

DENISE VOIGT CRAWFORD
SECURITIES COMMISSIONER

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DEPUTY SECURITIES COMMISSIONER

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Texas State Securities Board

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IN THE MATTER OF THE
INVESTMENT ADVISER
REPRESENTATIVE REGISTRATION
OF GARY J. SHALHOOB

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Order No. IC06-CEN-18

TO: Gary J. Shalhoob (CRD No. 2210727)
RMG Capital Advisers, LLC
17111 Preston Road, Suite 140
Dallas, TX 75248

DISCIPLINARY ORDER

Be it remembered that Gary J. Shalhoob ("Respondent"), appeared before the Securities Commissioner of the State of Texas ("Securities Commissioner") and consented to the entry of this Order and the Findings of Fact or Conclusions of Law contained herein.

FINDINGS OF FACT

1. Respondent has waived (a) Respondent's right to notice and hearing in this matter; (b) Respondent's right to appear and present evidence in this matter; (c) Respondent's right to appeal this Order; and (d) all other procedural rights granted to the Respondent by The Securities Act, TEX. REV. CIV. STAT. ANN. art. 581-1 et seq. (Vernon 1964 & Supp. 2005)("Texas Securities Act"), and the Administrative Procedure Act, TEX. GOV'T CODE ANN. § 2001.001 et seq. (Vernon 2000 & Supp. 2005)("Administrative Procedure Act").
2. From on or about March 11, 1996 to the present, RMG Capital Advisors, LLC ("RMG") has been registered under the Investment Advisers Act of 1940 with the U. S. Securities and Exchange Commission as an investment adviser, and is a federal covered investment adviser that is notice-filed with the Securities Commissioner.
3. From on or about February 19, 2002 to on or about December 31, 2002, Respondent was registered with the Securities Commissioner as an investment adviser representative for RMG.

4. Pursuant to §116.2(f)(3) of the Rules and Regulations of the Texas State Securities Board effective March 6, 2002, all persons seeking registration with the Securities Commissioner as an investment adviser representative were required to file the Uniform Application for Securities Industry Registration or Transfer ("Form U-4") via the electronic filing system maintained by the National Association of Securities Dealers, Inc. ("NASD").
5. As of December 31, 2002, Respondent had not filed an electronic Form U-4 with the Securities Commissioner as an investment adviser representative of RMG, and did not transition onto the electronic filing system maintained by the NASD.
6. From on or about January 1, 2003 to May 17, 2006, Respondent rendered investment advisory services to RMG's clients in Texas on behalf of RMG, for compensation, at a time when Respondent was not registered as an investment adviser representative of RMG.
7. On or about May 18, 2006 Respondent registered with the Securities Commissioner as an investment adviser representative of RMG, which is currently effective.
8. Section 12.B of the Texas Securities Act, prohibits a person from rendering services as an investment adviser representative in Texas unless the person is registered under the Texas Securities Act, submits a notice filing as provided by Section 12-1 of the Texas Securities Act, or is otherwise exempt.

CONCLUSIONS OF LAW

1. Respondent provided investment advice, for compensation, to the clients of RMG, and therefore is an "investment adviser representative" as the term "investment adviser representative" is defined by Section 4.P of the Texas Securities Act.
2. From on or about January 1, 2003 to May 17, 2006, Respondent violated Section 12.B of the Texas Securities Act by rendering services as an investment adviser representative in Texas for RMG at a time when Respondent was not registered with the Securities Commissioner as an investment adviser representative of RMG.
3. Pursuant to Section 14.A(6) of the Texas Securities Act, the foregoing violation constitutes a basis for the issuance of an order reprimanding a registered investment adviser representative.

ORDER

1. It is therefore ORDERED that Gary J. Shalhoob is hereby REPRIMANDED.

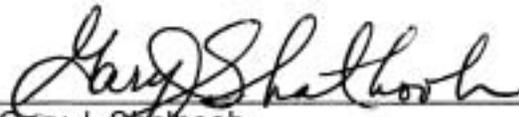
SIGNED AND ENTERED BY THE SECURITIES COMMISSIONER this 20TH
day of June, 2006.

Deputy

DENISE VOIGT CRAWFORD
Securities Commissioner

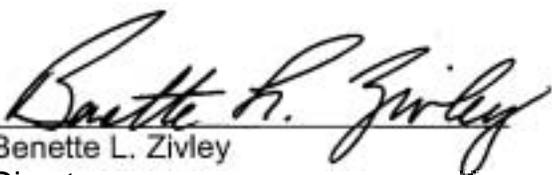
Don Raschke
Deputy Securities Commissioner

Respondent:



Gary J. Shalhoob

Approved as to Form:

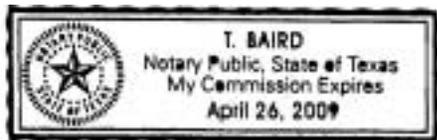


Benette L. Zivley
Director
Inspections and Compliance Division

ACKNOWLEDGMENT

On the 13 day of June, 2006, Gary J. Shalhoob ("Respondent"), personally appeared before me, executed the foregoing Order, and acknowledged:

1. Respondent has read the foregoing Order;
2. Respondent has been fully advised of his rights under the Texas Securities Act and the Administrative Procedure Act;
3. Respondent knowingly and voluntarily consents to the entry of the foregoing Order and the Findings of Fact and Conclusions of Law contained therein; and,
4. Respondent, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived his rights as set forth therein.



[affix notary seal here]

T Baird
Notary Public in and for
the State of Texas

My commission expires on: 4/26/09