

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

: In the Matter of the Arbitration Between :
: :
: F. Gil and Victoria J. Renneckar :
: :
: Claimants : CASE# 90-01072
: vs. :
: :
: First Alliance Securities, Inc. :
: Jeffrey J. Provissiero :
: Will Lincoln :
: Robert A. Hartnagel :
: Calvin Lee Word :
: Sandra Bergin-Vacho :
: :
: Respondents :

Heard before:

William H. Malloy, Jr., Esq.	Public Arbitrator
K. Douglas Potter	Industry Arbitrator
Richard E. Lauziere	Public Arbitrator

CASE SUMMARY

In a claim filed with the National Association of Securities Dealers, Inc. on April 16, 1990 Claimants alleged that Respondents made unauthorized trades of stocks after the first two trades and failed to send proceeds or profits to the Claimants. Claimants further alleged that trades were made prior to their signing account statements and that such statements furnished by the Respondents were not consistent with Claimants' instructions. Respondent, Jeffrey J. Provissiero, alleged that he was not aware of the problems of First Alliance Securities, Inc. nor was he responsible for the back office procedural errors at the time of the trades with the Claimants. None of the other Respondents responded to Claimants' allegations.

RELIEF REQUESTED

Claimants requested damages of \$42,000.00, plus interest, reimbursement of any legal fees and out of pocket expenses. Respondent, Jeffrey J. Provissiero, requested dismissal of the claim against him.

AWARD

On February 14, 1991 and March 21, 1991 the undersigned arbitrators heard the controversy between the parties as set forth in submissions to arbitration signed by Claimant, F. Gil and Victoria Renneckar, on November 24, 1990 and not signed by the Respondents, First Alliance Securities, Inc., Jeffrey J. Provissiero, Will Lincoln, Robert A. Hartnagel, Calvin Lee Word and Sandra Bergin-Vacho as required pursuant to Section 8 of the National Association of Securities Dealers, Inc. Code of Arbitration Procedure. The hearing was conducted at the offices of the National Association of Securities Dealers, Inc. located in Washington, DC and consisted of two (2) hearing sessions. The Claimants appeared pro se and all of the Respondents failed to appear at the hearing. The arbitration panel, having considered the pleadings, the testimony, and the evidence presented at the hearing, has determined in full and final resolution of the issues submitted for determination as follows:

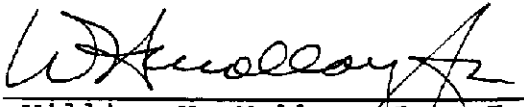
1. In accordance with Section 25 of the Code of Arbitration Procedure, the Respondents, First Alliance Securities, Inc., Jeffrey J. Provissiero, Will Lincoln, Robert A. Hartnagel, Calvin Lee Word and Sandra Bergin-Vacho were served with the Statement of Claim and given an opportunity to respond which they failed to do.
2. In accordance with Sections 21 and 26 of the Code of Arbitration Procedure, the Respondents, First Alliance Securities, Inc., Jeffrey J. Provissiero, Will Lincoln, Robert A. Hartnagel, Calvin Lee Word and Sandra Bergin-Vacho were given due notice of the hearing procedure by regular and certified mail and failed to appear at the hearing.
3. In accordance with Section 29 of the Code of Arbitration Procedure, the arbitration panel determined in light of the foregoing information to proceed with the hearing as scheduled.
4. The Respondents, First Alliance Securities, Inc., Jeffrey J. Provissiero, Will Lincoln, Robert A. Hartnagel, Calvin Lee Word and Sandra Bergin-Vacho be and hereby are liable jointly and severally and shall pay to the Claimants, F. Gil and Victoria Renneckar, the sum of Twenty Seven Thousand Five Hundred Dollars and No Cents (\$27,500.00), inclusive of interest.

5. The parties shall each bear their respective costs, including attorneys' fees.

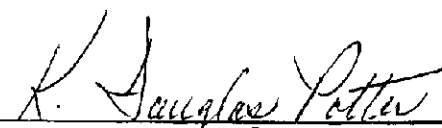
FORUM FEES

Pursuant to Section 43 of the Code of Arbitration Procedure, the National Association of Securities Dealers, Inc. shall retain the \$400.00 filing fee previously deposited by the Claimants. In addition, the Respondents, First Alliance Securities, Inc., Jeffrey J. Provissiero, Will Lincoln, Robert A. Hartnagel, Calvin Lee Word and Sandra Bergin-Vacho be and hereby are liable jointly and severally and shall pay to the National Association of Securities Dealers, Inc. the sum of \$520.00 to represent forum fees.

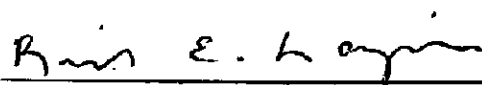
ARBITRATORS SIGNATURES



William H. Malloy, Jr., Esq.



K. Douglas Potter



Richard E. Lauziere

Executed on
Date of Decision: May 15, 1991

Dated: May 31, 1991

NASD Arbitration Number 90-01072

F. Gil Rennekar and Victoria J. Rennekar vs. First Alliance Securities, Inc., Jeffrey J. Provissiero, Will Lincoln, Robert A. Hartnagel, Calvin Lee Word and Sandra Bergin-Vacho

ADDENDUM TO AWARD

The Claimants appeared pro se and none of the Respondents appeared at the hearing.