

NASD OFFICE OF HEARING OFFICERS

DEPARTMENT OF ENFORCEMENT,

Complainant,

v.

DOUGLAS W. CAMPBELL, JR.
CRD No. 2462754

Respondent.

Disciplinary Proceeding
No. ELI2004039101

Hearing Officer -- DRP

**ORDER ACCEPTING OFFER OF
SETTLEMENT**

Date: November 28, 2006

INTRODUCTION

Disciplinary Proceeding No. ELI2004039101 was filed on August 24, 2004, by the Department of Enforcement of NASD ("Complainant"). Respondent Douglas W. Campbell, Jr.

("Respondent") submitted an Offer of Settlement ("Offer") to Complainant on October 6, 2006.

Pursuant to Code of Procedure Rule 9270(e), the Complainant and the National Adjudicatory Council ("NAC") Review Subcommittee or the Office of Disciplinary Affairs ("ODA") have accepted the uncontested Offer. Accordingly, this Order now is issued pursuant to Code of Procedure Rule 9270(e)(3). The findings, conclusions and sanctions set forth in this Order are those stated in the Offer as accepted by the Complainant and approved by the NAC.

Under the terms of the Offer, Respondent has consented for the purpose of this proceeding only, without admitting or denying the allegations of the Complaint, and solely for the purposes of this proceeding and any other proceeding in which NASD is a party, to the entry of findings of facts and violations consistent with the allegations of the Complaint, and to the imposition of the

sanctions set forth below, and fully understand that this Order will become part of Respondent's permanent disciplinary records and may be considered in any future actions brought by NASD.

BACKGROUND

Respondent first became registered with NASD as a General Securities Representative ("GSR") through an association with an NASD member firm on February 16, 1994. From September 19, 2002 through September 1, 2004 Respondent was registered as a GSR through an association with member firm Raymond James Financial Services, Inc. (BD No. 6694) ("RJFS"). From September 23, 2004 through the date of the initiation of this disciplinary proceeding, Respondent was registered with NASD through his association with another NASD member firm and therefore he remains subject to NASD's jurisdiction. Respondent does not have any prior disciplinary history with the Securities and Exchange Commission, any self-regulatory organization or state securities regulator.

FINDINGS AND CONCLUSIONS

It has been determined that the Offer be accepted and that findings be made as follows:

While registered with NASD, Respondent engaged in an outside business activity without providing prior written notice to RJFS. Specifically, in or around April 2004, Respondent established a business called Hampton Advisors LLC ("HA"). Respondent failed to provide written notice to RJFS concerning his formation of HA.

Based on the foregoing, Respondent violated NASD Conduct Rules 3030 and 2110.

In August 2004, while Respondent was registered through RJFS, he participated in private securities transactions without providing prior written notice to RJFS. Specifically, in or about August 2004, Respondent recommended that two RJFS customers purchase through HA shares in a proposed REIT to be run by Simon Properties Group, Inc. ("SPG"). HA obtained \$50,000 from each of the customers to fund the purchase of the REIT shares. Prior to participating in these private securities transactions, Respondent failed to provide written notification to RJFS. Based on the foregoing, Respondent violated NASD Conduct Rules 3040 and 2110.

Based on these considerations, the sanctions hereby imposed by the acceptance of the Offer are in the public interest, are sufficiently remedial to deter Respondent from any future misconduct, and represent a proper discharge by NASD of its regulatory responsibility under the Securities Exchange Act of 1934.

SANCTIONS

It is ordered that:

- (1) Respondent is suspended from association with any NASD member in any capacity for a period of thirty-five (35) calendar days; and
- (2) Respondent is fined in the amount of \$5,000.

The sanctions imposed herein shall be effective on a date set by NASD staff.

SO ORDERED.

NASD

By: Samuel Barkin/ddd

Samuel L. Barkin

Regional Counsel

on behalf of the Director of ODA, pursuant to
delegated authority