

Award
NASD Dispute Resolution

In the Matter of the Arbitration Between:

GunnAllen Financial, Inc. (Claimant) v. Mohammed Khalid (Respondent)

Case Number: 03-06291

Hearing Site: New York, New York

Nature of the Dispute: Member vs. Associated Person.

REPRESENTATION OF PARTIES

Claimant GunnAllen Financial, Inc. ("GunnAllen") hereinafter referred to as "Claimant":
Jay Marc Israel, Esq., GunnAllen Financial, Inc., Hauppauge, NY.

Respondent Mohammed Khalid ("Khalid") hereinafter referred to as "Respondent" did
not make an appearance in this matter.

CASE INFORMATION

Statement of Claim filed on or about: August 28, 2003.

Claimant signed the Uniform Submission Agreement: August 28, 2003.

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

CASE SUMMARY

Claimant asserted the following causes of action: failure to repay an outstanding debit
pursuant to the terms of the Independent Registered Representative Agreement.

RELIEF REQUESTED

Claimant requested entry of an Award against Respondent in the sum of \$2,982.24
together with interest; NASD forum fee costs to file this proceeding in the amount of
\$725.00; attorneys' fees in the amount of \$1,500.00; and any and all additional relief as
the arbitrator may deem just and proper.

OTHER ISSUES CONSIDERED AND DECIDED

Upon review of the file and the representations made on behalf of the Claimant, the
undersigned arbitrator (the "Arbitrator") determined that the Respondent has been
properly served with the Statement of Claim and received due notice of the initial pre-
hearing conference and that arbitration of the matter would proceed without said

Respondent present, in accordance with the NASD Code of Arbitration Procedure (the "Code").

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

On November 25, 2003, the Respondent entered into a Settlement Agreement and Release with the Claimant regarding his outstanding debit. The agreement contained a default provision, without protest, in favor of the Claimant for the full amount of the outstanding debt plus costs and attorneys' fees, if the Respondent did not honor the Agreement.

On January 8, 2004, Claimant made a motion for a default award since the Respondent refused to honor the terms of the Agreement and he is now in default.

The Arbitrator reviewed Claimant's motion and has decided to grant Claimant's motion for a default award.

AWARD

After considering the pleadings, the Arbitrator has decided in full and final resolution of the issues submitted for determination as follows:

1. Respondent is liable for and shall pay to Claimant the outstanding commission debt in the amount of \$2,982.24.
2. Respondent is liable for and shall pay to Claimant the sum of \$400.00, to reimburse Claimant for the filing fee previously paid to NASD Dispute Resolution.
3. Respondent is liable for and shall pay to Claimant attorneys' fees in the amount of \$1,500.00 in accordance with the terms of the Independent Registered Representative Agreement.
4. Any and all relief not specifically addressed herein is denied.

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

= \$400.00

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. Accordingly, GunnAllen Financial, Inc. is a party.

Member surcharge = \$200.00

Forum Fees and Assessments

The Panel has assessed forum fees for each session conducted. A 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 the arbitrator @ \$125.00 = \$125.00

Pre-hearing conference: January 29, 2004 1 session

Total Forum Fees = \$125.00

1. The Arbitrator has assessed \$125.00 of the forum fees against Respondent.

Fee Summary

1. Claimant is solely liable for:

Initial Filing Fee = \$400.00

Member Fees = \$200.00

Total Fees = \$600.00

Less payments = \$725.00

Refund Due Claimant = \$125.00

As stated in the "Award" section above, Respondent is liable and shall reimburse Claimant for the \$400.00 filing fee.

2. Respondent is solely liable for:

Forum Fees = \$125.00

Total Fees = \$125.00

Less payments = \$ 0.00

Balance Due NASD Dispute Resolution = \$125.00

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

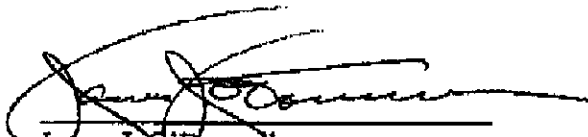
ARBITRATOR

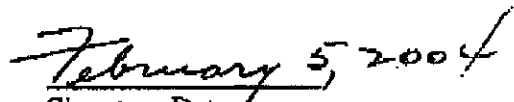
James J. O'Donnell

- Non-Public Arbitrator, Presiding Chair

Arbitrator's Signature

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.


James J. O'Donnell
Non-Public Arbitrator, Presiding Chairperson


Signature Date

February 5, 2004

Date of Service (For NASD Dispute Resolution use only)