



Pareteum - Executive overview

Blocking Viceroy Research and shareholders on twitter will not make your problems go away.

June 27, 2019 – This report unveils troubling data Viceroy Research has encountered while conducting background checks on Pareteum’s management team.

"David Hess and David John join Pareteum as we are rocketing towards our growth goals as a global technology" company...Hiring talent to expand our North America presence and connect into Latin America is the obvious step in acquiring new customers and new revenue that will ensure we exceed our targets"

– Hal Turner, CEO¹

David John, Vice-President Pareteum, was hired by Hal Turner with apparent pride in October 2018, and cited as Managing Director, CALA for Pareteum Corp.



David John
Director Pareteum

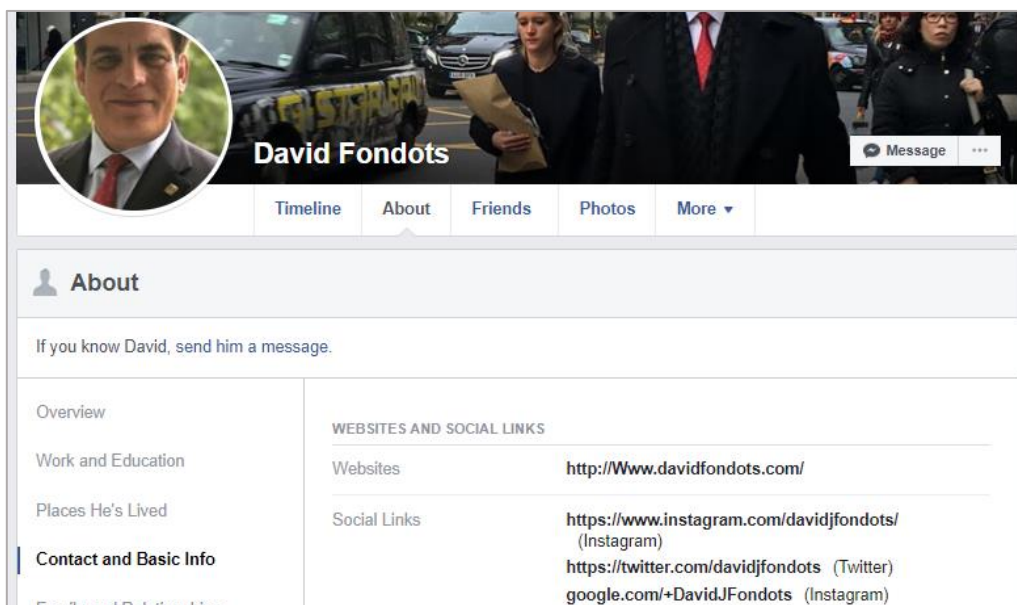
David has been companies driving sales revenue from Mobile, SaaS, Enterprise Software, MVNO, OTT, Telecom, IoT, Cloud Services, SDP, Services Delivery Platform and OSS, Data Sciences.

As Managing Director, CALA for Pareteum Corp (NASDAQ Pareteum) David and team have launched IoT, MVNO, and Software Defined Network cloud solutions across the region. Pareteum Corporation is a leading international provider of mobile networking software and services. Our mission is to provide a single solution to the problem of fully enabling and securing the Mobile Cloud.

Pareteum empowers Mobile Virtual Network Operators (MVNOs) and Mobile Network Operators (MNOs) by providing a patented cloud based mobile communications infrastructure, operating software and managed services. We enable telecoms carriers and virtual network operators to offer a full suite of products, delivery platforms, support services, superior industry expertise and high quality customer service without substantial upfront investment. As a specialized outsourcing partner and systems integrator, we provide operating software, managed services, cloud and SaaS solutions and an integrated transaction and delivery platform to the mobile telecommunications industry globally.

Figure 1 David John Managing Director, CALA for Pareteum Corp (NASDAQ Pareteum).

Viceroy have double checked multiple sources to confirm David John’s full name is, in fact, **David John Fondots**.



WEBSITES AND SOCIAL LINKS	
Websites	http://www.davidfondots.com/
Social Links	https://www.instagram.com/davidjfondots/ (Instagram)
	https://twitter.com/davidjfondots (Twitter)
	google.com/+DavidJFondots (Instagram)

Figure 2 David Fondots Facebook²

¹ <https://www.prnewswire.com/news-releases/pareteum-targets-growth-in-the-americas-with-new-hires-300734068.html>

² <https://www.facebook.com/david.fondots.1>



There appears to be a very good reason why Mr Fondots has omitted his last name from his public-facing corporate profile

Fraud & Embezzlement

On June 7, 2019, David Fondots was arrested and charged with wire fraud relating to an embezzlement scheme by the Federal Bureau of Investigation (FBI), where attorneys for the Lelling's Securities & Fraud Unit are prosecuting³. The charge relates to one of Mr. Fondots' previous ventures, Mach Music. As though the day couldn't get worse for Pareteum following the release of Aurelius Value's detailed report on the same morning.

District of Massachusetts

FOR IMMEDIATE RELEASE Friday, June 7, 2019

Westford Man Charged with Fraud and Embezzlement Scheme

BOSTON – The former CEO and co-founder of a Boston-based mobile phone music streaming service, was charged in connection with a scheme to embezzle hundreds of thousands of dollars from his employer.

David Fondots, 56, was charged by criminal complaint on one count of wire fraud. Fondots was arrested yesterday evening and made an initial appearance in federal court in Boston this afternoon.

According to the complaint affidavit, Fondots misappropriated company funds which he used for his personal benefit. It is alleged that between 2014 through 2016, Fondots caused his company to pay significant sums of money directly to himself, to a family member, and to companies controlled by a family member. Fondots used the embezzled funds to pay personal expenses for himself and his family, including car payments, legal fees, and travel, among other things.

