

Stipulated Award
NASD Dispute Resolution

In the Matter of the Arbitration Between:

Names of the Claimants

Kimberly Eason Rozycki, and
Carol K. Eason

Case Number: 02-07266

Names of the Respondents

A.G. Edwards & Sons, Inc., Jack Grugin,
and Jon Davidson

Hearing Site: Atlanta, Georgia

REPRESENTATION OF PARTIES

For Kimberly Eason Rozycki, and Carol K. Eason, hereinafter collectively referred to as "Claimants": James C. Clark, Esq. and Nick A. Dodys, Esq., Page, Scrantom, Sprouse, Tucker & Ford, P.C., Atlanta, GA.

For A.G. Edwards & Sons, Inc., Jack Grugin, and Jon Davidson, hereinafter collectively referred to as "Respondents": Jeffrey W. Coverdell, Litigation Counsel, A.G. Edwards & Sons, Inc., St. Louis, MO.

CASE INFORMATION

Statement of Claim filed on or about: November 26, 2002.

Claimants signed the Uniform Submission Agreement.

Statement of Answer filed by Respondents on or about: February 27, 2003.

Respondent A.G. Edwards & Sons, Inc. signed the Uniform Submission Agreement:
February 27, 2003.

Respondent Jack Grugin signed the Uniform Submission Agreement: February 25, 2003.

Respondent Jon Davidson signed the Uniform Submission Agreement: February 25, 2003.

CASE SUMMARY

Claimants asserted the following causes of action: failure to supervise; negligence; common law fraud; failure to deal in good faith; breach of contract; violation of NASD Rule 2310, Failure to Deal in Good Faith With Customers; intentional infliction of emotional distress; violation of the Georgia Unfair Business Practices Act; failure to supervise, violation of NASD Rule 3010; and, breach of fiduciary duty. The causes of action relate to Claimants' investments in four mutual funds.

Unless specifically admitted in their Answer, Respondents denied the allegations of wrongdoing set forth in the Statement of Claim and asserted various affirmative defenses.

RELIEF REQUESTED

Claimants requested the sum of \$280,000.00, all applicable interest that would have been earned on this amount had the requests, needs and goals of the clients been met, proper interest paid to the account, and all fair and adequate attorney's fees and costs of this litigation.

Respondents requested dismissal of the Statement of Claim in its entirety, that Respondents be awarded their costs and expenses incurred in defending this action, including reasonable attorney's fees, and that the panel enter an order that all references to this claim be expunged from Respondents Grugin and Davidson's permanent records with the Central Registration Depository ("CRD").

OTHER ISSUES CONSIDERED AND DECIDED

The parties agreed that the Stipulated Award in this matter may be executed in counterpart copies or that a handwritten, signed Stipulated Award may be entered. In either case, the parties have agreed to receive conformed copies of the Stipulated Award while the original remains on file with NASD Dispute Resolution.

On or about September 19, 2003, the parties informed NASD Dispute Resolution that they had entered into a settlement agreement. In addition, on or about September 19, 2003, the parties filed with NASD Dispute Resolution a joint motion to the undersigned arbitrators (the "Panel") to approve this Stipulated Award and to enter an Order expunging all references to this case from the CRD records of Respondents Grugin and Davidson.

AWARD

After considering the pleadings and the motion to approve this Stipulated Award, the undersigned arbitrators have decided in full and final resolution of the issues submitted for determination as follows:

1. All claims against Respondents A.G. Edwards & Sons, Inc., Jack Grugin and Jon Davidson are hereby dismissed.
2. The panel recommends the expungement of all references to the above-captioned arbitration from Respondents Grugin and Davidson's registration records maintained by the NASD CRD, with the understanding that pursuant to NASD Notices to Members 99-09 and 99-54, Respondents Grugin and Davidson must obtain confirmation from a court of competent jurisdiction before the CRD will execute the expungement directives.
3. All parties shall bear their respective costs, including attorneys' fees.

FEES

Pursuant to the NASD Code of Arbitration Procedure (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 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(s) at the time of the events giving rise to the dispute. In this matter, the member firm is a party.

