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FOR IMMEDIATE RELEASE

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NH SECURITIES BUREAU INITIATES LICENSE SUSPENSION ACTION AGAINST KLEOSSUM, INC. AND DAVID F. BROCHU

CONCORD, NH (September 22, 2014) – The New Hampshire Bureau of Securities Regulation announces that on September 4th, 2014, it issued an order of suspension, show cause, and cease and desist against Kleossum, Inc. and David F. Brochu of Conway, New Hampshire. In its action, the Bureau alleges that between September 2011 and April 2013, Brochu, a licensed investment advisor of his advisory firm Kleossum, solicited his clients and sold security interests in three limited liability companies called Brochu Family Farms, LLC, Sustainable Forrest Fuels Wood, LLC and KT1, LLC. The Bureau alleges that Brochu and Kleossum failed to disclose their material conflict of interest to their clients in writing before the clients made these investments. Brochu continued to solicit more investor money with inaccurate business projections despite the fact that he no longer had a place of business following his arrest in February 2014 and the closing of Kleossum in March 2014. The Bureau also alleges that Brochu borrowed money from his clients as seed money to start these businesses which is prohibited by the New Hampshire Securities Act. Brochu and Kleossum may request a hearing within 30 days of receipt of the Order.