

10/9/96 477150

**SIMPLIFIED AWARD**

**NATIONAL ASSOCIATION OF SECURITIES DEALERS REGULATION, INC.**

CASE: #96-05754

GKN Securities Corp. v. Scott Brown

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**ATTORNEYS:**

For Claimant: Katherine Nathan, Esq. of GKN Securities Corp., ("GKN") New York, New York.

Respondent Scott Brown did not appear.

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**DATE FILED:** December 2, 1996

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**CASE SUMMARY:** Claimant alleged that Respondent Brown entered into an Association Agreement with GKN on June 7, 1993 and by the terms of the Association Agreement, Respondent Brown was obligated to repay GKN for the expenses incurred by GKN in defending an NASD arbitration claim against GKN and Brown alleging that Brown executed unauthorized and unsuitable transactions in a customer's account.

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**Claim Data**

Claim: \$9,675.00  
Interest: Yes  
Punitive: No  
Atty. Fees: Yes  
Filing Fees: No  
Costs: Yes

**Award Data**

Award: \$9,675.00  
Interest: Yes (see below)  
Punitive: \$.00  
Atty. Fees: \$.00  
Filing Fees: \$75.00  
Costs: \$.00

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**AWARD:** The undersigned arbitrator has decided and determined in full and final resolution of the issues submitted for determination as follows: 1) Respondent is found liable and shall pay to the Claimant \$9,675.00. plus interest from March 5, 1996 to the date of payment of the Award. 2) All other requests for relief are denied. 3) NASD Regulation, Inc. shall retain the \$75.00 deposit and the \$500.00 claim filing fee previously paid by the Claimant. Respondent shall reimburse the Claimant the sum of \$75.00.

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**OTHER ISSUES:** Pursuant to the By-Laws of NASD Regulation, Inc., the arbitrator determined that Respondent Brown was served with notice of the claim by regular mail and re-served with the claim and served with notification of the arbitrator's identity by certified mail; that Claimant provided an Affidavit of Service indicating personal service upon the Respondent; and, that Respondent Brown is, therefore, bound by the arbitrator's ruling and determination.

Arbitrator's Signature

John J. Hearn  
John J. Hearn, Esq.  
(Public Arbitrator)

Date of Decision:

10/31/97

and to repay CNA for the amounts received by CNA in the amount of \$10,000.00 for the amount of \$10,000.00. The arbitrator finds that the respondent is liable for the amount of \$10,000.00. The arbitrator awards the respondent the amount of \$10,000.00. The arbitrator awards the respondent the amount of \$10,000.00. The arbitrator awards the respondent the amount of \$10,000.00.