

**Award
NASD Dispute Resolution**

In the Matter of the Arbitration Between:

Name of the Claimant

Case Number: 02-05114

Morgan Keegan & Company, Inc.

and

Name of the Respondent

Hearing Site: Houston, Texas

Marshall Grimes

REPRESENTATION OF PARTIES

Claimant Morgan Keegan & Company, Inc. hereinafter referred to as "Claimant," was represented by J.P. Brizzolara, Esq. of Morgan Keegan & Company located in Memphis, Tennessee.

Respondent Marshall Grimes, hereinafter referred to as "Respondent," appeared pro se.

CASE INFORMATION

The Statement of Claim was filed on or about August 29, 2002.

Claimant signed the Uniform Submission Agreement on August 28, 2002.

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

CASE SUMMARY

Respondent Marshall Grimes was employed as a registered representative by Claimant Morgan Keegan & Company. This claim involved Respondent's alleged failure to repay a loan owed to Claimant pursuant to the Promissory Note and Employment Agreement between Claimant and Respondent.

RELIEF REQUESTED

Claimant requested:

Compensatory Damages	\$225,000.00
Interest	\$42,836.00

Attorneys' Fees
Other Costs

Unspecified
Unspecified

OTHER ISSUES CONSIDERED AND DECIDED

Respondent did not file with NASD Dispute Resolution a properly executed submission to arbitration but is required to submit to arbitration pursuant to the Code is bound by the determination of the Panel on all issues submitted.

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

At the hearing, Claimant requested that the panel grant a Motion for Summary Judgment and Motion to Preclude. The panel denied both motions.

AWARD

After considering the pleadings and the testimony and evidence presented at the hearing, the Arbitration Panel has decided in full and final resolution of the issues submitted for determination as follows:

1. Respondent Marshall Grimes is liable for and shall pay to Claimant Morgan Keegan & Company, Inc. compensatory damages in the amount of \$225,000.00;
2. Respondent Marshall Grimes is liable for and shall pay to Claimant Morgan Keegan & Company, Inc. attorney fees in the amount of \$3,750.00. The authority for attorney fees is based on the terms of the Promissory Note and Employment Agreement;
3. That Respondent Marshall Grimes is liable for and shall pay to Claimant Morgan Keegan & Company, Inc. interest in the amount of \$69,846.80 pursuant to the terms of the Promissory Note and Employment Agreement;
4. Any and all relief not specifically addressed herein, including punitive damages, is denied with prejudice.

FEES

Pursuant to the Code, the following fees are assessed:

Filing Fees

NASD Dispute Resolution 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(s) that employed the associated person(s) at the time of the event(s) giving rise to the dispute. Morgan Keegan & Company is a member firm.

Member surcharge	= \$ 1,700.00
Pre-hearing process fee	= \$ 750.00
Hearing process fee	= \$ 2,750.00

Postponement Fees

The panel orders that Claimant is hereby liable for postponement fees in the amount of \$1,125 for the adjournment of the June 6, 2003 hearing on the merits.

Forum Fees and Assessments

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

One (1) Pre-hearing session with Panel @ \$1,125.00	= \$ 1,125.00
Pre-hearing conference: March 4, 2003 1 session	
One (1) Hearing sessions @ \$1,125.00	= \$ 1,125.00
Hearing Date: September 23, 2003 1 session	

Total Forum Fees	= \$ 2,250.00
------------------	---------------

1. The Panel has assessed ½ forum fees to Claimant Morgan Keegan & Company in the amount of \$1,125.
2. The Panel has assessed ½ forum fees to Respondent Marshall Grimes in the amount of \$1,125.

Fee Summary

Claimant Morgan Keegan & Company is liable for:

Initial Filing Fee	= \$ 1,000.00
Member Fees	= \$ 5,200.00
Forum Fees	= \$ 1,125.00
Postponement Fees	= \$ 1,125.00

Total Fees	= \$ 8,450.00
Less payments	= \$ 7,325.00
Balance Due NASD Dispute Resolution	= \$ 1,125.00

Respondent Marshall Grimes is liable for:

Fourm Fees	= \$ 1,125.00
Total Fees	= \$ 1,125.00
Less payments	= \$ 00.00
Balance Due NASD Dispute Resolution	= \$ 1,125.000

All balances are payable to NASD Dispute Resolution and are due upon receipt pursuant to Rule 10330(g) of the Code.

