

Stipulated Award
NASD Dispute Resolution

In the Matter of the Arbitration Between:

Stephen J. Slocum, Claimant v. Bruce Campbell, Brookstreet Securities Corporation, Interfirst Capital Corporation, and Wedbush Morgan Securities Inc., Respondents

Case Number: 04-03988

Hearing Site: Los Angeles, California

Nature of the Dispute: Customer v. Members and Associated Person

REPRESENTATION OF PARTIES

For Claimant:

Ronald J. Richard, Esq.
Law Offices of Ronald J. Richard
Newport Beach, California

For Respondents Bruce Campbell,
Brookstreet Securities Corporation, and
Wedbush Morgan Securities Inc.:

H Thomas Fehn, Esq.
Elizabeth Lowery, Esq.
Fields, Fehn & Sherwin
Los Angeles, California

For Respondent Interfirst Capital Corporation:

Brad Phillips
Interfirst Capital Corporation
Los Angeles, California

CASE INFORMATION

Statement of Claim filed: June 4, 2004

Claimant's Uniform Submission Agreement signed: May 28, 2004

Respondents Bruce Campbell's and Brookstreet Securities Corporation's Joint Statement of Answer filed: August 19, 2004

Respondent Wedbush Morgan Securities Inc.'s Statement of Answer filed: September 10, 2004

Respondent Bruce Campbell's Uniform Submission agreement signed: October 4, 2004

Respondent Brookstreet Securities Corporation's Uniform Submission Agreement signed:
July 12, 2004

Respondent Interfirst Capital Corporation's Uniform Submission Agreement signed: None Filed

Respondent Wedbush Morgan Securities Inc.'s Uniform Submission agreement signed:
None Filed

CASE SUMMARY

Claimant alleged negligence, breach of fiduciary duty, failure to supervise, misrepresentations, non-disclosure, and breach of contract involving transactions in shares of Turnstone Systems stock.

Respondents Bruce Campbell, Brookstreet Securities Corporation, and Wedbush Morgan Securities Inc. denied the allegations of wrongdoing set forth in the Claimant's Statement of Claim and asserted various affirmative defenses.

RELIEF REQUESTED

Claimant requested \$90,000.00 in compensatory damages, interest, and costs, including attorneys' fees.

Respondents Bruce Campbell, Brookstreet Securities Corporation, and Wedbush Morgan Securities Inc. requested dismissal of the Claimant's Statement of Claim in its entirety and costs, including attorneys' fees.

OTHER ISSUES CONSIDERED AND DECIDED

On January 27, 2003, NASD Dispute Resolution received notice that Respondent Interfirst Capital Corporation filed Chapter 7 Bankruptcy Proceedings. Accordingly, this matter is stayed as to Respondent Interfirst Capital Corporation.

Respondent Wedbush Morgan Securities Inc. did not file with NASD Dispute Resolution, a properly executed submission agreement; however, said Respondent is required to submit to arbitration and having answered the claim is bound by the determination of the Panel on all issues submitted.

On October 1, 2004, Claimant Stephen J. Slocum and Claimant's counsel signed a Waiver Agreement expressly waiving any and all rights and benefits under California Civil Code Section 1542 and the California Ethical Standards for Neutral Arbitrators.

Pursuant to the Code of Arbitration Procedure IM-10100, the waiver of the Claimant shall constitute and operate as a waiver for all member firms and associated persons (including terminated or otherwise inactive member firms or associated persons) against whom the Claim has been filed.

By letter dated October 7, 2004, Claimant dismissed Respondents Brookstreet Securities Corporation and Wedbush Morgan Securities Inc.

By letter dated February 8, 2005, Claimant dismissed with prejudice Respondent Bruce Campbell and requested expungement of all reference to the above-captioned arbitration from Respondent Bruce Campbell's registration records maintained by the Central Registration Depository.

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.

AWARD

After considering the pleadings, and the Parties' request for this Stipulated Award, the Panel decided in full and final resolution of the issues submitted for determination as follows:

1. Claimant's claims against Respondents are denied.
2. The Panel recommends the expungement of all reference to the above-captioned arbitration from Respondent Bruce Campbell's registration records maintained by the Central Registration Depository ("CRD"), with the understanding that pursuant to NASD Notice to Members 04-16, Respondent Bruce Campbell must obtain confirmation from a court of competent jurisdiction before the CRD will execute the expungement directive.

Unless specifically waived in writing by NASD, parties seeking judicial confirmation of an arbitration award containing expungement relief must name NASD as an additional party and serve NASD with all appropriate documents.

Pursuant to Rule 2130 of the NASD Code of Arbitration Procedure ("Code"), the Arbitration Panel has made the following affirmative findings of fact: the registered person was not involved in the alleged investment-related sales practice violation, forgery, theft, misappropriation, or conversion of funds.

