:** THE COMPLAINT WAS FILED ON 8/28/2008 ALLEGING EXCESSIVE TRADING, UNAUTHORIZED MARGIN TRADING AND FAILED TO DISCLOSE THE TRUE NATURE OF THE INVESTMENTS. THE ACTIVITY PERIOD IS FROM 01/31/2006 TO 03/31/2008.

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

**Alleged Damages:** \$173,215.02

**Is this an oral complaint?** No

**Is this a written complaint?** Yes

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

### Customer Complaint Information

**Date Complaint Received:** 08/28/2008

**Complaint Pending?** No

**Status:** Closed/No Action

**Status Date:** 08/28/2008

**Settlement Amount:**

**Individual Contribution Amount:**

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**Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:** LAIDLAW & COMPANY AND GUNNALLEN FINANCIAL, INC.

**Allegations:** CUSTOMER, THROUGH COUNSEL, ALLEGES UNAUTHORIZED AND UNSUITABLE TRANSACTIONS. ALLEGED TRANSACTIONS OCCURRED FROM JANUARY 2006 THROUGH MARCH 2008.

**Product Type:** Equity - OTC

**Alleged Damages:** \$175,000.00

### Customer Complaint Information

**Date Complaint Received:** 07/03/2008



**Complaint Pending?** Yes

**Settlement Amount:**

**Individual Contribution Amount:**

### Disclosure 2 of 3

**Reporting Source:** Regulator

**Employing firm when activities occurred which led to the complaint:** LAIDLAW & COMPANY (UK) LTD.

**Allegations:** UNSUITABILITY; NEGLIGENCE; NEGLIGENT MISREPRESENTATION; CHURNING; AND UNAUTHORIZED TRANSACTION.

**Product Type:** Other

**Other Product Type(s):** STOCK, MARGIN TRADING

**Alleged Damages:** \$275,000.00

### Arbitration Information

**Arbitration/Reparation Claim filed with and Docket/Case No.:** [FINRA - CASE #07-02520](#)

**Date Notice/Process Served:** 08/31/2007

**Arbitration Pending?** No

**Disposition:** Award

**Disposition Date:** 01/07/2009

**Disposition Detail:** HILL IS JOINTLY AND SEVERALLY LIABLE AND SHALL PAY TO CLAIMANTS COMPENSATORY DAMAGES IN THE SUM OF \$163,560. HILL IS JOINTLY AND SEVERALLY LIABLE AND SHALL PAY TO CLAIMANTS INTEREST ON THE SUM OF \$200,160. HILL IS JOINTLY AND SEVERALLY LIABLE AND SHALL PAY TO CLAIMANTS POST-JUDGMENT INTEREST ON THE SUM OF \$297,051.

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**Reporting Source:** Firm

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

**Allegations:** CLAIMANTS ALLEGE UNSUITABILITY, NEGLIGENCE, FAILURE TO SUPERVISE AND DAMAGES IN THE AMOUNT OF \$172,777.44

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

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

**Alleged Damages:** \$172,777.44

### Customer Complaint Information

**Date Complaint Received:**

**Complaint Pending?**

**Status:** Arbitration/Reparation

**Status Date:****Settlement Amount:****Individual Contribution  
Amount:****Arbitration Information****Arbitration/Reparation Claim  
filed with and Docket/Case  
No.:** [FINRA ARBITRATION #07-02520](#)**Date Notice/Process Served:** 09/13/2007**Arbitration Pending?** No**Disposition:** Award to Customer**Disposition Date:** 01/07/2009**Monetary Compensation  
Amount:** \$297,051.00**Individual Contribution  
Amount:** \$297,051.00**Firm Statement**

FINRA ARBITRATION PANEL ON JANUARY 7, 2009 DECIDED IN FULL THAT RESPONDENTS ARE JOINTLY AND SEVERALLY LIABLE AND SHALL PAY TO CLAIMANTS COMPENSATORY DAMAGES OF \$163,650.00 AND SHALL PAY TO CLAIMANTS WITNESS FEES IN THE AMOUNT OF \$35,000.00. RESPONDENTS SHALL PAY PUNITIVE DAMAGES IN THE AMOUNT OF \$25,000.00 AND MEDIATION FEES IN THE AMOUNT \$1,600.00. RESPONDENTS ARE JOINTLY AND SEVERALLY RESPONSIBLE FOR CLAIMANTS ATTORNEYS FEES IN THE AMOUNT OF \$71,891.00. RESPONDENTS SHALL PAY TO CLAIMANTS THE SUM OF \$297,051.00.

