

State of Missouri  
Office of Secretary of State

Case No. AP-07-48

IN THE MATTER OF:

BROADVIEW ASSET MANAGEMENT, LLC;  
DEAN E. BRADLEY,

*Respondents.*

Serve both at:  
30 Broadview Dr.,  
Clayton, Missouri 63105

**CONSENT ORDER**

**I. SUMMARY OF ALLEGATIONS**

1. The Enforcement Section of the Missouri Securities Division alleges that Dean E. Bradley (“Bradley”) transacted business as an unregistered investment adviser representative in the State of Missouri while associated with Broadview Asset Management, LLC (“Broadview, LLC”). The Enforcement Section of the Securities Division alleges that this constitutes grounds to revoke Respondents’ registrations in Missouri pursuant to Section 409.4-412(d), RSMo. (Cum. Supp. 2006).
2. Respondents and the Securities Division desire to settle the allegations and the matters raised by the Securities Division relating to Respondents’ alleged activities.

**II. CONSENT TO JURISDICTION**

3. Respondents and the Securities Division stipulate and agree that the Commissioner has jurisdiction over these Respondents and these matters pursuant to Chapter 409, *et seq.*
4. Respondents and the Enforcement Section of the Securities Division stipulate and agree that the Commissioner has authority to enter this Order pursuant to Section 409.6-604(h), RSMo. (Cum. Supp. 2006), which provides:

“The commissioner is authorized to issue administrative consent orders in the settlement of any proceeding in the public interest under this act.”

**III. WAIVER AND EXCEPTION**

5. Respondents waive their rights to a hearing with respect to this matter.
6. Respondents waive any rights that they may have to seek judicial review or otherwise challenge or contest the terms and conditions of this Order. Respondents specifically forever release and hold harmless the Missouri Office of Secretary of State, Secretary of State, Commissioner of Securities and their respective representatives and agents from any and all liability and claims arising out of, pertaining to or relating to this matter.

**IV. CONSENT TO COMMISSIONER’S ORDER**

7. Respondents and the Securities Division stipulate and agree to the issuance of this Consent Order without further proceedings in this matter, agreeing to be fully bound by the terms and conditions specified herein.
8. Respondents neither admit nor deny the allegations made by the Securities Division but consent to the Commissioner’s Findings of Fact or Conclusions of Law as set forth below solely for the purposes of this proceeding and any proceeding that may be brought to enforce the terms of this Consent Order.
9. Respondents agree not to take any action or to make or permit to be made any public statement creating the impression that this Order is without a factual basis. Nothing in this paragraph affects Respondents’ (a) testimonial obligations; or (b) right to take legal or factual positions in defense of litigation or in defense of other legal proceedings in which the Commissioner of Securities is not a party.
10. Respondents agree that Respondents are not the prevailing parties in this action since the parties have reached a good faith settlement.

**COMMISSIONER’S FINDINGS OF FACT AND CONCLUSIONS OF LAW**

11. Broadview, LLC, is a Missouri limited liability company with an office address at 30 Broadview Dr., Clayton, Missouri 63105. Broadview, LLC has been registered as a limited liability company with the state of Missouri since October 19,

2005. Bradley is the organizer and the “managing director” of Broadview, LLC.
12. From August 16, 2005 to March 15, 2007, Bradley did business under the name Dean Evans Bradley a Missouri-registered investment adviser firm with Bradley as the sole proprietor. Dean Evans Bradley was registered through the Investment Adviser Registration Depository System (“IARD”) of the Central Registration Depository (“CRD”) and had a CRD number of 136808. Because the firm was operating as a sole proprietorship, Bradley was not required to separately register in Missouri as an investment adviser representative.
  13. On March 15, 2007, Bradley filed a name change with the Missouri Securities Division through the IARD to change the name of the firm from Dean Evans Bradley to Broadview, LLC. At that time, Bradley was required to register in Missouri as an investment adviser representative of Broadview, LLC.
  14. On May 7, 2007, Bradley applied with the Missouri Securities Division to be a registered investment adviser representative of Broadview, LLC.
  15. On July 24, 2007, Bradley was registered in Missouri as an investment adviser representative of Broadview, LLC.
  16. From March 15, 2007 to July 24, 2007, Bradley transacted business in the State of Missouri as an investment adviser representative without being registered. During that same time period, Broadview, LLC associated with an unregistered investment adviser representative who transacted business in the State of Missouri.
  17. On April 19, 2007, during an examination of the firm by auditors of the Missouri Securities Division, Bradley provided the examiners with a copy of the “Broadview Asset Management, LLC Summary Disclosure Document.” The document was being used as the firm’s disclosure document.
  18. As of April 19, 2007, the firm’s disclosure document stated, “the Managing Director of Broadview is registered as an investment adviser under the Investment Advisers Act of 1940.” The firm’s disclosure document stated, “In addition to the registration as an investment advisor, the Managing Director is a Registered Investment Advisor of Fidelity Investments, Inc., The Vanguard Group, Inc. and TIAA-CREF Individual & Institutional Services, LLC.” A review of Bradley’s CRD records revealed that he is not registered under the Investment Advisers Act of 1940 and that he is not registered with these entities.
  19. On June 13, 2007 a review of information contained on the firm’s website ([www.globalbroadview.com](http://www.globalbroadview.com)), revealed the statement, “Broadview Asset Management LLC is a Missouri corporation registered with the Fidelity Investments, Vanguard Group and TIAA CREF.” A review of the Broadview, LLC’s CRD records revealed that Broadview, LLC is not so registered.
  20. On or around April 10, 2007, the firm sent a “MarketLetter” to more than ten clients, advertising the first quarter 2007 performance of the “Broadview Model.”
  21. On June 13, 2007, the firm’s website included a section titled, “The MarketLetter” dated April 10, 2007. This section included first quarter performance as of April 5, 2007 of the “Broadview Model” at “5.7%.” The firm’s website and “MarketLetter” contain performance advertising, however this information did not contain adequate disclosures.
  26. These acts constitute grounds to revoke Respondents’ registrations or bar or censure Respondents pursuant to Section 409.4-412(d) RSMo. (Cum. Supp. 2006).
  27. The Commissioner, after consideration of the stipulations set forth above and on the consent of Respondents and the Securities Division, finds and concludes that the following Order is in the public interest and necessary for the protection of public investors and consistent with the provisions of Chapter 409.

