

Stipulated Award
NASD Dispute Resolution

In the Matter of the Arbitration Between:

Annette R. Cheron (Claimant) v. Salomon Smith Barney, Inc. n/k/a Citigroup Global Markets, Inc. and Victor Lambert (Respondent)

Case Number: 02-06534

Hearing Site: New York, New York

Nature of the Dispute: Customer v. Member and Associated Person.

REPRESENTATION OF PARTIES

Claimant Annette R. Cheron ("Cheron") hereinafter collectively referred to as "Claimant":
Anthony J. Hom, Esq., New York, NY.

Respondents Salomon Smith Barney, Inc. n/k/a Citigroup Global Markets, Inc., and using the service mark Smith Barney ("Smith Barney") and Victor Lambert ("Lambert") hereinafter collectively referred to as "Respondents": Linda R. Alpert, Esq., Associate General Counsel, Citigroup Global Markets, Inc., New York, NY.

CASE INFORMATION

Statement of Claim filed on or about: October 28, 2002.

Claimant signed the Uniform Submission Agreement: October 25, 2002.

Joint Statement of Answer filed by Respondents on or about: December 8, 2002.

Respondent Smith Barney signed the Uniform Submission Agreement: December 18, 2002.

Respondent Lambert signed the Uniform Submission Agreement: November 12, 2002.

CASE SUMMARY

Claimant asserted the following causes of action: fraud; breach of fiduciary duty; negligence; breach of contract; violations of federal securities laws; and failure to supervise. The causes of action relate to the terms and risk regarding a NYC special facility IDA airline revenue bond.

Unless specifically admitted in their Answer, Respondents denied the allegations of wrongdoing set forth in the Statement of Claim and asserted various affirmative defenses.

RELIEF REQUESTED

Claimant requested compensatory damages in the amount of \$30,000.00, plus interest from the date the losses were incurred to the date of this arbitration; hearing fees; costs; and any other

damages the Panel may deem just and fair.

Respondents requested that the Statement of Claim be dismissed, that all costs be assessed against Claimant, and that Respondent Lambert's registration record be expunged.

OTHER ISSUES CONSIDERED AND DECIDED

On or about November 4, 2003, Claimant's counsel notified NASD Dispute Resolution ("NASD DR") that the parties settled this matter and that the parties were requesting that a Stipulated Award granting expungement of Respondent Lambert's registration record be entered.

The parties have entered into a confidential settlement agreement, and agree that all claims should be dismissed with prejudice.

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

AWARD

The parties entered into an agreement to present to the Panel a Stipulated Award. Now, in lieu of a hearing and upon motion of both parties for an entry of an award, the written stipulation thereto, the Panel grants the motion and enters this award granting the following relief:

1. The Panel recommends the expungement of all reference to the above captioned arbitration from Respondent Victor Lambert's registration records maintained by the NASD Central Registration Depository ("CRD"), with the understanding that pursuant to NASD Notices to Members 99-09 and 99-54, Respondent Lambert must obtain confirmation from a court of competent jurisdiction before CRD will execute the expungement directive.
2. Any and all relief not specifically addressed herein is denied.

FEES

Pursuant to the Code, the following fees are assessed:

Filing Fees

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

Initial claim filing fee	= \$150.00
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Member Fees

Member fees are assessed to each member firm that is a party in these proceedings or to the member firm that employed the associated person at the time of the events giving rise to the dispute. In this matter, Salomon Smith Barney n/k/a Citigroup Global Markets, Inc. is a party.

Member Surcharge	= \$ 600.00
Pre-Hearing Process Fee	= \$ 750.00
Hearing Process Fee	= \$1,000.00
Total Member Fees	= \$2,350.00

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 arbitrators, including a pre-hearing conference with the arbitrators, that lasts four (4) hours or less. Forum fees associated with these proceedings are:

One (1) Pre-hearing conference session with the Panel @ \$600.00/session	= \$600.00
Pre-hearing conference: June 16, 2003 1 session	
Total Forum Fees	= \$600.00

1. The Panel has assessed \$300.00 of the forum fees against Claimant. Pursuant to Rule 10332(f) of the Code of Arbitration Procedure, NASD Dispute Resolution will retain the balance of Claimant's hearing session deposit since the parties notified NASD of their settlement within 8 days of the hearing.
2. The Panel has assessed \$300.00 of the forum fees jointly and severally against Respondents.

