

STIPULATED AWARD
NASD Dispute Resolution, Inc.

In the Matter of the Arbitration Between

Names of Claimants

Keith Lewis
Robinhood Holdings, Inc.

Case No. 01-01690

Names of Respondents

Hearing Site: Boca Raton, Florida

Prudential Securities, Inc.
Michael Newton

REPRESENTATION OF PARTIES

For Keith Lewis ("Lewis") and Robinhood Holdings, Inc ("Robinhood"), hereinafter collectively referred to as "Claimants": Darren C. Blum, Esq., Plantation, Florida.

For Prudential Securities, Inc. ("Prudential") and Michael Newton ("Newton"): Jack Stein, Esq., Stein, Rosenberg & Winikoff, P.A., Fort Lauderdale, Florida and Gerald J. Kowalski, First Vice President and Associate General Counsel, Prudential Securities, Inc., New York, New York.

CASE INFORMATION

Statement of Claim filed on or about: April 4, 2001.

Claimant Lewis signed the Uniform Submission Agreement: March 26, 2001.

Claimant Robinhood signed the Uniform Submission Agreement: April 24, 2001.

Respondents did not file Statements of Answer or executed Uniform Submission Agreements.

CASE SUMMARY

Claimants asserted the following causes of action: 1) Respondents violated Florida Statutes Section 517 and industry rules; 2) Respondents' actions constituted common law fraud; 3) Respondents breached their fiduciary duty; 4) Respondents breached their agreement with Claimants; 5) Respondents negligently handled Claimants' accounts; and 6) Respondent Prudential failed to properly supervise Respondent Newton. The causes of action relate to the purchase and sale of unspecified securities in Claimants' accounts.

RELIEF REQUESTED

Claimants requested \$465,000.00 in compensatory damages, plus interest, rescission, attorney's fees, costs, punitive damages and such other relief as is deemed just and proper.

Respondent Newton requested that all references to this matter be expunged from his NASD Central Registration Depository ("CRD") record.

OTHER ISSUES CONSIDERED AND DECIDED

Respondents Prudential and Newton did not file with NASD Dispute Resolution, Inc. properly executed submissions to arbitration but are required to submit to arbitration pursuant to the NASD Code of Arbitration Procedure (the "Code") and are bound by the determination of the undersigned Arbitrators (the "Panel") on all issues submitted.

On or about November 12, 2001, the parties filed with NASD Dispute Resolution, Inc. Claimants and Respondents Joint Motion for Issuance of Stipulated Arbitration Award, wherein the parties stated that they had settled this matter and requested that the CRD record of Respondent Newton maintained by the NASD be expunged.

On December 5, 2001, the panel issued an Order granting the parties' joint request for a Stipulated Award.

On or about December 28, 2001, Claimants informed NASD Dispute Resolution, Inc., that all claims against Respondents were dismissed, with prejudice.

AWARD

After considering the pleadings and the Joint Motion for Issuance of Stipulated Arbitration Award, the Panel has decided in full and final resolution of the issues submitted for determination as follows:

The Panel recommends the expungement of all references to the above captioned arbitration from Respondent Newton's registration records maintained by the NASD CRD, with the understanding that pursuant to NASD Notices to Members 99-09 and 99-54, Respondent Newton must obtain confirmation from a court of competent jurisdiction before the CRD will execute the expungement directive.

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	= \$ 300.00
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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 event giving rise to the dispute. In this matter, the member firm is a party.

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

Adjournment Fees

No adjournments were requested during these proceedings.

Forum Fees and Assessments

The Panel has the authority to assess 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.

No hearings were conducted during these proceedings.

Administrative Costs

Administrative costs are expenses incurred due to a request by a party for special services including, but not limited to, additional copies of arbitrator awards beyond those provided without charge, copies of audio transcripts, retrieval of documents from archives, interpreters, and security.

No administrative costs were incurred during these proceedings.

Fee Summary

Claimants be and hereby are jointly and severally liable for:

Initial Filing Fee	= \$ 300.00
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Total Fees	= \$ 300.00
Less payments	= \$ 300.00
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Balance Due NASD Dispute Resolution, Inc.	= \$ 0.00

Respondent Prudential be and hereby is solely liable for:

Member Fees	= \$2,100.00
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Total Fees	= \$2,100.00
Less payments	= \$2,100.00
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Balance Due NASD Dispute Resolution, Inc.	= \$ 0.00

ARBITRATION PANEL

<i>George G. Kurschner, Esq.</i>	-	<i>Public Arbitrator, Presiding Chair</i>
<i>E. Leonard Pacun</i>	-	<i>Public Arbitrator</i>
<i>Michael J. Mazzafro</i>	-	<i>Non-Public Arbitrator</i>

Concurring Arbitrators' Signatures

_____/s/_____
George G. Kurschner, Esq.
Public Arbitrator, Presiding Chair

Signature Date

_____/s/_____
E. Leonard Pacun
Public Arbitrator

Signature Date

_____/s/_____
Michael J. Mazzafro
Non-Public Arbitrator

Signature Date

March 15, 2002

Date of Service (For NASD-Dispute Resolution office use only)

NASD Dispute Resolution, Inc.
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ARBITRATION PANEL

George G. Kurschner, Esq.
E. Leonard Pacun
Michael J. Marzafro

Public Arbitrator, Presiding Chair
Public Arbitrator
Non-Public Arbitrator

Concurring Arbitrators' Signatures

George G. Kurschner, Esq.
Public Arbitrator, Presiding Chair

3-8-02
Signature Date

E. Leonard Pacun
Public Arbitrator

Signature Date

Michael J. Marzafro
Non-Public Arbitrator

Signature Date

Date of Service (For NASD-Dispute Resolution office use only)

ARBITRATION PANEL

George G. Kunschner, Esq.

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Public Arbitrator, Presiding

E. Leonard Pacun

-

Public Arbitrator

Michael J. Mazzafo

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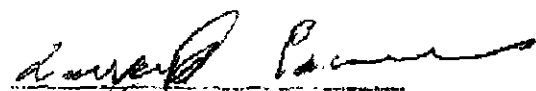
Non-Public Arbitrator

Concurring Arbitrators' Signatures

George G. Kunschner, Esq.

Public Arbitrator, Presiding Chair

Signature Date



E. Leonard Pacun

Public Arbitrator



Signature Date

Michael J. Mazzafo

Non-Public Arbitrator

Signature Date

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NASD Dispute Resolution, Inc.
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<i>George G. Kurschner, Esq.</i>	-	<i>Public Arbitrator, Presiding Chair</i>
<i>E. Leonard Pazzun</i>	-	<i>Public Arbitrator</i>
<i>Michael J. Marzafro</i>	-	<i>Non-Public Arbitrator</i>

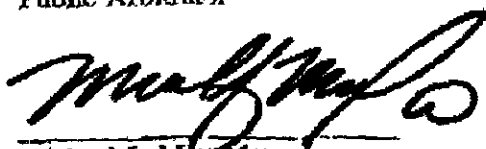
Concurring Arbitrators' Signatures

George G. Kurschner, Esq.
Public Arbitrator, Presiding Chair

Signature Date

E. Leonard Pazzun
Public Arbitrator

Signature Date



Michael J. Marzafro
Non-Public Arbitrator

3/12/02
Signature Date

Date of Service (For NASD-Dispute Resolution office use only)