

Award
NASD Regulation, Inc.

In the Matter of the Arbitration Between:

Eric Reigle (Claimant) vs. Olde Discount Corporation, (Respondent).

Case Number: 99-01075

Hearing Site: Houston, Texas

REPRESENTATION OF PARTIES

Claimant, Eric Reigle, hereinafter referred to as "Claimant": Tracy Pride Stoneman, Esq., Colorado Springs, Colorado.

Respondent, Olde Discount Corporation, hereinafter referred to as "Respondent": Carranza M. Pryor, Esq., Maynard, Cooper & Gale, Birmingham, Alabama.

CASE INFORMATION

Statement of Claim filed on or about: March 8, 1999
Supplement to the Statement of Claim filed on or about: January 14, 2000
Claimant signed the Uniform Submission Agreement: January 8, 1999
Statement of Answer filed by Respondent on or about: June 1, 1999
Statement of Answer to the Supplemental Statement of Claim filed by Respondent on or about: February 29, 2000
Respondent signed the Uniform Submission Agreement: May 6, 1999

CASE SUMMARY

Claimant asserted the following causes of action: violations of federal and state securities laws; violations of the Texas Deceptive Trade Practices Act; negligence; gross negligence; breach of industry standards; breach of contract; respondeat superior; churning; and failure to supervise. The causes of action related to the order execution of Olde Special Venture stocks.

Unless specifically admitted in its Answer, Respondent denied the allegations made in the Statement of Claim and asserted the following defenses: Claimant failed to state a claim on which relief could be granted; Claimant's claims were barred by laches, waiver, estoppel, and ratification; the limited transactional duties that were owed by Olde to Claimant were fully satisfied and discharged; the alleged wrongdoing of which Claimant complained was perpetrated, if at all, by an individual or entities other than Respondent or its agents; Claimant assumed the

risk of his investment transactions and the losses incurred; economic, industry, corporate and market conditions were responsible for Claimant's losses; Claimant may not recover punitive, exemplary or treble damages, as the recovery of such damages is not permitted under applicable laws and the facts of this case; the claims are barred by Claimant's failure to exercise due diligence; and Claimant failed to mitigate his damages.

RELIEF REQUESTED

Claimant requested:

Compensatory Damages	\$77,000
Punitive Damages	unspecified
Interest	unspecified
Attorneys' Fees	unspecified
Other Costs	unspecified

Respondent requested:

Dismissal	
Other Costs	unspecified

OTHER ISSUES CONSIDERED AND DECIDED

Respondent filed a Motion to Strike Reference to Consent Decree on or about December 22, 1999. After consideration, the Panel granted Respondent's Motion to Strike on January 25, 2000.

Claimant submitted a Motion for Leave to File a Supplemental Statement of Claim on or about January 18, 2000. The Panel granted the Motion on or about February 11, 2000.

Claimant also filed a Motion to Strike and for Sanctions on or about January 27, 2000. By this motion, Claimant sought to recover punitive damages and to strike an affirmative defense contained in the Answer of Respondent. On February 11, 2000, the Panel deferred ruling on the Motion. By this Award, the Panel denies the Motion.

The parties have agreed that the Award in this matter may be executed in counterpart copies or that a handwritten, signed Award may be entered.

AWARD

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

1. The Statement of Claim and Supplement to the Statement of Claim submitted by Eric Reigle are dismissed in their entirety and dismissed with prejudice; and
2. Any and all relief not specifically addressed herein is denied.

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	= \$150
--------------------------	---------

Member Fees

Member fees are assessed to each member firm that is a party in these proceedings or to 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(s) is Olde Discount Corporation.

Member surcharge	= \$1,000
Pre-hearing process fee	= \$600
Hearing process fee	= \$1,500

Adjournment Fees

Adjournments requested during these proceedings:

February 16 and 17, 2000, adjournment by Respondent, adjournment fee waived by Panel

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:

Four (4) Pre-hearing sessions with Panel x \$500	= \$2,000
Pre-hearing conferences: September 13, 1999	1 session
October 4, 1999	1 session
October 12, 1999	1 session
February 11, 2000	1 session
Six (6) Hearing sessions with Panel x \$500	= \$3,000
Hearing Dates: March 21, 2000	2 sessions

= \$5,000

Total Forum Fees

1. The Panel has assessed \$2,500 of the forum fees to Eric Reigle.
2. The Panel has assessed \$2,500 of the forum fees to Olde Discount Corporation.

Fee Summary

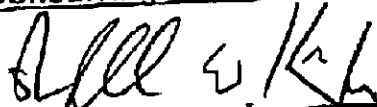
1. Claimant, Eric Reigle, be and hereby is solely liable for:

Initial Filing Fee	= \$150
Forum Fees	= \$2,500
<hr/>	<hr/>
Total Fees	= \$2,650
<u>Less payments</u>	<u>= \$650</u>
Balance Due NASD Regulation, Inc.	= \$2,000

2. Respondent, Olde Discount Corporation, be and hereby is solely liable for:

Member Fees	= \$3,100
Forum Fees	= \$2,500
<hr/>	<hr/>
Total Fees	= \$5,600
<u>Less payments</u>	<u>= \$4,600</u>
Balance Due NASD Regulation, Inc.	= \$1,000

All balances are due to NASD Regulation, Inc.

