

*This brochure supplement provides information about Robert J. Fratesi that supplements the Financial Resource Management, Inc. brochure. You should have received a copy of that brochure. Please contact Robert J. Fratesi, Investment Adviser Representative if you did not receive Financial Resource Management, Inc.'s brochure or if you have any questions about the contents of this supplement.*

*Additional information about Robert J. Fratesi is also available on the SEC's website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).*

# **Financial Resource Management, Inc.**

## Form ADV Part 2B – Individual Disclosure Brochure

*for*

### **Robert J. Fratesi**

Personal CRD Number: 1373072

Investment Adviser Representative

Financial Resource Management, Inc.  
775 Ridge Lake Boulevard, Suite 150  
Memphis, TN 38120  
(901) 767-5755  
[bob@frm-advisers.com](mailto:bob@frm-advisers.com)

Updated 3/30/2020

## **Item 2: Educational Background and Business Experience**

**Name:** Robert J. Fratesi

**Born:** 1945

### **Education Background and Professional Designations:**

#### **Education:**

BA Accounting, Mississippi State - 1967

#### **Designations:**

CPA - Certified Public Accountant

#### **Business Background:**

|                |   |
|----------------|---|
| 2008 – Present | Investment Adviser Representative<br>Financial Resource Management, Inc.              |
| 2009 – Present | Registered Representative<br>Arete Wealth Management, LLC                             |
| 2001 – 2008    | Registered Representative and<br>Investment Adviser<br>Private Consulting Group, Inc. |

## **Item 3: Disciplinary Information**

Robert J. Fratesi was involved in a settlement of an arbitration claim in excess of \$2,500 whereby a customer alleged that Mr. Fratesi provided inappropriate investment advice and made unsuitable investment recommendations between August 18, 2005 and March 4, 2008. With respect to these customer allegations, Mr. Fratesi does not admit, and specifically denies, any liability or wrongdoing. The settlement agreement entered into between the customer and Mr. Fratesi should not in any way be construed as an admission of liability. Such settlement agreement was entered into for the purpose of reducing related legal fees and reducing the time that would otherwise need to be committed to a continuation of the matter.

## **Item 4: Other Business Activities**

Robert J. Fratesi is a CPA, a Trustee for several clients, a licensed insurance agent, and a registered representative of Arete Wealth Management, LLC. From time to time, he will offer clients advice or products related to those activities. Clients should be aware that registered representative services may pay a commission and may involve a possible conflict of interest, as commissionable products could conflict with the fiduciary duties of an investment adviser. FRM always acts in the best interest of the clients, including those times when there is a sale of commissionable products to advisory clients. FRM clients are in no way required to implement the plan through any adviser of FRM in their capacity as a registered representative, an insurance agent or as an accountant.

## **Item 5: Additional Compensation**

Other than some trustee fees, commissions received from insurance sales and his role as a registered representative, Robert J. Fratesi does not receive any economic benefit from any person, company, or organization, in exchange for providing clients advisory services through FRM.

## **Item 6: Supervision**

The supervised person, Robert J. Fratesi, works closely with the supervisor, Amy Henthorn-Powell, and all of the new accounts and transactions (other than those transactions by third-party money managers) are reviewed by the supervisor. FRM has compliance meetings and annual compliance reviews. Amy Henthorn-Powell's contact information is: (901) 767-5755, [amy@frm-advisers.com](mailto:amy@frm-advisers.com).

## **Item 7: Requirements For State Registered Advisers**

*This disclosure is required by Tennessee securities authorities and is provided for your use in evaluating this investment adviser representative's suitability.*

- A. Robert J. Fratesi was involved in a settlement of an arbitration claim in excess of \$2,500 whereby a customer alleged that Mr. Fratesi provided inappropriate investment advice and made unsuitable investment recommendations between August 18, 2005 and March 4, 2008. With respect to these customer allegations, Mr. Fratesi does not admit, and specifically denies, any liability or wrongdoing. The settlement agreement entered into between the customer and Mr. Fratesi should not in any way be construed as an admission of liability. Such settlement agreement was entered into for the purpose of reducing related legal fees and reducing the time that would otherwise need to be committed to a continuation of the matter.
- B. Robert J. Fratesi has NOT been the subject of a bankruptcy petition at any time.