The charge of wire fraud provides for a sentence of no greater than 20 years in prison, three years of supervised release, and a fine of \$250,000, or twice the gross gain or loss. Sentences are imposed by a federal district court judge based upon the U.S. Sentencing Guidelines and other statutory factors.

United States Attorney Andrew E. Lelling; Joseph R. Bonavolonta, Special Agent in Charge of the Federal Bureau of Investigation, Boston Field Office; and Kristina O'Connell, Special Agent in Charge of the Internal Revenue Service's Criminal Investigation in Boston made the announcement today. Assistant U.S. Attorney Sara Miron Bloom of Lelling's Securities & Financial Fraud Unit is prosecuting the case.

The details contained in the complaint are allegations. The defendant is presumed innocent unless and until proven guilty beyond a reasonable doubt in a court of law.

Topic(s):
Financial Fraud

Component(s):
[USAO - Massachusetts](#)

Updated June 7, 2019

Figure 3 David Fondot charged with Fraud and Embezzlement Scheme

David Fondots has been charged with 'fraud and embezzlement scheme'

It seems, following this discovery, that Pareteum (and, in fairness, its stakeholders) conduct no background checks into its clients or its management candidates. Viceroy believe David John Fondots' name change is a deliberate attempt to distance himself from charges and former criminal conduct. David John Fondots took down any reference to his full name, including his own website:

<https://web.archive.org/web/20180828042652/https://davidfondots.com/>

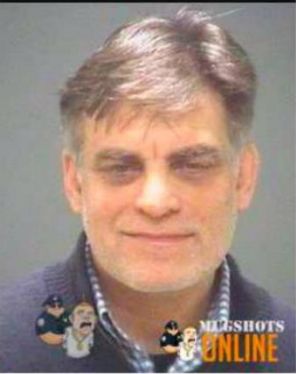
³ <https://www.justice.gov/usao-ma/pr/westford-man-charged-fraud-and-embezzlement-scheme>



Pandering Obscenity Involving a Minor

David J Fondots is further identifiable through a Mugshot from Cleveland, Ohio, where Mr Fondots was arrested on charges of Pandering Obscenities involving a minor.

David J Fondots Mugshot



Information

Name David J Fondots
 Location Cleveland, OH
 Age 53 years
 Booking Date 03-10-2016

Booking Charges
 PANDERING OBSCENITY

Get Detailed Information About This Arrest

An arrest does not mean that the individual has been convicted of the crime. Individuals on this website are innocent until proven guilty by a court of law. The information related to charges and arrest or booking information is provided through public domain and in accordance with the Freedom of Information Act.
[Request This Record to be Modified or Removed](#)

Figure 4 David John Fondots Mugshot 2016⁴

Case:CR-16-604346-A Category: CRIMINAL Offense Code: 2907.

2	Name: David J. Fondots	Age: Not on File	DOB: 01/05/1963	State: OH	Offense: PANDERING OBSCENITY INVOLVING A MINOR	-
---	---------------------------	---------------------	--------------------	--------------	---------------------------------------------------	---

👤 **Offender Profile**
PDF
PRINT

David J. Fondots

AKA/Known Aliases: Not on File

Last Name:	FONDOTS
First Name:	DAVID
Middle Name:	J
Date of Birth:	01/05/1963
Sex:	Male

Figure 5 State Records Search Ohio

We find it hard to believe that Pareteum are unaware of this information.

⁴ <https://pbs.twimg.com/media/D8jUOP4XsAAbrOf.jpg>



Cricketts

In response to our report on Pareteum, dated June 26, 2019, Pareteum management have responded by blocking Viceroy Research and its members on Twitter:

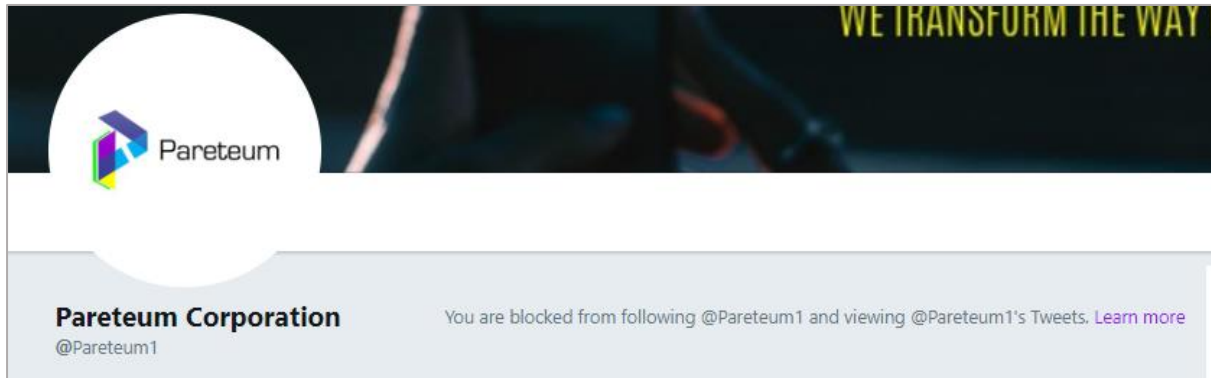


Figure 6 David John Fondots Mugshot 2016⁵

We don't really have a problem with this – ignorance is bliss. On the other hand, we have been informed, and since verified, that Pareteum has been blocking retail shareholders who have demanded information from the company.

We will continue to report on Pareteum as new information becomes available.

⁵ <https://pbs.twimg.com/media/D8jUOP4XsAAbrOf.jpg>