Member Surcharge	= \$1700.00
Pre-Hearing Process Fee	= \$750.00
Hearing Process Fee	= 2,750.00

Adjournment Fees

Adjournments granted during these proceedings for which fees were assessed:

No adjournments for which fees were assessed were granted in this matter.

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 arbitrator(s), including a pre-hearing conference with the arbitrator(s), that lasts four (4) hours or less. Forum fees associated with these proceedings are:

One Pre-hearing session with the Panel @ \$1,125.00	= \$1,125.00
Pre-hearing conference: June 30, 2003	1 session
Total Forum Fees	= \$1,125.00

Pursuant to the agreement of the parties, the Panel has assessed \$562.50 of the forum fees to Claimants, jointly and severally and \$562.50 of the forum fees to Respondents, jointly and severally.

Administrative Costs

Administrative costs are expenses incurred due to a request by a party for special services beyond the normal administrative services. These include, but are not limited to, additional copies of arbitrator awards, copies of audio transcripts, retrieval of documents from archives, interpreters, and security.

No administrative costs were incurred in this matter.

FEE SUMMARY

Claimants are jointly and severally liable for:

Initial Filing Fee	\$300.00
Forum Fees	\$562.50
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Total Fees	\$862.50
Less payments	\$862.50
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Balance Due NASD Dispute Resolution	\$0.00

Respondent A.G. Edwards & Sons, Inc. is solely liable for:

Member Fees	\$5,200.00
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Total Fees	\$5,200.00
Less payments	\$5,200.00
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Balance Due NASD Dispute Resolution	\$0.00

Respondents are jointly and severally liable for:

Forum Fees	\$562.50
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Total Fees	\$562.50
Less payments	\$0.00
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Balance Due NASD Dispute Resolution	\$562.50

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

ARBITRATION PANEL

Frank W. Virgin	-	Public Arbitrator, Presiding Chair
John E. Meador	-	Public Arbitrator
James H. Bradford	-	Non-Public Arbitrator

Concurring Arbitrators' Signatures

/S/
Frank W. Virgin
Public Arbitrator, Presiding Chair

Signature Date

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/S/
John E. Meador
Public Arbitrator

Signature Date

/S/
James H. Bradford
Non-Public Arbitrator

Signature Date

October 14, 2003
Date of Service (For NASD Dispute Resolution office use only)

FEE SUMMARY

Claimants are jointly and severally liable for:

Initial Filing Fee	\$300.00
Forum Fees	\$562.50

Total Fees	\$862.50
Less payments	\$862.50

Balance Due NASD Dispute Resolution	\$0.00
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Respondent A.G. Edwards & Sons, Inc. is solely liable for:

Member Fees	\$5,200.00
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Total Fees	\$5,200.00
Less payments	\$5,200.00

Balance Due NASD Dispute Resolution	\$0.00
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Respondents are jointly and severally liable for:

Forum Fees	\$562.50
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Total Fees	\$562.50
Less payments	\$0.00

Balance Due NASD Dispute Resolution	\$562.50
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All balances are payable to NASD Dispute Resolution and are due upon receipt pursuant to Rule 10330(g) of the Code.

ARBITRATION PANEL

Frank W. Virgin	-	Public Arbitrator, Presiding Chair
John E. Meador	-	Public Arbitrator
James H. Bradford	-	Non-Public Arbitrator

Concurring Arbitrators' Signatures

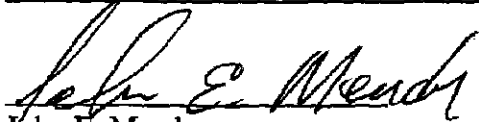

Frank W. Virgin
Public Arbitrator, Presiding Chair

9/26/03
Signature Date


NASD Dispute Resolution, Inc.

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John E. Meador
Public Arbitrator


Signature Date

James H. Bradford
Non-Public Arbitrator

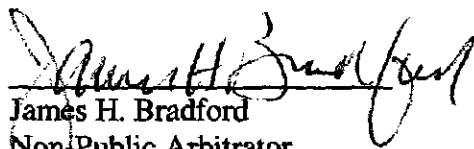
Signature Date

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

NASD Dispute Resolution, Inc.
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Award Page 5 of 5

John E. Meador
Public Arbitrator

Signature Date


James H. Bradford
Non-Public Arbitrator

9-30-03
Signature Date

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