

Award
NASD Dispute Resolution

In the Matter of the Arbitration Between:

Aldo Scavuzzo and Richard Addeo (Claimants) vs. Prudential Securities, Inc., n/k/a Prudential Equity Group LLC (Respondent)

Case Number: 04-08048

Hearing Site: New York, New York

Nature of the Dispute: Customers vs. Member.

REPRESENTATION OF PARTIES

Claimants Aldo Scavuzzo ("Scavuzzo") and Richard Addeo ("Addeo"), hereinafter collectively referred to as "Claimants" appeared *pro se*. Previously represented by Benjamin Lapin, Stock Market Recovery Consultants, Inc., Brooklyn, NY.

Respondent Prudential Securities n/k/a Prudential Equity Group LLC ("Respondent"): David M. Schlecker, Esq., Anderson Kill & Olick, P.C., New York, NY.

CASE INFORMATION

Statement of Claim filed on or about: November 17, 2004.

Claimant Scavuzzo signed the Uniform Submission Agreement: November 2, 2004.

Claimant Addeo signed the Uniform Submission Agreement: November 2, 2004.

Statement of Answer and Counterclaim filed by Respondent on or about: February 10, 2005.

Respondent signed the Uniform Submission Agreement: February 8, 2005.

CASE SUMMARY

Claimants asserted the following causes of action: negligence; misrepresentations; false statements concerning fees; and failure to supervise. The causes of action relate to the sale of MagDotCom Corporation common stock.

Unless specifically admitted in its Answer, Respondent denied the allegations made in the Statement of Claim and asserted various affirmative defenses.

In its Counterclaim, Respondent asserted the following cause of action: indemnification.

RELIEF REQUESTED

Claimants requested compensatory damages in the amount of \$25,000.00; return of commissions plus applicable interest fees; punitive damages to be determined by the Panel; and any other

appropriate relief.

Respondent requested that the Statement of Claim be dismissed in its entirety, costs be assessed against Claimants and for such other and further relief as the Panel may deem just and proper.

In its Counterclaim, Respondent requested indemnification, reimbursement for any and all fees, expenses and obligations in connection with this arbitration, including attorney fees, in an amount to be determined.

OTHER ISSUES CONSIDERED AND DECIDED

Upon review of the file and the representations made by the Respondent, the undersigned arbitrator determined that Claimants Aldo Scavuzzo and Richard Addeo received due notice of the hearing, and that arbitration of the matter would proceed without said Claimants present, in accordance with the NASD Code of Arbitration Procedure (the "Code").

AWARD

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

1. Claimants are jointly and severally liable for and shall pay to Respondent compensatory damages in the amount of \$17,659.52.
2. Claimants are jointly and severally liable for and shall pay to Respondent costs and expenses in the amount of \$1,000.00.
3. Any and all relief not specifically addressed herein, including punitive damages, 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	= \$ 125.00
Counterclaim filing fee	= \$ 750.00

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, Prudential Securities, Inc., is a party.

Member surcharge	= \$ 425.00
------------------	-------------

Forum Fees and Assessments

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

One (1) Decision on discovery-related motion on the papers
with a single arbitrator @ \$200.00 = \$ 200.00
Respondent submitted (1) discovery-related motion

One (1) Pre-hearing session with a single arbitrator @ \$450.00 = \$ 450.00
Pre-hearing conference: May 5, 2005 1 session

One (1) Hearing session @ \$450.00 = \$ 450.00
Hearing Date: January 17, 2006 1 session

Total Forum Fees = \$ 1,100.00

The Arbitrator has assessed \$1,100.00 of the forum fees, jointly and severally, against the Claimants.

Fee Summary

1. Claimants are solely liable for:

Initial Filing Fee	= \$ 125.00
Forum Fees	= \$1,100.00
Total Fees	= \$1,225.00
<u>Less payments</u>	<u>= \$ 575.00</u>
Balance Due NASD Dispute Resolution	= \$ 650.00

2. Respondent is solely liable for:

Filing Fee	= \$ 750.00
Member Fees	= \$ 425.00
Total Fees	= \$1,175.00
<u>Less payments</u>	<u>= \$1,625.00</u>
Refund due Respondent	= \$ 450.00

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

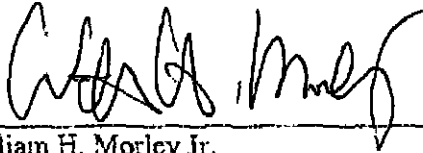
ARBITRATION PANEL

William H. Morley, Jr.

Public Arbitrator, Presiding Chairperson

Arbitrator's Signatures

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.



William H. Morley Jr.
Public Arbitrator, Presiding Chairperson



Signature Date

FEBRUARY 2, 2006

Date of Service (For NASD Dispute Resolution use only)