

Consent Award
NASD Dispute Resolution, Inc.

In the Matter of the Arbitration Between:

Track Securities Corporation, (Claimant) vs. Arnold Goldenberg and Reach Corp.,
(Respondents)

Case Number: 01-00690

Hearing Site: New York, New York

REPRESENTATION OF PARTIES

Claimant, Track Securities Corporation, hereinafter referred to as "Claimant": Joseph F. Keenan, Esq., McCanliss & Early, LLP, New York, NY.

Respondents, Arnold Goldenberg ("Goldenberg") and Reach Corp. ("Reach"), hereinafter collectively referred to as "Respondents", 'did not make appearances in this matter.

CASE INFORMATION

Statement of Claim filed on or about: February 9, 2001.

Claimant signed the Uniform Submission Agreement.

Goldenberg did not file a Statement of Answer or sign a Uniform Submission Agreement.

Reach did not file a Statement of Answer or sign a Uniform Submission Agreement.

CASE SUMMARY

Claimant asserted the following cause of action: failure to remit the funds necessary to satisfy the unsecured debit balance in account.

RELIEF REQUESTED

Claimant requested:

- a. Compensatory damages in the amount of \$193,887.58, plus interest from August 31, 2000 to date;
- b. Reasonable attorneys' fees, costs, and disbursements of this action; and
- c. Such other relief as the Panel deems just and proper.

OTHER ISSUES CONSIDERED AND DECIDED

Prior to the conclusion of the hearing, Claimant and Respondents agreed to enter into a Consent Award which they executed on September 5, 2001 and September 4, 2001, respectively. This Consent Award is attached hereto, and is being submitted to the Panel for its consideration.

The parties have agreed that the Consent Award in this matter may be executed in counterpart copies or that a handwritten, signed Consent Award may be entered.

AWARD

On September 5, 2001 and September 4, 2001, the parties entered into an agreement to present to the Panel a Consent Award. Now, in lieu of a hearing and upon motion of all parties for entry of an Award, the written stipulation thereto, the Panel hereby grants the motion and enters this Award granting the following relief:

1. Goldenberg and Reach be and hereby are jointly and severally liable for and shall pay to Claimant the sum of \$30,000.00 as compensatory damages. Payment shall be made as follows:
 - a. \$7,500.00 shall be paid on September 6, 2001;
 - b. \$5,000.00 shall be paid on or before October 10, 2001;
 - c. \$7,500.00 shall be paid on or before November 10, 2001;
 - d. \$5,000.00 shall be paid on or before December 10, 2001; and
 - e. \$5,000.00 shall be paid on or before January 10, 2002.
2. All other requests for relief are hereby denied.

FEES

Pursuant to the Code, the following fees are assessed:

Filing Fees

NASD Dispute Resolution, Inc. will retain or collect the non-refundable filing fees for each claim:

Initial claim filing fee = \$1,000.00

Member Fees

Member fees are assessed to each member firm that is a party in these proceedings or to the member firm that employed the associated person at the time of the events giving rise to the dispute. In this matter, Track Securities Corporation is a party.

Member surcharge	= \$1,500.00
Pre-hearing process fee	= \$ 600.00
Hearing process fee	= \$2,500.00

Forum Fees and Assessments

The Panel assesses forum fees for each hearing session conducted. A hearing session is any meeting between the parties and the arbitrators, including a pre-hearing conference with the arbitrators, that lasts four (4) hours or less. Fees associated with these proceedings are:

One (1) Pre-hearing session with Panel x \$1,125.00 = \$1,125.00
Pre-hearing conference: July 31, 2001 - 1 session

One (1) hearing session with Panel x \$1,125.00 = \$1,125.00
Hearing date: September 5, 2001 - 1 session

Total Forum Fees = \$2,250.00

1. The Panel has assessed \$1,125.00 of the forum fees against Claimant.
2. The Panel has assessed \$1,125.00 of the forum fees jointly and severally against Respondents.

Fee Summary

1. Claimant be and hereby is solely liable for:

Initial Filing Fee	= \$1,000.00
Member Fees	= \$4,600.00
Forum Fees	= \$1,125.00
Total Fees	= \$6,725.00
Less payments	= \$4,225.00
Balance Due NASD Dispute Resolution, Inc.	= \$2,500.00

2. Respondents be and hereby are jointly and severally liable for:

Forum Fees	= \$1,125.00
Total Fees	= \$1,125.00
Less payments	= \$ 0.00
Balance Due NASD Dispute Resolution, Inc.	= \$1,125.00


All balances are due and payable to NASD Dispute Resolution, Inc.

