

BrokerCheck Report

MICHAEL ANDRE JONES

CRD# 2157872

Report #66934-14487, data current as of Monday, August 22, 2016.

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About BrokerCheck®

BrokerCheck offers information on all current, and many former, registered securities brokers, and all current and former registered securities firms. FINRA strongly encourages investors to use BrokerCheck to check the background of securities brokers and brokerage firms before deciding to conduct, or continue to conduct, business with them.

- **What is included in a BrokerCheck report?**

- BrokerCheck reports for individual brokers include information such as employment history, professional qualifications, disciplinary actions, criminal convictions, civil judgments and arbitration awards. BrokerCheck reports for brokerage firms include information on a firm's profile, history, and operations, as well as many of the same disclosure events mentioned above.
- Please note that the information contained in a BrokerCheck 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 broker or brokerage firm, or concluded through a negotiated settlement with no admission or finding of wrongdoing.

- **Where did this information come from?**

- The information contained in BrokerCheck comes from FINRA's Central Registration Depository, or CRD® and is a combination of:
 - information FINRA and/or the Securities and Exchange Commission (SEC) require brokers and brokerage firms to submit as part of the registration and licensing process, and
 - information that regulators report regarding disciplinary actions or allegations against firms or brokers.

- **How current is this information?**

- Generally, active brokerage firms and brokers are required to update their professional and disciplinary information in CRD within 30 days. Under most circumstances, information reported by brokerage firms, brokers and regulators is available in BrokerCheck the next business day.

- **What if I want to check the background of an investment adviser firm or investment adviser representative?**

- To check the background of an investment adviser firm or representative, you can search for the firm or individual in BrokerCheck. If your search is successful, click on the link provided to view the available licensing and registration information in the SEC's Investment Adviser Public Disclosure (IAPD) website at <http://www.adviserinfo.sec.gov>. In the alternative, you may search the IAPD website directly or contact your state securities regulator at <http://www.finra.org/Investors/ToolsCalculators/BrokerCheck/P455414>.

- **Are there other resources I can use to check the background of investment professionals?**

- FINRA recommends that you learn as much as possible about an investment professional before deciding to work with them. Your state securities regulator can help you research brokers and investment adviser representatives doing business in your state.

Thank you for using FINRA BrokerCheck.



Using this site/information means that you accept the FINRA BrokerCheck Terms and Conditions. A complete list of Terms and Conditions can be found at

brokercheck.finra.org



For additional information about the contents of this report, please refer to the User Guidance or www.finra.org/brokercheck. It provides a glossary of terms and a list of frequently asked questions, as well as additional resources.

[For more information about FINRA, visit www.finra.org.](http://www.finra.org)

MICHAEL A. JONES

CRD# 2157872

This broker is not currently registered.

Report Summary for this Broker



This report summary provides an overview of the broker's professional background and conduct. Additional information can be found in the detailed report.

Broker Qualifications

This broker is not currently registered.

This broker has passed:

- 1 Principal/Supervisory Exam
- 1 General Industry/Product Exam
- 1 State Securities Law Exam

Registration History

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

MALORY INVESTMENTS, LLC

CRD# 110936
LOS ANGELES, CA
09/2004 - 06/2006

AMERIVET SECURITIES, INC.

CRD# 34786
MORENO VALLEY, CA
03/2004 - 02/2005

AMERIVET SECURITIES, INC.

CRD# 34786
MORENO VALLEY, CA
01/2002 - 08/2002

Disclosure Events

This broker has been involved in one or more disclosure events involving certain final criminal matters, regulatory actions, civil judicial proceedings, or arbitrations or civil litigations.

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

The following types of disclosures have been reported:

Type	Count
Regulatory Event	3
Customer Dispute	1

Broker Qualifications



Registrations

This section provides the self-regulatory organizations (SROs), states and U.S. territories the broker is currently registered and licensed with, the category of each registration, and the date on which the registration became effective. This section also provides, for each firm with which the broker is currently employed, the address of each branch where the broker works.

This broker is not currently registered.



Broker Qualifications

Industry Exams this Broker has Passed

This section includes all securities industry exams that the broker has passed. Under limited circumstances, a broker may attain a registration after receiving an exam waiver based on exams the broker has passed and/or qualifying work experience. Any exam waivers that the broker has received are not included below.

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

Principal/Supervisory Exams

Exam	Category	Date
General Securities Principal Examination	Series 24	04/27/1993

General Industry/Product Exams

Exam	Category	Date
General Securities Representative Examination	Series 7	09/26/1991

State Securities Law Exams

Exam	Category	Date
Uniform Securities Agent State Law Examination	Series 63	02/26/1992

Additional information about the above exams or other exams FINRA administers to brokers and other securities professionals can be found at www.finra.org/brokerqualifications/registeredrep/.



