

**STATE OF ILLINOIS  
SECRETARY OF STATE  
SECURITIES DEPARTMENT**

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<b>IN THE MATTER OF:</b>	)	
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<b>Raul Enrique Jacobs (CRD #6004416)</b>	)	<b>File Number: 1500448</b>
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**ORDER OF PROHIBITION**

**TO RESPONDENT:** Raul Enrique Jacobs  
(CRD #6004416)  
11020 1<sup>st</sup> Street  
Mokena, IL 60448

Raul Enrique Jacobs  
C/O T2 Asset Management, LLC  
(CRD #6004416)  
2 Transam Plaza Drive  
Suite 200  
Oakbrook Terrace, IL 60181

WHEREAS, a Temporary Order of Prohibition was issued by the Secretary of State on **December 10, 2015** which temporarily prohibited **Raul Enrique Jacobs** from offering or selling securities and rendering investment advice in or from the State of Illinois until further order of the Secretary of State or his duly authorized representative;

WHEREAS, pursuant to section 11.F of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act"), the failure to request a hearing within thirty (30) calendar days of the entry of the Temporary Order shall constitute an admission of any acts alleged therein and constitute a sufficient basis to make the Temporary Order final;

WHEREAS, the Respondents have failed to request a hearing on the matters contained in the Temporary Order within thirty (30) calendar days of the entry of said Temporary Order and the Respondents are hereby deemed to have admitted the facts alleged in the Temporary Order;

WHEREAS, the Secretary of State, by and through his duly authorized representative, has adopted the Findings of Fact contained in the Temporary Order as the Secretary of State's Findings of Fact as follows:

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1. Respondent, **Raul Enrique Jacobs** ("Respondent") is an individual with the last known address of 11010 1<sup>st</sup> Street, Mokena, IL 60448.
2. T2 Asset Management, LLC ("T2") is a state-covered securities advisor entity located at 2 Transam Plaza Drive, Suite 200, Oakbrook Terrace, IL 60181.
3. At all relevant times, Respondent was registered with **T2 Asset Management, LLC** as an investment adviser representative.
4. Shortly before the summer of 2015, the Complainant ("J.D.") suffered significant health issues.
5. As a result of those health issues, J.D.'s sister ("Sister") became her power of attorney.
6. In the summer of 2015, Respondent offered his financial advisory services to J.D. and Sister to monitor and manage J.D.'s investment account. In addition, Respondent offered to assist in recording and paying J.D.'s bills and living expenses.
7. As power of attorney, Sister opened a Chase bank account giving Respondent signatory authority.
8. Respondent requested Sister transfer roughly \$15,000 to the account every month in order to bring J.D.'s monthly bills and expenses up-to-date. Once current, Sister would take over managing the account from Respondent.
9. In the fall of 2015, Respondent requested a \$100,000 loan from J.D.'s funds so that Respondent could purchase a vacation home in Lake Geneva, Wisconsin.
10. Respondent's request for a loan from his client violated his fiduciary duties.
11. Consequently, Sister contacted Chase representatives who informed that payments were made from the account for a mortgage, credit card, and subscription to Match.com, and Sister knew these payments were not made for the benefit of J.D.
12. In fact, Respondent used the payments out of the account for his own purposes, particularly to pay for his mortgage, credit card debts, and online dating services, further in violation of his fiduciary duties.
13. Respondent confessed twice during the fall of 2015 to misappropriating the J.D.'s funds.

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14. Section 12.A of the Illinois Securities Law of 1953, 815 ILCS 5/1 *et seq.*, (the "Act") provides it shall be a violation of the provisions of this Act for any person to offer or sell any security except in accordance with the provisions of this Act.
15. Section 12.J(2) of the Act provides it is a violation when an investment adviser representative engages in a transaction which operates as a fraud or deceit upon a client.
16. The facts alleged in paragraphs 1 through 13 above show conduct by Respondent that violates Section 12.J(2) of the Act. In particular: Respondent used his client's funds for his personal use and not for the agreed upon purpose.

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act, Respondent **Raul Enrique Jacobs** is **PROHIBITED** from rendering investment advice and from offering or selling securities in or from this State until the further Order of the Secretary of State.

**NOTICE:** Failure to comply with the terms of this Order shall be a violation of Section 12.D of the ACT. Any person or entity that fails to comply with the terms of this Order of the Secretary of State, having knowledge of the existence of this Order, shall be guilty of a **Class 4 felony for each offence.**

This is a final order subject to administrative review pursuant to the Administrative Review Law [735 ILCS 5/3-101 *et seq.*] and the Rules and Regulations of the Act (14 Ill. Admin. Code, Ch. 1 Sec. 130.1123). Any action for judicial review must be commenced within thirty-five (35) days from the date a copy of this Order is served upon the party seeking review.

Dated this 23rd day of February 2016.



JESSE WHITE  
Secretary of State  
State of Illinois

Attorney for the Secretary of State:

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