

# **BROCHURE SUPPLEMENT**

**May 2012**

**This brochure supplement provides information about Duane R. Bazis, Jr. that supplements the Bazis & Young Investment Group LLC brochure. You should have received a copy of that brochure. Please contact Duane R. Bazis, Jr. if you did not receive the Bazis & Young Investment Group LLC brochure or if you have any questions about the contents of this supplement.**

**Additional information about Duane R. Bazis, Jr. is available on the SEC's website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).**

**Duane R. Bazis, Jr.**  
Bazis & Young Investment Group LLC  
1065 North 115<sup>th</sup> Street  
Omaha, Nebraska 68154  
Phone: (402) 965-3334

## **Educational Background and Business Experience**

Born: 1958

Education:  
Creighton University, BA in Psychology

Business Background:  
Bazis & Young Investment Group LLC: Sole and Managing Member, June 2011-present; Co-Member and Managing Member, February 2009 to June 2011; Investment Advisor Representative, February 2009 to present  
LPL Financial Corporation: Registered Representative, February 2009 to present  
Bazis Group: Sole Proprietor, 10/08-present  
Wachovia Securities Financial Network, LLC: Branch Manager, October 2003 to February 2009; Investment Advisor Representative, December 2003 to February 2009  
Wachovia Securities, LLC: Branch Manager, June 1995 to October 2003; Investment Advisor Representative, March 2000 to December 2003

## **Disciplinary Information**

Duane R. Bazis, Jr. has no disciplinary history with the U.S. Securities and Exchange Commission or state regulatory authorities.

## **Other Business Activities**

Mr. Bazis is a registered representative of LPL Financial Corporation, a registered broker/dealer and member FINRA/SIPC. In this separate capacity, he sells securities products to any client and receives commissions. This is a potential conflict of interest, since any commissions earned could be in addition to advisory fees earned in his capacity as an investment advisor representative. This could bias the objectivity of his advice to clients. He controls this potential conflict of interest by discussing with clients

the benefits and negatives of establishing a fee-based account through Bazis & Young Investment Group LLC versus establishing a commission-based account through LPL Financial Corporation.

As a registered representative, Mr. Bazis could also receive 12(b)-1 fees (annual marketing or distribution fees) paid by mutual funds. The 12(b)-1 fees come from fund assets and, therefore, indirectly from client assets. Receiving 12(b)-1 fees represents an incentive for him to recommend funds with 12(b)-1 fees or with higher 12(b)-1 fees than funds with no fees or lower fees. This is a potential conflict of interest. Typically, Mr. Bazis receives 12(b)-1 fees only in commission-based brokerage accounts. However, these fees can be earned in fee-based accounts managed by him if mutual funds that pay 12(b)-1 fees are held in a managed account. In this situation, Mr. Bazis discusses with clients the selection of a 12(b)-1 or other mutual fund paying trails.

Clients are free to select any broker/dealer they wish to implement securities transactions and could receive comparable services from other sources at lower cost. However, if clients select Duane R. Bazis, Jr. to implement securities transactions, he is required to use LPL Financial Corporation because of his affiliation as a registered representative. Further, as a registered representative, he is restricted to only offering those products and services that have been reviewed and approved for offering to the public by LPL Financial Corporation and for which the broker/dealer has obtained a selling agreement. Mr. Bazis only recommends mutual funds and other investment products to clients if they are suitable for the client and appropriate to fulfill client's objectives. If clients do not choose to accept Mr. Bazis' advice or decide not to establish an account through LPL Financial Corporation, Mr. Bazis may not be able to provide management and advisory services to the client.

Duane R. Bazis, Jr. is also independently licensed as an insurance agent and sells insurance products to any client and receives commissions when doing so. This is a potential conflict of interest, since any commissions earned could be in addition to advisory fees earned in their capacity as an investment advisor representative. Mr. Bazis may also receive other incentive awards for recommending the sale of insurance products. Receiving commissions and other incentive benefits may affect Mr. Bazis' judgment when recommending products to clients. Clients are never obligated or required to purchase insurance products from or through Mr. Bazis and may select any independent insurance agent and insurance company to purchase insurance products. Regardless of the insurance agent selected, the insurance agent or agency will receive normal commissions from the sale.

While Mr. Bazis spends the majority of his workweek on advisory matters, he does spend some time on securities and insurance activities during normal securities trading hours. In addition, he spends a small amount of time (less than 10%) on activities associated with the Bazis Group, a family business; he has a passive investment in this business that involves horse training/schooling and a mobile car wash operated by relatives. These activities are conducted outside of securities trading hours.

### **Additional Compensation**

Certain product sponsors may provide Duane R. Bazis, Jr. with other economic benefits as a result of his recommending or selling the product sponsors' investments. The economic benefits he receives from product sponsors can include, but are not limited to, financial assistance or the sponsorship of conferences and educational sessions, marketing support, incentive awards, payment of travel expenses, and tools to assist him in providing various services to clients.

Bazis & Young Investment Group LLC and Duane R. Bazis, Jr. endeavor at all times to put the interests of its clients ahead of their own interests or those of the advisor's officers, directors, or representatives. However, these arrangements could affect Mr. Bazis' judgment when recommending investment products and present a conflict of interest that may affect his judgment.

### **Supervision**

Duane R. Bazis, Jr. is the Chief Compliance Officer of Bazis & Young Investment Group LLC. He is responsible for developing, overseeing and enforcing the firm's compliance programs that have been

established to monitor and supervise the activities and services provided by the firm and its representatives, including himself. He can be contacted at (402) 965-3334.

**Requirements for State Registered Advisors**

Mr. Bazis has not been involved in an arbitration claim alleging damages in excess of \$2,500 resulting in an award or otherwise being found liable. Additionally, he has not been involved in a civil, self-regulatory organization or administrative proceeding resulting in an award or otherwise being found liable. He has not been the subject of a bankruptcy petition.