## **ORDER**

**NOW, THEREFORE**, it is hereby Ordered that:

1. Respondent Broadview, LLC is prohibited from employing or associating with an investment adviser representative pursuant to Section 409.4-403(d), RSMo. (Cum. Supp. 2006), unless the investment adviser representative is registered or exempt from registration in the State of Missouri;
2. Respondent Bradley is prohibited from transacting business as an unregistered investment adviser representative in the State of Missouri in violation of Section 409.4-403(d), RSMo. (Cum. Supp. 2006);
3. Respondents will not advertise the performance of model portfolios unless Respondents can adequately demonstrate that the performance used is fair and accurate and contains required disclosures, including but not limited to, the following information:
  - a. whether the performance was net of advisory fees and trading expenses;
  - b. the material market or economic conditions that significantly influenced or reflected upon the performance;
  - c. the limitations of the benchmarks used for comparison and all the material facts relevant to the benchmark’s used for

comparison; and

- d. the material conditions, objectives or strategies involved in the management of the advertised portfolio;
4. Respondents will accurately disclose the corporate registration status of Broadview, LLC as reflected by documents filed with the Corporations Division of the Secretary of State's Office. In addition, Respondents will modify, in the IARD system, the firm name from "Bradley, Dean Evans" to "Broadview Asset Management LLC" and will maintain the IARD investment adviser representative registration for Bradley;
5. Respondents will not make the following representations in materials provided to investors:
  - a. that the Managing Director of Broadview, LLC is registered as an investment adviser under the Investment Advisers Act of 1940; or
  - b. that the Managing Director of Broadview, LLC is registered with Fidelity Investments, Inc., The Vanguard Group, Inc. and TIAA-CREF Individual & Institutional Services, LLC;
6. Respondents will pay the Investor Education and Protection Fund the sum of five thousand dollars (\$5,000.00) made payable to the State of Missouri, and the Secretary of State shall forward these funds to the Investor Education and Protection Fund. This amount shall be due and payable within ten (10) business days from the date the Consent Order is executed;
7. Respondents are ordered to pay one thousand one hundred dollars (\$1,100) for the cost of the audit. Six hundred dollars (\$600) of this amount will be waived provided that Respondents comply with the other provisions of this Consent Order. The remaining amount of five hundred dollars (\$500) shall made payable to the State of Missouri, and the Secretary of State shall forward these funds to the Investor Education and Protection Fund. This amount shall be due and payable within ten (10) business days from the date the Consent Order is executed; and
8. Respondents shall pay their own costs and attorneys fees with respect to this matter.

**SO ORDERED:**

WITNESS MY HAND AND OFFICIAL SEAL OF MY OFFICE AT JEFFERSON CITY, MISSOURI THIS 20<sup>TH</sup> DAY OF NOVEMBER, 2007.

ROBIN CARNAHAN  
SECRETARY OF STATE

(Signed/Sealed)  
MATTHEW D. KITZI  
COMMISSIONER OF SECURITIES

Consented to by:

Mary S. Hosmer  
Assistant Commissioner of Securities  
Missouri Securities Division

Dean E. Bradley, Manager  
Broadview Asset Management, LLC

Dean E. Bradley

Approved as to Form:

Laura L. McLaughlin, Attorney for Respondents