

Stipulated Award
NASD Regulation, Inc.

In the Matter of the Arbitration Between:

Kenneth J. Sciotti, (Claimant) vs. OLDE Discount Corporation, Paul Manelis, Greg Dimit and John Rea (Respondents).

Case Number: 99-1067

Hearing Site: Detroit, Michigan

REPRESENTATION OF PARTIES

Claimant, Kenneth J. Sciotti ("Sciotti"), hereinafter referred to as "Claimant": Ralph J. Sirlin, Esq., of Reosti, James & Sirlin, P.C., 925 Ford Building, Detroit, MI 48226-3988

Respondents, OLDE Discount Corporation, Paul Manelis and John Rea hereinafter collectively referred to as "Respondents": Lisa S. Fildes, Esq., OLDE Discount Corporation, 751 Griswold, Detroit, MI 48226.

CASE INFORMATION

Statement of Claim filed on or about: March 3, 1999

Claimant, Kenneth J. Sciotti, signed the Uniform Submission Agreement: February 18, 1999

Statement of Answer filed by Respondents, OLDE, Manelis and Rea on or about: May 5, 1999

Respondent, OLDE Discount Corporation, signed the Uniform Submission Agreement: March 29, 1999

Respondent, Paul Manelis, signed the Uniform Submission Agreement: March 31, 1999

Respondent, John Rea, signed the Uniform Submission Agreement: April 5, 1999.

CASE SUMMARY

Claimant alleged that his brokers, Paul Manelis, Greg Dimit and John Rea did not act in his best interests, recommended unsuitable securities and that Respondents failed to properly supervise his accounts.

Respondents OLDE, Manelis and Rea denied the allegations made in the Statement of Claim.

RELIEF REQUESTED

Claimant requested compensatory damages of \$100,000 plus interest and attorney's fees.

Respondents OLDE, Manelis and Rea requested that the Claim be dismissed in its entirety with prejudice.

OTHER ISSUES CONSIDERED AND DECIDED

The parties have agreed that the Award in this matter may be executed in counterpart copies or may be signed by any one of the three appointed arbitrators or that a handwritten, signed Award may be entered.

AWARD

After considering the parties submissions and representations, but without making any findings of fact or conclusions of law, the undersigned arbitrator orders as follows:

- 1.) Pursuant to the Stipulation to Dismiss and Expunge, filed with the NASD, the claims against John Rea were withdrawn.
- 2.) The matter is settled (subject to any conditions of a settlement agreement) between the remaining parties.
- 3.) The parties shall bear their own costs, subject to any settlement agreement.
- 4.) The panel recommends the expungement of any and all references to the above captioned arbitration from John Rea's registration records maintained by the NASD Central Registration Depository ("CRD"), with the understanding that pursuant to NASD Notice to Members 99-09, Respondent John Rea (CRD# 2165728) must obtain confirmation from a court of competent jurisdiction before the CRD will execute the expungement directive.
- 5.) That any relief not specifically enumerated, including punitive damages is hereby denied with prejudice.

FEES

Pursuant to the Code, the following fees are assessed:

Filing Fees

NASD Regulation, Inc. will retain or collect the non-refundable filing fees for each claim:

Initial claim filing fee = \$ 120.00

Adjournment Fees

Adjournments requested during these proceedings: N/A

Member Fees

Member fees are assessed to each member firm that is a party in these proceedings or to

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the member firm(s) that employed the associated person(s) at the time of the event(s) giving rise to the dispute. In this matter, the member firm is a party.

Member surcharge	= \$ 800.00
Pre-hearing process fee	= \$ 600.00
Hearing process fee	= \$1,000.00

Forum Fees and Assessments

The Panel assesses forum fees for each hearing session conducted. A hearing session is any meeting between the parties and the arbitrator(s), including a pre-hearing conference with the arbitrator(s), that lasts four (4) hours or less. Fees associated with these proceedings are:

One (1) Pre-hearing session with the Panel x \$400.00	= \$400.00
Pre-hearing conference: September 14, 1999 1 session	
Total Forum Fees	= \$400.00

The parties have agreed to apportion the Forum Fees as follows:

- 1) \$400 of the forum fees to Respondent OLDE Discount Corporation.

Fee Summary

Claimant, Kenneth J. Sciotti, be and hereby is liable for:

Initial Filing Fee	= \$ 120.00
Total Fees	= \$ 120.00
Less payments	= \$ 525.00
Balance Due NASD Regulation, Inc.	= \$ (405.00)

Respondent, OLDE Discount Corporation, be and hereby is solely liable for:

Member Fees	= \$ 2,400.00
Forum Fees	= \$ 400.00
Total Fees	= \$ 2,800.00
Less payments	= \$ 2,400.00
Balance Due NASD Regulation, Inc.	= \$ 400.00

All balances are due to NASD Regulation, Inc.

Concurring Arbitrator's Signature



Kenneth S. Silver, Esq.
 Public Arbitrator, Presiding Chair

7/28/00
 Date

Date of Service (For NASD office use only)