

**Item 1: Cover Page For Part 2B of Form ADV:
Brochure Supplement**

August 2012

Douglas M. Rowan

**Quantum Econometrics, LLC
15141 E. Whittier Blvd., Suite 550
Whittier, CA 90603**

**Firm Contact:
Karen Burneff
Chief Compliance Officer**

This brochure supplement provides information about Mr. Rowan that supplements our brochure. You should have received a copy of that brochure. Please contact Ms. Burneff, Chief Compliance Officer, if you did not receive our firm's brochure or if you have any questions about the contents of this supplement.

Additional information about Mr. Rowan is available on the SEC's website at www.adviserinfo.sec.gov.

Item 2. Educational Background & Business Experience

Douglas M. Rowan

Year of Birth: 1965

Educational Background:

- 1987: University of Southern California; BS Business Administration

Business Background:

- 04/2012 - Present Quantum Econometrics, LLC
Investment Adviser Representative
- 05/1986 - Present Financial Network Investment Corporation;
Investment Adviser Representative & Registered Representative

Exams, Licenses & Other Professional Designations:

- 1994: Series 24
- 1986: Series 7

Certified Financial Planner (CFP) - this certification is obtained by completing an advanced college-level course of study addressing the financial planning subject areas that the CFP board's studies have determined as necessary for the competent and professional delivery of financial planning services, a comprehensive certification exam (administered in 10 hours over a 2 day period) and agreeing to be bound by the CFP board's standard of professional conduct. as a prerequisite the IAR must have a bachelor's degree from a regionally accredited United States college or university (or foreign university equivalent) and have at least 3 years of full time financial planning experience (or equivalent measured at 2,000 hours per year). This designation requires 30 hours of continuing education every 2 years and renewing an agreement to be bound by the standards of professional conduct.

Chartered Mutual Fund Counselor (CMFC) - this designation is obtained by completing 9 self study modules requiring 72-90 hours and a final exam. There are no prerequisites. This designation requires 16 hours of continuing education every 2 years.

Item 3. Disciplinary Information

If there are legal or disciplinary events material to your evaluation of Mr. Rowan, we are required to disclose all material facts regarding those events.¹

We have nothing to disclose in this regard.

¹ Note: Our firm may, under certain circumstances, rebut the presumption that a disciplinary event is material. If an event is immaterial, we are not required to disclose it. When we review a legal or disciplinary event involving Mr. Rowan to determine whether it is appropriate to rebut the presumption of materiality, we consider all of the following factors: (1) the proximity of Mr. Rowan to the advisory function; (2) the nature of the infraction that led to the disciplinary event; (3) the severity of the disciplinary sanction; and (4) the time elapsed since the date of the disciplinary event. If we conclude that the materiality presumption has been overcome, we prepare and maintain a file memorandum of our determination in our records. We follow SEC rule 204-2(a)(14)(iii) and similar state rules.

Item 4. Other Business Activities

A. If Mr. Rowan is actively engaged in any investment-related business or occupation, including if he is registered, or has an application pending to register, as a broker-dealer, registered representative of a broker-dealer, futures commission merchant ("FCM"), commodity pool operator ("CPO"), commodity trading advisor ("CTA"), or an associated person of an FCM, CPO, or CTA, we are required to disclose this fact and describe the business relationship, if any, between the advisory business and the other business.

1. If a relationship between the advisory business and Mr. Rowan's other financial industry activities creates a material conflict of interest with you, the SEC requires us to describe the nature of the conflict and generally how we address it.

We have nothing to disclose in this regard.

2. If Mr. Rowan receives commissions, bonuses or other compensation based on the sale of securities or other investment products, including as a broker-dealer or registered representative, and including distribution or service ("trail") fees from the sale of mutual funds, we have to disclose this fact. If this compensation is not cash, we are required to explain what type of compensation he receives. We must explain that this practice gives Mr. Rowan an incentive to recommend investment products based on the compensation received, rather than on your needs.

Mr. Rowan is a registered representative of Financial Network Investment Corporation ("FNIC"), member FINRA/SIPC. He may offer securities and receive normal and customary commissions as a result of securities transactions. This presents a conflict of interest to the extent that Mr. Rowan recommends that a client invest in a security which results in a commission being paid to him.

B. If Mr. Rowan is actively engaged in any business or occupation for compensation not discussed in response to Item 4.A, above, and the other business activity or activities provide a substantial source of his income or involve a substantial amount of Mr. Rowan's time, we are required to disclose this fact and must describe the nature of that business. If the other business activities represent less than 10 percent of Mr. Rowan's time and income, we may presume that they are not substantial.

We have nothing to disclose in this regard.

Item 5. Additional Compensation

If someone who is not a client provides an economic benefit to Mr. Rowan for providing advisory services, we are required to generally describe the arrangement. For purposes of this Item, economic benefits include sales awards and other prizes, but do not include his regular salary. Any bonus that is based, at least in part, on the number or amount of sales, client referrals, or new accounts should be considered an economic benefit, but other regular bonuses should not.

We have nothing to disclose in this regard.

Item 6. Supervision

We are required to explain how we supervise Mr. Rowan, including how we monitor the advice he provides to you. Our firm has to provide the name, title and telephone number of the person responsible for supervising his advisory activities on behalf of our firm.

Karen Burneff is Chief Compliance Officer of Quantum Econometrics, LLC and as such supervises and monitors Mr. Rowan's activities on a regular basis to ensure compliance with our firm's Code of Ethics. Please contact Ms. Burneff if you have any questions about Mr. Rowan's brochure supplement at (562) 945-7787.

Item 7. Requirements for State-Registered Advisers

A. In addition to the events listed in Item 3 of Part 2B, if Mr. Rowan has been involved in one of the events listed below, we disclose all material facts regarding the event.

1. An award or otherwise being found liable in an arbitration claim alleging damages in excess of \$2,500, involving any of the following:
 - (a) an investment or an investment-related business or activity;
 - (b) fraud, false statement(s), or omissions;
 - (c) theft, embezzlement, or other wrongful taking of property;
 - (d) bribery, forgery, counterfeiting, or extortion; or
 - (e) dishonest, unfair, or unethical practices.

We have nothing to disclose in this regard.

2. An award or otherwise being found liable in a civil, self-regulatory organization, or administrative proceeding involving any of the following:

- (a) an investment or an investment-related business or activity;
- (b) fraud, false statement(s), or omissions;
- (c) theft, embezzlement, or other wrongful taking of property;
- (d) bribery, forgery, counterfeiting, or extortion; or
- (e) dishonest, unfair, or unethical practices.

We have nothing to disclose in this regard.

B. If Mr. Rowan has been the subject of a bankruptcy petition, we must disclose that fact, the date the petition was first brought, and the current status.

We have nothing to disclose in this regard.