Registration and Employment History

Registration History

The broker previously was registered with the following securities firms:

Registration Dates	Firm Name	CRD#	Branch Location
09/2004 - 06/2006	MALORY INVESTMENTS, LLC	110936	LOS ANGELES, CA
03/2004 - 02/2005	AMERIVET SECURITIES, INC.	34786	MORENO VALLEY, CA
01/2002 - 08/2002	AMERIVET SECURITIES, INC.	34786	MORENO VALLEY, CA
01/2001 - 02/2001	AMERIVET SECURITIES, INC.	34786	MORENO VALLEY, CA
06/1998 - 10/1999	HAMPTON SECURITIES, INC.	18305	LOS ANGELES, CA
03/1998 - 05/1998	SENTRA SECURITIES CORPORATION	10249	PHOENIX, AZ
11/1997 - 02/1998	JOSEPH CHARLES & ASSOC., INC.	3949	BOCA RATON, FL
12/1996 - 10/1997	H.J. MEYERS & CO., INC.	15609	ROCHESTER, NY
08/1995 - 02/1997	THE BOSTON GROUP	37652	LOS ANGELES, CA
06/1995 - 08/1995	CAPITAL MARKETS GROWTH CORPORATION	36302	VENTURA, CA
08/1992 - 06/1995	COLUMBUS FINANCIAL, INC.	22709	BEVERLY HILLS, CA
09/1991 - 10/1993	AMERICAN EXPRESS FINANCIAL ADVISORS INC.	6363	MINNEAPOLIS, MN
09/1991 - 10/1993	IDS LIFE INSURANCE COMPANY	6321	MINNEAPOLIS, MN
02/1992 - 08/1992	FORTRESS SECURITIES, INC.	19613	

Employment History

This section provides up to 10 years of an individual broker's employment history as reported by the individual broker on the most recently filed Form U4.

Please note that the broker is required to provide this information only while registered with FINRA or a national securities exchange and the information is not updated via Form U4 after the broker ceases to be registered. Therefore, an employment end date of "Present" may not reflect the broker's current employment status.

Employment Dates	Employer Name	Employer Location
08/2004 - Present	MALORY INVESTMENTS, LLC	LOS ANGELES, CA
06/2003 - Present	MICHAEL A. JONES	TOPANGA, CA



Disclosure Events

What you should know about reported disclosure events:

1. Disclosure events in BrokerCheck reports come from different sources:

- As mentioned at the beginning of this report, information contained in BrokerCheck comes from brokers, their employing firms, and regulators. When more than one source reports information for the same disclosure event, all versions of the event will appear in the BrokerCheck report. The different versions are separated by a solid line with the reporting source labeled.

For your convenience, below is a matrix of the number and status of regulatory disclosure events involving this broker. Further information regarding these events can be found in the subsequent pages of this report. You also may wish to contact the broker to obtain further information regarding these events.

	Final	On Appeal
Regulatory Event	3	0
Customer Dispute	1	N/A



Disclosure Event Details

This report provides the information exactly as it was reported to CRD and therefore some of the specific data fields contained in the report may be blank if the information was not provided to CRD.

Regulatory - Final

This type of disclosure event involves a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, self-regulatory organization, federal regulator such as the Securities and Exchange Commission, foreign financial regulatory body) for a violation of investment-related rules or regulations.

Disclosure 1 of 3

Reporting Source:	Regulator
Regulatory Action Initiated By:	CALIFORNIA DEPARTMENT OF BUSINESS OVERSIGHT
Sanction(s) Sought:	Cease and Desist
Date Initiated:	10/03/2014
Docket/Case Number:	12524
URL for Regulatory Action:	HTTP://WWW.DBO.CA.GOV/ENF/PDF/2014/JONESMICHAELANDRE_DR.PDF
Employing firm when activity occurred which led to the regulatory action:	N/A
Product Type:	Promissory Note
Allegations:	JONES OFFERED AND SOLD PROMISSORY NOTES AND FAILED TO DISCLOSE HIS PREVIOUS FINRA BAR, FAILED TO DISCLOSE HIS PREVIOUS CUSTOMER ARBITRATION AWARD, AND FAILED TO DISCLOSE ANY RISKS OF THE INVESTMENT.
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?	Yes
Resolution Date:	10/03/2014
Sanctions Ordered:	Cease and Desist



Regulator Statement JONES OFFERED AND SOLD \$75,000 OF PROMISSORY NOTES AND FAILED TO DISCLOSE HIS PREVIOUS FINRA BAR, FAILED TO DISCLOSE HIS PREVIOUS CUSTOMER ARBITRATION AWARD, AND FAILED TO DISCLOSE ANY RISKS OF THE INVESTMENT.