ARBITRATION PANEL

Gregory E. Muenster – Non-Public Arbitrator, Presiding Chairperson
Larry J. Sklar – Non-Public Arbitrator
Walter F. Schleyer - Non-Public Arbitrator

Concurring Arbitrators' Signatures

/s/

October 6, 2003

Gregory E. Muenster
Non-Public Arbitrator, Presiding Chairperson

Signature Date

/s/

October 2, 2003

Larry J. Sklar
Non-Public Arbitrator

Signature Date

/s/

October 4, 2003

Walter F. Schleyer
Non-Public Arbitrator

Signature Date

October 10, 2003

Date of Service (For NASD Dispute Resolution use only)

Total Fees	= \$ 8,450.00
Less payments	= \$ 7,325.00
Balance Due NASD Dispute Resolution	= \$ 1,125.00

Respondent Marshall Grimes is liable for:

Forum Fees	= \$ 1,125.00
Total Fees	= \$ 1,125.00
Less payments	= \$ 00.00
Balance Due NASD Dispute Resolution	= \$ 1,125.00

All balances are payable to NASD Dispute Resolution and are due upon receipt pursuant to Rule 10330(g) of the Code.

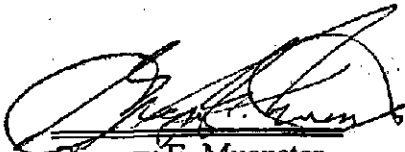
ARBITRATION PANEL

Gregory E. Muenster – Non-Public Arbitrator, Presiding Chairperson

Larry J. Sklar – Non-Public Arbitrator

Walter F. Schleyer - Non-Public Arbitrator

Concurring Arbitrators' Signatures



Gregory E. Muenster
Non-Public Arbitrator, Presiding Chairperson

10/6/03
Signature Date

Larry J. Sklar
Non-Public Arbitrator

Signature Date

Walter F. Schleyer
Non-Public Arbitrator

Signature Date

Date of Service (For NASD Dispute Resolution use only)

NASD Dispute Resolution
Arbitration No. 02-05114
Award Page 4 of 4

Total Fees	= \$ 8,450.00
Less payments	= \$ 7,325.00
Balance Due NASD Dispute Resolution	= \$ 1,125.00

Respondent Marshall Grimes is liable for:

Forum fees	= \$ 1,125.00
Total Fees	= \$ 1,125.00
Less payments	= \$ 00.00
Balance Due NASD Dispute Resolution	= \$ 1,125.00

All balances are payable to NASD Dispute Resolution and are due upon receipt pursuant to Rule 10330(g) of the Code.

ARBITRATION PANEL

Gregory E. Muenster - Non-Public Arbitrator, Presiding Chairperson
Larry J. Sklar - Non-Public Arbitrator
Walter F. Schleyer - Non-Public Arbitrator

Concurring Arbitrators' Signatures

Gregory E. Muenster
Non-Public Arbitrator, Presiding Chairperson

Signature Date



Larry J. Sklar
Non-Public Arbitrator

10/2/03

Signature Date

Walter F. Schleyer
Non-Public Arbitrator

Signature Date

Date of Service (For NASD Dispute Resolution use only)

Total Fees	= \$ 8,450.00
Less payments	= \$ 7,325.00
Balance Due NASD Dispute Resolution	= \$ 1,125.00

Respondent Marshall Grimes is liable for:

Forum Fees	= \$ 1,125.00
Total Fees	= \$ 1,125.00
Less payments	= \$ 00.00
Balance Due NASD Dispute Resolution	= \$ 1,125.00

All balances are payable to NASD Dispute Resolution and are due upon receipt pursuant to Rule 10330(g) of the Code.

ARBITRATION PANEL

Gregory E. Muenster – Non-Public Arbitrator, Presiding Chairperson
Larry J. Sklar – Non-Public Arbitrator
Walter F. Schleyer – Non-Public Arbitrator


Concurring Arbitrators' Signatures

Gregory E. Muenster
Non-Public Arbitrator, Presiding Chairperson


Signature Date

Larry J. Sklar
Non-Public Arbitrator

Signature Date



Walter F. Schleyer
Non-Public Arbitrator



Signature Date

Date of Service (For NASD Dispute Resolution use only)