Fee Summary

1. Claimant is solely liable for:

Initial Filing Fee	= \$ 150.00
Forum Fees	= \$ 600.00
Total Fees	= \$ 750.00
Less payments	= \$ 775.00
Refund Due Claimant	= \$ 25.00

2. Respondent Smith Barney is solely liable for:

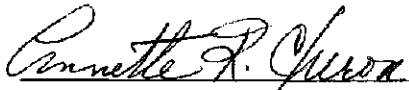
Member Fees	= \$2,350.00
Total Fees	= \$2,350.00
Less payments	= \$2,350.00
Balance Due NASD Dispute Resolution	= \$ 0.00

3. Respondents are jointly and severally liable for:

Forum Fees	= \$ 300.00
Total Fees	= \$ 300.00
Less payments	= \$ 0.00
Balance Due NASD Dispute Resolution	= \$ 300.00

All balances are due and payable to NASD Dispute Resolution

Parties' Signatures



Annette R. Cheron
Claimant

6/24/04
Signature Date

Citigroup Global Markets, Inc.
Respondent

Signature Date

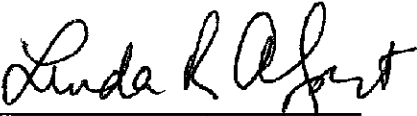
Victor Lambert
Respondent

Signature Date

Parties' Signatures

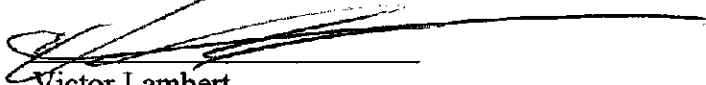
Annette R. Cheron
Claimant

Signature Date



for Citigroup Global Markets Inc.
Respondent

Signature Date



Victor Lambert
Respondent

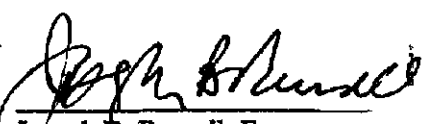
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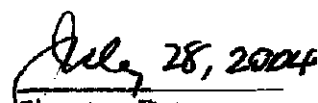
Signature Date

ARBITRATION PANEL

Joseph B. Russell, Esq.	-	Public Arbitrator, Presiding Chair
Roger Brandwein	-	Public Arbitrator
Kevin M. Kelly	-	Non-Public Arbitrator

Concurring Arbitrators' Signatures


Joseph B. Russell, Esq.
Public Arbitrator, Presiding Chair


Signature Date

Roger Brandwein
Public Arbitrator

Signature Date

Kevin M. Kelly
Industry Arbitrator

Signature Date

August 12, 2004
Date of Service (For NASD office use only)

ARBITRATION PANEL

Joseph B. Russell, Esq.
Roger Brandwein
Kevin M. Kelly

Public Arbitrator, Presiding Chair
Public Arbitrator
Non-Public Arbitrator

Concurring Arbitrators' Signatures

Joseph B. Russell, Esq.
Public Arbitrator, Presiding Chair

Signature Date



Roger Brandwein
Public Arbitrator

Aug 4, 2004

Signature Date

Kevin M. Kelly
Industry Arbitrator

Signature Date

August 12, 2004

Date of Service (For NASD office use only)

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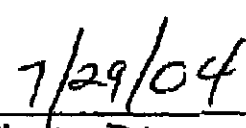
Signature Date

Roger Brandwein
Public Arbitrator

Signature Date



Kevin M. Kelly
Industry Arbitrator



Signature Date

August 12, 2004
Date of Service (For NASD office use only)