Disclosure 2 of 3

Reporting Source: Regulator

Regulatory Action Initiated By: FINRA

Sanction(s) Sought:

Other Sanction(s) Sought:

Date Initiated: 08/15/2008

Docket/Case Number: ARBITRATION NO. 06-02978

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

Product Type: No Product

Other Product Type(s):

Allegations: JONES FAILED TO COMPLY WITH AN ARBITRATION AWARD OR SETTLEMENT AGREEMENT OR TO SATISFACTORILY RESPOND TO FINRA REQUEST TO PROVIDE INFORMATION CONCERNING THE STATUS OF COMPLIANCE.

Current Status: Final

Resolution: Other

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: 08/15/2008

Sanctions Ordered: Suspension

Other Sanctions Ordered:

**Sanction Details:**

PURSUANT TO ARTICLE VI, SECTION 3 OF FINRA BY-LAWS AND NASD RULE 9554, JONES' REGISTRATION WITH FINRA IS SUSPENDED ON AUGUST 15, 2008 FOR FAILING TO COMPLY WITH AN ARBITRATION AWARD OR SETTLEMENT AGREEMENT IN ARBITRATION CASE #06-02978 OR TO SATISFACTORILY RESPOND TO FINRA REQUEST TO PROVIDE INFORMATION CONCERNING THE STATUS OF COMPLIANCE.

Disclosure 3 of 3

Reporting Source:	Regulator
Regulatory Action Initiated By:	NASD
Sanction(s) Sought:	Suspension
Other Sanction(s) Sought:	
Date Initiated:	01/11/2007
Docket/Case Number:	20060051691-01
Employing firm when activity occurred which led to the regulatory action:	
Product Type:	No Product
Other Product Type(s):	
Allegations:	FAILED TO RESPOND TO REQUESTS FOR DOCUMENTS AND/OR INFORMATION BY NASD AND TO TAKE CORRECTIVE ACTION WITHIN 21 DAYS AFTER SERVICE OF THE PRE-SUSPENSION NOTICE ON 01/11/07.
Current Status:	Final
Resolution:	Other
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:	07/16/2007
Sanctions Ordered:	Bar



Other Sanctions Ordered:

Sanction Details:

JONES FAILED TO REQUEST TERMINATION OF HIS SUSPENSION WITHIN SIX MONTHS OF THE NOTICE OF INTENT. HE IS BARRED FROM ASSOCIATION WITH ANY NASD MEMBER EFFECTIVE JULY 16, 2007.

Regulator Statement

SUSPENDED IN ALL CAPACITIES AS OF FEBRUARY 6, 2007 PURSUANT TO THE PROVISIONS OF RULE 9552(D). IF RESPONDENT FAILS TO REQUEST A HEARING TO CHALLENGE THIS SUSPENSION WITHIN SIX MONTHS OF RECEIPT OF THE PRE-SUSPENSION NOTICE (01/11/07), HE WILL AUTOMATICALLY BE BARRED FROM ASSOCIATION WITH ANY MEMBER IN ANY CAPACITY.



Customer Dispute - Award/Judgment

This type of disclosure event involves a final, consumer-initiated, investment-related arbitration or civil suit containing allegations of sales practice violations against the named broker that resulted in an arbitration award or civil judgment for the customer.

Disclosure 1 of 1

Reporting Source: Regulator

Employing firm when activities occurred which led to the complaint:

Allegations: MISREPRESENTATION; FAILURE TO DISCLOSE MATERIAL FACTS; UNSUITABILITY; USE OF MANIPULATIVE, DECEPTIVE AND OTHER FRAUDULENT DEVICES; BREACH OF FIDUCIARY DUTY; FAILURE TO USE REASONABLE DILIGENCE

Product Type: Mutual Fund(s)

Other Product Type(s): COMMON STOCKS

Alleged Damages: \$300,000.00

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: [NASD - CASE #06-02978](#)

Date Notice/Process Served: 06/20/2006

Arbitration Pending? No

Disposition: Award

Disposition Date: 03/13/2007

Disposition Detail: JONES IS LIABLE AND SHALL PAY RESPONDENTS \$300,000, PLUS INTEREST, IN COMPENSATORY DAMAGES

Reporting Source: Firm

Employing firm when activities occurred which led to the complaint: MALORY INVESTMENTS, LLC

Allegations: NASD DISPUTE RESOLUTION ARBITRATION NUMBER 06-02978 12/14/2005 AND 02/22/2006

Product Type: Direct Investment(s) - DPP & LP Interest(s)



Alleged Damages: \$300,000.00

Customer Complaint Information

Date Complaint Received: 06/26/2006

Complaint Pending? Yes

Settlement Amount:

**Individual Contribution
Amount:**

End of Report



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