



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 FHC, and did not transition onto the electronic filing system maintained by the NASD.
6. From on or about January 1, 2003 to the present, Respondent has rendered investment advisory services to FHC's clients in Texas on behalf of FHC, for compensation, at a time when Respondent has not been registered as an investment adviser representative of FHC.
7. On or about June 9, 2006, Respondent submitted an application for registration with the Securities Commissioner as an investment adviser representative of FHC, which is currently pending.
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.
9. Section 14.A(6) of the Texas Securities Act permits the Securities Commissioner to reprimand a registered investment adviser representative if the registered investment adviser representative has violated any of the provisions of the Texas Securities Act or Board Rules.

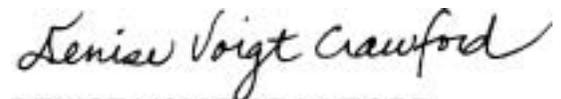
#### CONCLUSIONS OF LAW

1. Respondent rendered services in Texas as an "investment adviser representative" as that term is defined by Section 4.P of the Texas Securities Act.
2. From on or about January 1, 2003 to the present, Respondent has violated Section 12.8 of the Texas Securities Act by rendering services as an investment adviser representative in Texas for FHC at a time when Respondent has not been registered with the Securities Commissioner as an investment adviser representative of FHC.
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 the registration of Eugen Kurt Schluter as an investment adviser representative of Financial House Corp. is hereby GRANTED.
2. It is further ORDERED that Eugen Kurt Schluter is hereby REPRIMANDED.

SIGNED AND ENTERED BY THE SECURITIES COMMISSIONER this 18<sup>th</sup>  
day of December, 2006.

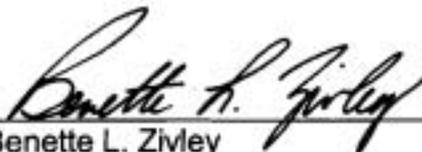


DENISE VOIGT CRAWFORD  
Securities Commissioner

Respondent:

  
Eugen Kurt Schluter

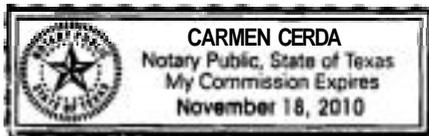
Approved as to Form:

  
Benette L. Zivley  
Director  
Inspections and Compliance Division

**ACKNOWLEDGMENT**

On the 13 day of December, 2006, Eugen Kurt Schluter ("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]

*Carmen Cerda*

Notary Public in and for  
the State of Texas

My commission expires on: 11.18.2010