

NATIONAL ASSOCIATION OF SECURITIES DEALERS

National Association of
Securities Dealers, Inc.
NASD Financial Center
33 Whitehall Street
New York, New York 10004

In the Matter of the Arbitration BetweenName of Claimant(s)

Helen Reinbolt

90-02755

Name of Respondent(s)

Richard Balleau
Olde Discount Corporation

REPRESENTATION

Claimant, Helen Reinbolt appeared pro se.

For Respondent, Richard Balleau and Olde Discount Corporation: Steve J.
Weiss, Esq. of Hertz, Schram & Saretsky, P.C.

CASE INFORMATION

Statement of Claim filed: 10/3/90

Claimant's Submission Agreement signed on: 10/30/90.

Statement of Answer of Respondent, Richard Balleau filed: 1/4/91

Statement of Answer of Respondent, Olde Discount Corporation filed: 3/20/91

Respondent, Richard Balleau's Submission Agreement signed: 1/22/91

Respondent, Olde Discount Corporation's Submission Agreement signed on
2/19/91 by Julie D. Reed on behalf of the firm.HEARING INFORMATION

Hearing Dates: 8/23/91

Hearing Sessions: Two (2)

Hearing Location: Atlanta, GA

CASE SUMMARY

Claimant, Helen Reinbolt, alleged that she was a housewife with multiple sclerosis and no marketable skills and was a totally unsophisticated investor when she was induced by Respondent, Richard Balleau ("Balleau"), a broker at Olde Discount Corporation, to sell her GTE, Morton International and Thiokol Corp. stock which was awarded her pursuant to a Judgment of Divorce when she divorced her husband in November of 1989 and to purchase mutual funds. Claimant alleged that Respondent, Balleau, neglected to inform her that she would incur Capital Gains and income taxes as well as a brokerage fee of \$5,000 in connection with the sale of her stock and that she would receive less in dividends from the mutual funds than she had been receiving from the stocks.

Respondents denied all allegations of wrong doing and alleged that the assets of the margin account which claimant was awarded when she divorced her husband were offset by a large liability because Mr. Reinbolt had borrowed \$76,000 from the account before the divorce. Respondents stated that Balleau advised Claimant that the debit balance should be cleared and if she was unable to come up with the money from an alternate source some stock in the account could be sold to pay the debt. Respondents stated that Claimant was not receiving monthly income from the GTE stock, but only quarterly dividends and suggested that she could not only receive those dividends in monthly payments, but also receive higher dividends and be in safer investment vehicles if she were to replace the shares held in the account with mutual fund shares. Respondents alleged that Claimant was in full agreement that some stock should be sold to clear the debit balance and to purchase mutual funds for the account. Respondents also maintained that Claimant was fully apprised of the fact that there would be commissions charged on the sale of the stock and that there would be tax consequences to selling the stock because of the "capital gain" realized on the sale.

RELIEF REQUESTED

Claimant requested an award in the approximate amount of \$50,000.00.

Respondents requested that Claimant's Claim be dismissed and that reasonable attorneys' fees and costs be assessed against Claimant.

AWARD

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

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

AWARD-#90-02755

1. All Claims of the Claimant, Helen Reinbolt, against Respondents, Richard Balleau and Olde Discount Corporation, shall be and are hereby dismissed in all respects;
2. The Parties shall each bear their respective costs, including attorneys' fees.

FORUM FEES

Pursuant to Section 43c of the Code of Arbitration Procedure, the NASD, Inc. shall retain the \$120.00 non-refundable filing fee as well as the \$400.00 hearing session deposit previously deposited by Claimant and the following Forum Fees are assessed:

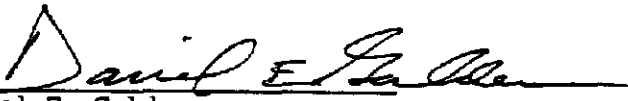
1. Claimant is hereby assessed forum fees in the amount of \$400.00 (2 sessions X \$400.00 less \$400.00 previously deposited = \$400.00 due).

Fees are payable to the National Association of Securities Dealers, Inc.

ARBITRATION PANEL

Name	Public/Industry
Judy C. Cohn, Esq.	Public/Chairperson
Robert Schaffer	Industry/Panelist
Daniel E. Gulden	Public/Panelist

Concurring Arbitrator's signature


Daniel E. Gulden

Dated by the NASD: October 10th, 1991

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NASD-90-02755

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JCC
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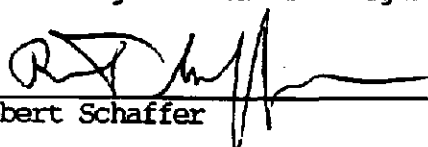
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