Concurring Arbitrators' Signatures


Randall W. Heinrich, Esq.
Public Arbitrator, Presiding Chair

5/3/00
Signature Date

Geoffrey E. Goring
Public Arbitrator

Signature Date

Robin S. Novak
Industry Arbitrator

Signature Date

Date of Service (For NASD office use only)

ation, Inc., Office of Dispute Resolution
Case No. 99-01075

4 of 4

Total Forum Fees = \$5,000

1. The Panel has assessed \$2,500 of the forum fees to Eric Reigle.
2. The Panel has assessed \$2,500 of the forum fees to Olde Discount Corporation.

Fee Summary

1. Claimant, Eric Reigle, be and hereby is solely liable for:

Initial Filing Fee	= \$150
Forum Fees	= \$2,500
<hr/> Total Fees	= \$2,650
<u>Less payments</u>	= \$650
Balance Due NASD Regulation, Inc.	= \$2,000

2. Respondent, Olde Discount Corporation, be and hereby is solely liable for:

Member Fees	= \$3,100
Forum Fees	= \$2,500
<hr/> Total Fees	= \$5,600
<u>Less payments</u>	= \$4,600
Balance Due NASD Regulation, Inc.	= \$1,000

All balances are due to NASD Regulation, Inc.

Concurring Arbitrators' Signatures

Randall W. Heinrich, Esq.
Public Arbitrator, Presiding Chair

Signature Date

Geoffrey E. Goring
Geoffrey E. Goring
Public Arbitrator

05-03-00
Signature Date

Robin S. Novak
Industry Arbitrator

Signature Date

Date of Service (For NASD office use only)

1075

Fees

= \$5,000

The Panel has assessed \$2,500 of the forum fees to Eric Reigle.
The Panel has assessed \$2,500 of the forum fees to Olde Discount Corporation.

Fee Summary

1. Claimant, Eric Reigle, be and hereby is solely liable for:

Initial Filing Fee = \$150
Forum Fees = \$2,500

Total Fees = \$2,650

Less payments = \$650

Balance Due NASD Regulation, Inc. = \$2,000

2. Respondent, Olde Discount Corporation, be and hereby is solely liable for:

Member Fees = \$3,100

Forum Fees = \$2,500

Total Fees = \$5,600

Less payments = \$4,600

Balance Due NASD Regulation, Inc. = \$1,000

All balances are due to NASD Regulation, Inc.

Concurring Arbitrators' Signatures

Randall W. Heinrich, Esq.
Public Arbitrator, Presiding Chair

Signature Date

Geoffrey E. Goring
Public Arbitrator

Signature Date


Robin S. Novak
Industry Arbitrator

5/3/00
Signature Date

Date of Service (For NASD office use only)

Award
NASD Regulation, Inc.

In the Matter of the Arbitration Between:

Patrick Joyce and Beverly Joyce v. Ralph Johnson a/k/a Chip Johnson, W.J. Gallagher & Co., Inc., Sovereign a/k/a Tuscany Equity Management Corp., Inc. and GunnAllen Financial, Inc.

Case Number: 99-1079

Hearing Site: Detroit, Michigan

REPRESENTATION OF PARTIES

Claimants, Patrick and Beverly Joyce ("the Joyces"), hereinafter collectively referred to as "Claimants": David M. Foster, Esq., Farmington Hills, Michigan. Mr. Foster entered an appearance on or about June 9, 2000. Claimants were represented by Jack E. Fernandez, Jr., Esq., Bovol, Bush & Sisco, P.A., until on or about October 8, 1999.

Respondent, Ralph "Chip" Johnson ("Johnson") and GunnAllen Financial, Inc. ("GunnAllen"): Robert K. Savage, Esq., Tampa, Florida.

Respondent, W.J. Gallagher ("WJG"): Ernest B. Arnold, W.J. Gallagher, Inc., Pasadena, California.

Respondent Sovereign a/k/a Tuscany Equity Management Corp., Inc. ("Sovereign"): did not appear.

CASE INFORMATION

Statement of Claim filed on or about: March 8, 1999

Claimant, Patrick Joyce, signed the Uniform Submission Agreement: February 16, 1999

Claimant, Beverly Joyce, signed the Uniform Submission Agreement: February 16, 1999

Statement of Answer filed by Respondent, WJG, on or about: June 21, 1999

Motion to Dismiss filed by Respondent, WJG, on or about: June 21, 1999

Statement of Answer filed by Respondents, Ralph "Chip" Johnson and GunnAllen, on or about: July 21, 1999

Respondent, Ralph C. Johnson, signed the Uniform Submission Agreement: July 21, 1999

Respondent, GunnAllen, signed the Uniform Submission Agreement: July 21, 1999

CASE SUMMARY

Claimants asserted the following causes of action: deceit, manipulation, unauthorized trading, unsuitability. The causes of action relate to alleged improper investment strategy utilized in handling Claimants' investment account.

Unless specifically admitted in its Answer, Respondent WJG denied the allegations made in the Statement of Claim and asserted the following defenses: Claimant ratified the actions