

NASD REGULATION, INC. AWARD

NASD REGULATION, INC., OFFICE OF DISPUTE RESOLUTION

In the matter of the Arbitration Between

Name of Claimants

James A. Shab
Global Telecommunications Corporation

v.

Arbitration No.
96-02312

Name of Respondents

H.J. Meyers & Co., Inc. (now known as Meyers Securities Corporation)
Joseph G. Gerace

REPRESENTATION

For Claimants:

Brad Knypstra, Esq.
Brian Ostler, Sr., Esq.
Briggs & Alexander
Anaheim, California

For Respondents:

James Matthew Brown, Esq.
Attorney at Law
San Diego, California

CASE INFORMATION

Statement of Claim filed:	May 28, 1996
Claimants' Submission Agreements signed:	October 17, 1995
Statement of Answer filed by Respondents:	August 16, 1996
Respondent H.J. Meyers & Co., Inc.'s Submission Agreement signed:	July 8, 1996
Respondent Joseph Gerace's Submission Agreement Signed:	August 12, 1996

HEARING INFORMATION

Pre-Hearing Conference Dates/Sessions: November 11, 1996 (1 session)
January 8, 1997 (1 session)
January 27, 1997 (1 session)

Hearing Dates/Sessions: July 6, 1998 (2 sessions)
July 7, 1998 (2 sessions)

Hearing Location: Los Angeles, California

CASE SUMMARY

Claimants alleged Respondents made unauthorized, unsuitable trades in their accounts, churned their accounts for commissions and margined Claimants' non-margin accounts without authorization.

Respondents denied Claimants' claims in their entirety.

RELIEF REQUESTED

Claimants sought \$178,062.00 in compensatory damages, punitive damages, interest at the legal rate, attorney's fees and costs.

Respondents sought dismissal of Claimants' Statement of Claim in its entirety, legal fees and costs.

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 original remains on file with the NASD Regulation, Inc., Office of Dispute Resolution.

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:

1. Claimants' claims are denied in their entirety.
2. Each side shall bear their own costs, including attorney's fees.

FORUM FEES

Pursuant to Rule 10332(c) of the Code of Arbitration Procedure, the following forum fees are assessed against Respondents:

Two (2) Single Arbitrator Pre-Hearing Conferences @ \$300.00/Conference	= \$600.00
One (1) Full Panel Pre-Hearing Conference @ \$750.00/Conference	= \$750.00
Four (4) Hearing Sessions @ \$750.00/Session	= \$3,000.00
Total Forum Fees Assessed	= \$4,350.00

Respondent H.J. Meyers & Co., Inc.'s One-Half Assessment = \$2,175.00

Respondent Joseph Gerace's One-Half Assessment = \$2,175.00

Claimants' Hearing Session Deposit in the amount of \$750.00 shall be refunded by NASD Regulation, Inc.

Fees are payable to NASD Regulation, Inc.

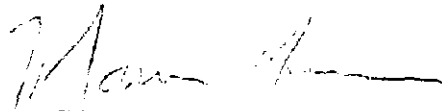
OTHER FEES

Pursuant to Rule 10333 of the Code, Respondent H.J. Meyers & Co., Inc. shall pay to NASD Regulation, Inc. the \$350.00 past due member surcharge previously invoiced.

ARBITRATORS

<u>Name</u>	<u>Arbitrators</u>
Marvin Greene, Esq.	Public Arbitrator
Leon H. Berger	Public Arbitrator
Suzanne Viau Chamberlain	Industry Arbitrator

Concurring Arbitrators' Signatures



Marvin Greene, Esq.

Leon H. Berger

Suzanne Viau Chamberlain

Date of Service: July 9, 1998 via fax

ARBITRATORS

<u>Name</u>	<u>Arbitrators</u>
Marvin Greene, Esq.	Public Arbitrator
Leon H. Berger	Public Arbitrator
Suzanne Viau Chamberlain	Industry Arbitrator

Concurring Arbitrators' Signatures

Marvin Greene, Esq.



Leon H. Berger

Suzanne Viau Chamberlain

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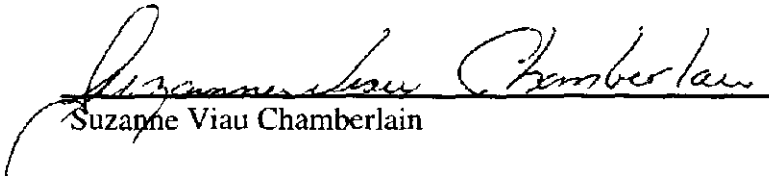
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