

AWARD

NASD REGULATION, INC.

In the matter of the Arbitration Between

Name of Claimant

Charlotte Warwar

v.

Arbitration No.

96-0268 1

Name of Respondent

Michael A. Darany, C.F.P., New England
Securities Corp., A.P.G. Investment Trust &
A.S.I.T. Corp., American Financial Group.
Community Housing Fund. Jerry Dean
McGlothlin, Sentra Securities Corp., Richard
Paul Woltman, Joseph Coelho, and Jack Oliver

REPRESENTATION

For Claimant:

John Owen Meyers. Esq.
Law Offices of John O. Meyers
Los Angeles. California

For Respondents New England
Securities. Jerry McGlothlin. and
American Financial Group:

James P. Delphey. Esq.
Seltzer, Caplan. Wilkins
& McMahon
San Diego. California

For Respondent Michael A. Darany:

David C. Hinshaw. Esq.
Gansinger. Hinshaw & Buckley
Los Angeles. California

9812011

For Respondents Sentra Securities
Corp., Richard Woltman, Joseph
Coelho, and Jack Oliver:

Craig R. Bockman, Esq.
Jones, Bell, Abbott, Fleming &
Fitzgerald, L.L.P.
Los Angeles, California

CASE INFORMATION

Statement of Claim filed:	June 21, 1996
Claimant's Submission Agreement signed:	June 6, 1996
Statement of Answer and Cross-Claim filed by Respondents New England Securities and Jerry McGlothlin:	September 30, 1996
Statement of Answer filed by Respondents New England Securities and Jerry McGlothlin in response to Michael A. Darany's Cross-Claim:	July 15, 1997
Respondent New England Securities Submission Agreement signed:	September 12, 1996
Respondent Jerry McGlothlin's Submission Agreement signed:	July 21, 1997
Statement of Answer filed by Respondent Michael A. Darany:	September 26, 1996
Cross-Claim filed by Respondent Michael A. Darany:	February 21, 1997
Statement of Answer filed by Michael A. Darany in response to New England Securities and Jerry McGlothlin's Cross Claim:	July 75, 1997
Respondent Michael A. Darany's Submission Agreement signed:	February 5, 1997

9/8/2011

Statement of Answer and
Counter-Claim filed by
Respondents Sentra Securities
Corp., Richard Woltman, Joseph
Coelho, and Jack Oliver:

July 23, 1997

HEARING INFORMATION

Pre Hearing Conference Dates / Sessions:

January 28, 1997 (1 Session)
May 15, 1997 (1 Session)
June 13, 1997 (1 Session)
September 5, 1997 (1 Session)
April 14, 1998 (2 Sessions)
May 11, 1998 (1 Session)
November 11, 1998 (1 Session)

Hearing Dates / Sessions:

December 7, 1998 (2 Sessions)
December 8, 1998 (2 Sessions)
December 9, 1998 (2 Sessions)

Hearing Location:

Los Angeles, California

CASE SUMMARY

Claimant alleged that Respondent Michael A. Darany made misrepresentations and omissions in connection with the sale of securities, recommended unsuitable investments, and committed acts of fraud. Claimant also alleged that Respondent New England Securities failed to supervise its employees.

Respondents Michael A. Darany, New England Securities, and Jerry McGlothlin denied each and every allegation of wrongdoing set forth in the Claimant's Statement of Claim.

Cross-Claimant Michael A. Darany alleged that Cross-Respondent New England Securities failed to indemnify him pursuant to their employment agreement.

Counter-Claimants New England Securities and Jerry McGlothlin alleged that Counter-Respondent Michael A. Darany breached his contract, committed acts of fraud, made misrepresentations, and engaged in abuse of process.

Claimant alleged that Respondents Sentra Securities Corp., Richard Woltman, Joseph Coelho, and Jack Oliver made misrepresentations in connection with the sale of securities, and committed acts of fraud.

9/8/2011

Respondents Sentra Securities Corp., Richard Woltman, Joseph Coelho, and Jack Oliver denied each and every allegation of wrongdoing set forth in the Claimant's Statement of Claim.

RELIEF REQUESTED

Claimant requested \$290,000.00 in compensatory damages, interest and punitive damages

Respondent Michael A. Darany requested dismissal of the Claimant's Statement of Claim.

