



SEC Resumes Operations With Immediate Enforcement Action After Shutdown

No sooner did the US government re-open on November 13, 2025, after a historic 44-day shutdown, the Securities and Exchange Commission ("SEC") came out swinging, announcing enforcement actions against a foreign individual involved in a complex securities fraud scheme in order to induce retail investors to invest in Chinese public companies listed on NASDAQ. The complaint involved six investment advisors: Bluesky Eagle Capital Management Ltd.; Supreme Power Capital Management; Invesco Alpha Inc.; Adamant Stone Limited; AI Investment Education Foundation Ltd.; and AI Financial Education Foundation Ltd. None of the aforementioned firms are currently registered.

The complaints focus on material misrepresentations made in regulatory filings including false and deceptive information focused on:

- Inaccurate regulatory assets under management
- False principal place of business
- Misleading client count and client information
- Incorrect listing of Officers of the advisers
- Lack of affiliate and conflict of interest disclosures

In addition, co-conspirators involved in this scheme made false marketing claims via WhatsApp and social media promising 300-500% returns and that losses would be fully compensated. Investors suffered significant losses.

Guanhua "Michael" Su of Hong Kong is charged with conspiracy to file false and deceptive investment adviser forms.

Currently, the SEC is emerging from the shutdown with a backlog of exams underway prior to the shutdown. However, compliance teams should not put their foot on the brake when executing adviser compliance programs.

Please contact your Optima Partner with regulatory inquiries, or for assistance with developing or enhancing your regulatory compliance program.

Inquiries regarding Optima's service offering, or comments on this article can be directed to info@optimapartners.com.

