Investment Fraud





Investment fraud schemes, sometimes referred to as high yield investment fraud, involve the illegal sale or purported sale of financial instruments. Schemes take on many forms, and perpetrators quickly alter schemes as they are thwarted by law enforcement.

Before investing with a new broker or financial advisor, consider these self-defense tips:



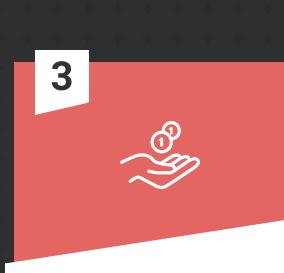
Don't be a courtesy victim

Con artists will not hesitate to exploit the good manners of the potential victim. Remember that a stranger who calls and asks for your money is to be regarded with utmost caution and skepticism.



Don't be rushed – check it out

Say no to any salesperson that pressures you to make an immediate decision. Before you even consider investing, get the prospectus, review it carefully, and make sure you understand all the risks involved.



Always stay in charge of your money

Don't be taken in by anyone who wants your money and assures you that he or she is a professional and can handle everything. Beware of any financial professional who suggests putting your money into something you don't understand.



Always watch over and protect your nest egg

Never trust anyone who wants you to turn over your money to them and then sit back and wait for results. If you understand little about the world of investments, take the time to educate yourself.



the ability to make even the flimsiest investment deal sound as safe as putting money in the bank. Remember that sincerity in a voice, especially on the phone, has no bearing on the soundness of an investment opportunity.

Successful con artists sound

extremely professional and have



that prey on your fears

Remember that fear and greed can

cloud your good judgment and

Watch out for salespeople

leave you in a much worse financial posture. An investment that is right for you will make sense because you understand it and feel comfortable with the degree of risk involved. High return almost always means high risk.

Exercise particular caution if you have limited or no experience handling money

Many people in their retirement years have limited knowledge about handling money. People who are on their own for the first time in years should always seek advice of family

members or impartial professionals

before deciding what to do with

their money.



Insist on regular written reports. Check the written information. Look for excessive or unauthorized trading in your funds. Don't be

swayed by assurances that such practices are routine or in your best interest. Don't permit a sense of friendship or trust to keep you from demanding this information.



If a stockbroker, financial planner, or other individual stalls you when you want to pull out your principal or profits, demand to know why. Since unscrupulous investment promoters have probably pocketed the funds of their victims, they will

go to great lengths to explain why

your savings are not available.

Don't let embarrassment or fear keep you from reporting investment fraud or abuse

Investors who fail to report that they've been victimized often hesitate out of embarrassment. It's true that most money lost to investment fraud is rarely recovered beyond pennies on the dollar. In many cases, however

rarely recovered beyond pennies on the dollar. In many cases, however, when investors recognized early that they'd been misled, they were able to recover some or all of their funds by being a "squeaky wheel".

Educate Yourself and Recognize the Signs of Fraud

Risk Solutions Group