Respondents New England Securities and Jerry McGlothlin requested dismissal of the Claimant's Statement of Claim, compensatory damages, and punitive damages.

Cross-Claimant Michael A. Darany requested indemnity and costs of arbitration from New England Securities and Jerry McGlothlin.

Cross-Respondents New England Securities and Jerry McGlothlin requested dismissal of Michael A. Darany's Cross-Claim, costs, and attorney's fees.

Respondents Sentra Securities Corp., Richard Woltman, Joseph Coelho, and Jack Oliver requested dismissal of the Claimant's Statement of Claim, costs, attorney's fees, and sanctions.

OTHER ISSUES CONSIDERED AND DECIDED

Respondents A.F.G. Investment Trust & A.S.I.T. Corp., American Financial Group, and Community Housing Fund did not submit to arbitration.

The parties have agreed that the Award in this matter may be executed either in 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) Charlotte Warwar is liable to and shall pay Respondent Sentra Securities Corp. attorney's fees of \$21,100.00.
- 2) Expunge Respondent's Richard Paul Woltman, Joseph Coelho, and Jack Oliver's names and any reference to them which is contained in Case Number 96-02681 from the CRD.
- 3) All relief not expressly granted is denied.
- 4) Each party shall bear its own costs, except where noted above.

9/8/2011

FORUM FEES

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

Eight Pre-Hearing Conference Sessions @ \$750.00/ Session	= \$6,000.00
Six Hearing Sessions @ \$750.00 / Session	= \$4,500.00
Total Fees Assessed	= \$10,500.00

Total Fees Assessed Against Claimant Charlotte Warwar	= \$1,750.00
<u>Credit for Claimant's Hearing Session Deposit</u>	= \$ 750.00
Claimant's Balance Due	= \$1,000.00

Total Fees Assessed Against Sentra Securities Corp.	= \$ 1,500.00
<u>Credit for Respondent Sentra Securities Corp.'s Hearing Session Deposit</u>	= \$ 600.00
Respondent Sentra Securities Corp.'s Balance Due	= \$1,100.00

Total Fees Assessed Against Respondent Michael A. Darany	= \$3,625.00
<u>Credit for Michael A. Darany's Hearing Session Deposit</u>	= \$ 600.00
Respondent Michael A. Darany's Balance Due	= \$3,025.00

<u>Total Fees Assessed Against Respondent New England Securities Corp.</u>	= \$3,625.00
New England Securities Corp.'s Balance Due	= \$3,625.00

Fees are payable to NASD Regulation, Inc.

OTHER FEES

Pursuant to Rule 10333 of the Code, Respondent New England Securities Corp. has paid to NASD Regulation, Inc. the \$350.00 member surcharge previously invoiced.

Pursuant to Rule 10333 of the Code, Respondent Sentra Securities Corp. shall pay to NASD Regulation, Inc. the \$350.00 past due member surcharge previously invoiced.

9812011

ARBITRATORS

Name

Louis R. Eglash, Esq.

Donald L. Lisle

Edward J. Vaia

Public / Industry

Public Arbitrator

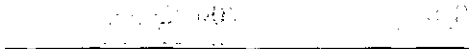

Industry Arbitrator

Public Arbitrator

Concurring Arbitrators' Signatures



Louis R. Eglash, Esq.


Donald L. Lisle
Edward J. Vaia

Date of Service: December 31, 1998

9812011

ARBITRATORS

<u>Name</u>	<u>Public / Industry</u>
Louis R. Fglash, Esq.	Public Arbitrator
Donald L. Lisle	Industry Arbitrator
Edward J. Vaia	Public Arbitrator

Concurring Arbitrators' Signatures

Louis R. Eglash, Esq

Donald L. Lisle

Edward J Vaia

Date of Service: December 31, 1998

9812011

ARBITRATORS

<u>Name</u>	<u>Public Industry</u>
Louis R. Eglash, Esq.	Public Arbitrator
Donald L. Lisle	Industry Arbitrator
Edward J. Vaia	Public Arbitrator

Neutrino Arbitrators' Signatures

Louis R. Eglash, Esq.

Donald L. Lisle

Edward J. Vaia
Edward J. Vaia

Date of Service: December 31, 1998