

GOVERNOR RICK SCOTT

WEEKLY AGENCY REPORT

OFFICE OF FINANCIAL REGULATION

WEEK ENDING NOVEMBER 06, 2014

Successes for Week Ending November 06, 2014

1. Licensing and Registration

- Division of Securities
 - Applications Received: 1,030
 - Applications Approved: 968
 - Applications Denied/Withdrawn: 10

- Division of Consumer Finance
 - Applications Received: 339
 - Applications Approved: 267
 - Applications Denied/Withdrawn: 11

- Division of Financial Institutions
 - Applications Received: 1
 - Applications Approved: 0
 - Applications Denied/Withdrawn: 0

2. Regulatory Sanctions

Revocation of Associated Person

On November 3, 2014, the Division of Securities entered a Final Order against David Walton Matthews, Jr., revoking his registration as an associated person, after he failed to request a hearing. The Final Order follows a Notice of Intent to Revoke, which alleged Mr. Matthews was the subject of an administrative order issued by FINRA, a national securities association.

3. Enforcement Actions

Five Arrested in Investment Fraud Scheme

On October 28, 2014, federal grand jury indictments were unsealed against defendants Christopher Anzalone, Jeffrey Schuler, Jacob Bradshaw, David O. Boyce and Benjamin Williams. The defendants were charged with various offenses including mail fraud, wire fraud and conspiracy to commit mail and wire fraud. As of October 28, each of the defendants had been arrested pursuant to the indictments. The charges they face stem from their involvement in an elaborate fraud scheme involving purported investments in precious metals and stocks. The investments were sold under various corporate names including Liberty International Holdings Corporation (LIHC), Liberty International Financial Services (LIFS), Allied Strategies, Inc., Allied Marketing, LLC, and DBA Clearing,

LLC. The OFR's investigation was related to Allied Marketing, LLC, and Allied Strategies, Inc. (Allied). Allied's bank records along with investors' sworn statements revealed that defendants raised \$3.3 million from 23 Allied investors within a six month period (March - October 2013). Allied investors were led to believe that LIHC stock had value due to the company's holdings in real estate and/or precious metals, when in actual fact, LIHC had no holdings in real estate or precious metals. The review of financial records revealed that the money raised by Allied from investors was never used for the purposes represented to the investors, but instead was used to pay sales commissions and for Anzalone's personal living expenses. This OFR investigation was developed jointly with the FBI. The U.S. Attorney's Office in Miami is prosecuting the case.

[USAO Press Release: Five Charged in \\$16 Million Investment Fraud](#)

New Issues

1. Communications and Outreach Activities

On October 27, 2014, a member of the Division of Financial Institutions met with Flagler College offices regarding establishing a recruitment relationship network for the division.