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**Reporting Source:** Individual**Employing firm when  
activities occurred which led  
to the complaint:** LAIDLAW & COMPANY**Allegations:** CLAIMANTS ALLEGE UNSUITABILITY, NEGLIGENCE, FAILURE TO SUPERVISE AND DAMAGES IN THE AMOUNT OF \$172,777.44.**Product Type:** Equity Listed (Common & Preferred Stock)**Other Product Type(s):** MARGIN TRADING**Alleged Damages:** \$172,777.44**Customer Complaint Information****Date Complaint Received:****Complaint Pending?****Status:** Arbitration/Reparation**Status Date:****Settlement Amount:****Individual Contribution  
Amount:****Arbitration Information**

**Arbitration/Reparation Claim filed with and Docket/Case No.:** [FINRA ARBITRATION #07-02520](#)**Date Notice/Process Served:** 10/29/2007**Arbitration Pending?** No**Disposition:** Award to Customer**Disposition Date:** 01/16/2009**Monetary Compensation Amount:** \$297,051.00**Individual Contribution Amount:** \$297,051.00

**Broker Statement**

FINRA ARBITRATION PANEL ON JANUARY 7, 2009 DECIDED IN FULL THAT RESPONDENTS ARE JOINTLY AND SEVERALLY LIABLE AND SHALL PAY TO CLAIMANTS COMPENSATORY DAMAGES OF \$163,650.00 AND SHALL PAY TO CLAIMANTS WITNESS FEES IN THE AMOUNT OF \$35,000.00. RESPONDENTS SHALL PAY PUNITIVE DAMAGES IN THE AMOUNT OF \$25,000.00 AND MEDIATION FEES IN THE AMOUNT \$1,600.00. RESPONDENTS ARE JOINTLY AND SEVERALLY RESPONSIBLE FOR CLAIMANTS' ATTORNEYS FEES IN THE AMOUNT OF \$71,891.00. RESPONDENTS SHALL PAY TO CLAIMANTS THE SUM OF \$297,051.00.

**Disclosure 3 of 3****Reporting Source:** Individual

**Employing firm when activities occurred which led to the complaint:** LAIDLAW & COMPANY (UK) LTD

**Allegations:** CLIENTS HAVE ALLEGED THAT A PORTION OF THEIR POSITION OF PROCTOR AND GAMBLE WAS PUT INTO MARGIN WITHOUT THEIR KNOWLEDGE.

**Product Type:** Equity - OTC**Alleged Damages:****Customer Complaint Information****Date Complaint Received:** 11/01/2005**Complaint Pending?** No**Status:** Denied**Status Date:** 12/22/2005**Settlement Amount:****Individual Contribution Amount:**

**Broker Statement**

CLIENTS (CUSTOMER) CLAIM THAT STEVE HILL PUT A PORTION OF THEIR PROCTOR AND GAMBLE POSITION ON MARGIN WITHOUT THEIR PERMISSION. MR. HILL SPOKE TO CUSTOMER ABOUT HAVING TO DO THIS AND ALL PARTIES AGREED TO PUT THE POSITION ON MARGIN. AT ALL TIMES ALL PARTIES KNEW OF THE SITUATION AND THE CLIENTS ONLY BECAME UPSET WHEN THEY FELT THEY WOULD HAVE TO SELL OFF SOME OF THE (PG). ALL ALLEGATIONS WERE DENIED AFTER A REVIEW.





## End of Report

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