3. The Parties shall bear their respective costs, including attorney's fees.
4. All relief not expressly granted herein is denied.

FEES

Pursuant to the Code, the following fees are assessed:

Filing Fees

NASD Dispute Resolution received or will collect the non-refundable filing fees for each claim as follows:

Initial claim filing fee	= \$ 225.00
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Member Fees

Member fees are assessed to each member firm that is either a party in the matter or an employer of a respondent associated person at the time of the events that gave rise to the dispute, claim, or controversy. Accordingly, the member firm Brookstreet Securities Corporation is a party and the following fees are assessed:

Pre-Hearing Process Fee	= \$ 750.00
Hearing Process Fee	= \$1,700.00
Total Member Fees	= \$2,450.00

Forum Fees and Assessments

The Panel assessed a forum fee for each pre-hearing conference or hearing session conducted. A pre-hearing conference and hearing session is any meeting between the parties and the Chair/Panel. The following fees are assessed:

One (1) Pre-hearing conference session with the Panel @ \$750.00/session	= \$ 750.00
Pre-hearing conference: November 22, 2004 1 session	

Total Forum Fees	= \$ 750.00
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1. The Panel assessed \$375.00 of the forum fees to Claimant.
2. The Panel assessed \$375.00 of the forum fees to Respondent Bruce Campbell.

Fee Summary

1. Claimant Stephen J. Slocum is charged with the following fees and costs:

Initial Filing Fee	= \$ 225.00
Forum Fees	= \$ 375.00
Total Fees	= \$ 600.00
Less payments	= \$ (975.00)
Refund Due Claimant	= \$ (375.00)

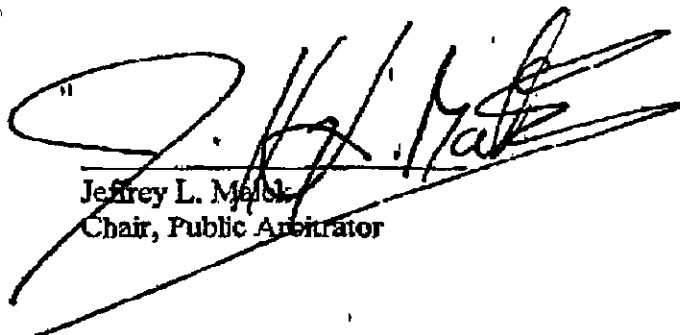
2. Respondent Brookstreet Securities Corporation is charged with the following fees and costs:
- | | |
|---|-----------------------|
| Member Fees | = \$ 2,450.00 |
| <u>Less payments</u> | <u>= \$(3,550.00)</u> |
| Refund paid to Respondent Brookstreet Securities Corporation | = \$(1,100.00) |
3. Respondent Bruce Campbell is charged with the following fees and costs:
- | | |
|--|--------------------|
| Forum Fees | = \$ 375.00 |
| <u>Less payments</u> | <u>= \$ (0.00)</u> |
| Balance Due NASD Dispute Resolution | = \$ 375.00 |

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

ARBITRATION PANEL

Jeffrey L. Malek	-	Public Arbitrator, Presiding Chair
Frederick N. Bailard	-	Public Arbitrator
Donald L Lisle	-	Non-Public Arbitrator

Concurring Arbitrators' Signatures



Jeffrey L. Malek
Chair, Public Arbitrator

3.29.05

Signature Date

Frederick N. Bailard
Public Arbitrator

Signature Date

Donald L Lisle
Non-Public Arbitrator

Signature Date

Date of Service

ARBITRATION PANEL

Jeffrey L. Malek	-	Public Arbitrator, Presiding Chair
Frederick N. Bailard	-	Public Arbitrator
Donald L Lisle	-	Non-Public Arbitrator

Concurring Arbitrators' Signatures

Jeffrey L. Malek
Chair, Public Arbitrator

Signature Date



Frederick N. Bailard
Public Arbitrator

3/24/05

Signature Date

Donald L Lisle
Non-Public Arbitrator

Signature Date

3/29/05

Date of Service

ARBITRATION PANEL

Jeffrey L. Malek	-	Public Arbitrator, Presiding Chair
Frederick N. Bailard	-	Public Arbitrator
Donald L. Lisle	-	Non-Public Arbitrator


Concurring Arbitrators' Signatures

Jeffrey L. Malek
Chair, Public Arbitrator

Signature Date

Frederick N. Bailard
Public Arbitrator

Signature Date



Donald L. Lisle
Non-Public Arbitrator

3/27/05

Signature Date

3/29/05

Date of Service