

N.A.S.D. AWARD

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

In the matter of the Arbitration Between

Name of Claimant(s)

Clifford Reese

NASD Arbitration
No.92-03066

Name of Respondent(s)

Paulson Investment Company, Inc.
Robin Edwards

REPRESENTATION

For Claimant: Thomas K. Coan, Esq., Portland, Oregon

For Respondent Paulson Investment: Keith A. Ketterling, Esq., Stoll, Stoll, Berne & Lokting,
P.C., Portland, Oregon

Respondent Robin Edwards represented himself.

CASE INFORMATION

Statement of Claim filed: September 14, 1992

Supplement to Claim filed: February 8, 1993

Claimant's Submission Agreement signed: July 1, 1992

Statement of Answer filed by Paulson Investment: October 30, 1992

Statement of Answer filed by Robin Edwards: October 21, 1992

Respondents' Submission Agreements signed:

Paulson Investment: October 12, 1992

Robin Edwards: November 27, 1992

HEARING INFORMATION

Pre-hearing telephone conference Dates / Sessions:

April 6, 1993 - 1 session

Hearing Dates / Sessions: January 29, 1993 - 1 session

March 18, 1993 - 2 sessions

April 12, 1993 - 2 sessions

April 13, 1993 - 2 sessions

Hearing Location: Portland, Oregon

CASE SUMMARY

Claimant alleged lack of suitability, misrepresentation, fraud & breach of fiduciary duty in connection with the recommendation and purchase for Claimant's account of the common stock of Tidewater West Oil.

Respondents each denied all allegations of wrongdoing, and asserted that the Tidewater West Oil was suitable for Claimant's stated account objectives of short-term capital gains and speculative and good quality investments.

RELIEF REQUESTED

Claimant requested damages of \$11,682.00 plus interest at 9% from November 21, 1991, and punitive damages of \$10,000.00.

Respondents requested dismissal of all claims.

OTHER ISSUES CONSIDERED AND DECIDED

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

AWARD

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

1. All claims, including the claim for punitive damages, asserted by Claimant are dismissed.

2. The parties shall each bear their respective costs, including attorney's fees.

FORUM FEES

Pursuant to Section 43(c) of the Code of Arbitration Procedure, the following forum fees are assessed:

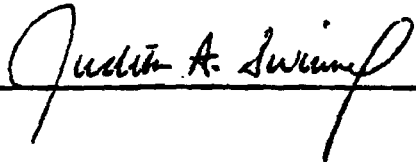
Total fees:	
7 hearing sessions @ \$300 / session =	\$2,100.00
<u>1 pre-hearing session @ \$300 / session =</u>	<u>\$ 300.00</u>
	\$2,400.00
 Claimant's one-half share	 \$1,200.00
 <u>Credit for deposit</u>	 <u>\$ 200.00</u>
	Balance Due \$1,000.00
 Respondent's one-half share, assessed jointly and severally:	 \$1,200.00

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

ARBITRATOR

<u>Name</u>	<u>Public / Industry</u>
Judith A. Swinney	Public Chairperson

Concurring Arbitrator's Signature



Date Served: 06/14/93