ARBITRATION PANEL

Arnold Wagner	-	Public Arbitrator, Presiding Chair
Christopher P. Sweeny	-	Public Arbitrator
Walter A. Kapuscinski	-	Industry Arbitrator

Concurring Arbitrators' Signatures

I, the undersigned arbitrator, do hereby affirm, pursuant to Article 7507 of the Civil Practice Law and Rules, that I am the individual described herein and who executed this instrument which is my award.



Arnold Wagner
Public Arbitrator, Presiding Chair

12/26/2001
Signature Date

Christopher P. Sweeny
Public Arbitrator

Signature Date

Walter A. Kapuscinski
Industry Arbitrator

Signature Date

January 7, 2002

Date of Service (For NASD office use only)

ARBITRATION PANEL

Arnold Wagner	-	Public Arbitrator, Presiding Chair
Christopher P. Sweeny	-	Public Arbitrator
Walter A. Kapuscinski	-	Industry Arbitrator

Concurring Arbitrators' Signatures

I, the undersigned arbitrator, do hereby affirm, pursuant to Article 7507 of the Civil Practice Law and Rules, that I am the individual described herein and who executed this instrument which is my award.

Arnold Wagner
Public Arbitrator, Presiding Chair

Signature Date



Christopher P. Sweeny
Public Arbitrator

1-4-02

Signature Date

Walter A. Kapuscinski
Industry Arbitrator

Signature Date

January 7, 2002

Date of Service (For NASD office use only)

ARBITRATION PANEL

Arnold Wagner	-	Public Arbitrator, Presiding Chair
Christopher P. Sweeny	-	Public Arbitrator
Walter A. Kapuscinski	-	Industry Arbitrator

Concurring Arbitrators' Signatures

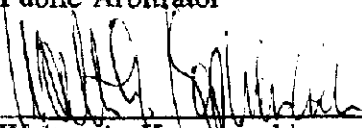
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Arnold Wagner
Public Arbitrator, Presiding Chair

Signature Date

Christopher P. Sweeny
Public Arbitrator

Signature Date


Walter A. Kapuscinski
Industry Arbitrator


Signature Date

January 7, 2002

Date of Service (For NASD office use only)

In the Matter of the Arbitration Before the
National Association of Securities Dealers, Inc.

-----X
TRACK SECURITIES CORPORATION

Claimant,

-against-

**CONSENT AWARD
NASD CASE 01-00690**

**ARNOLD GOLDENBERG
REACH CORP.**

Respondents.
-----X

The Claimant, TRACK SECURITIES CORPORATION, ("Track") and the Respondents REACH and Arnold Goldenberg (Goldenberg) consent to the entry of an arbitration award in the amount of \$30,000.00 in favor of Track and against Reach and Goldenberg. Payment shall be made by Reach and Goldenberg to Track as follows:

1. \$7,500.00 shall be paid on September ^{6th} 8, 2001;
2. \$ 5,000.00 shall be paid on or before October 10, 2001;
3. \$ 7,500.00 shall be paid on or before November 10, 2001;
4. \$ 5,000.00 shall be paid on or before December 10, 2001; and
5. \$ 5,000.00 shall be paid on or before January 10, 2002.

The parties consent to entry of this award on signature or one or three arbitrators.
This award may be executed in counterparts. Facsimile signatures are acceptable.


REACH
BY: ARNOLD GOLDENBERG


ARNOLD GOLDENBERG

Sworn to before me this 4th
day of September, 2001

JOSEPH TREFF
Notary Public, State of New York
No. 0278046457
Qualified in Kings County
Commission Expires Sept. 22, 2002


Notary Public


TRACK SECURITIES CORP
By: Marshall Baron

Sworn to before me this 4th day
of September, 2001

JOSEPH TREFF
Notary Public, State of New York
No. 0278046457
Qualified in Kings County
Commission Expires Sept. 22, 2002


Notary Public

Sworn to before me this 5th day
of September, 2001


Notary Public

JOSEPH F. KEENAN
State of N.Y. - Department of State
Notary Public
Kings County #24-4757998
Expires 5/30/02

4/30/2002