

Award
NASD Dispute Resolution

In the Matter of the Arbitration Between:

Shahenaz Halani and Hassan Halani (Claimants) v. UBS PaineWebber and Clara M. Macri a/k/a
Carla M. Bonito (Respondents)

Case Number: 02-07342

Hearing Site: New York, New York

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

REPRESENTATION OF PARTIES

Claimants Shahenaz Halani and Hassan Halani, hereinafter collectively referred to as
"Claimants": Michael Huberman, Esq., Seth Huberman, Esq., Huberman and Associates, Boca
Raton, FL.

Respondents UBS PaineWebber ("UBS") and Clara M. Macri ("Macri"), hereinafter collectively
referred to as "Respondents": Joel E. Davidson, Esq., Christine Lazaro, Esq., Davidson &
Grannum, Orangeburg, NJ.

CASE INFORMATION

Statement of Claim filed on or about: December 2, 2002.

Amended Statement of Claim filed on or about: December 18, 2002.

Claimants signed the Uniform Submission Agreement.

Joint Statement of Answer filed by Respondents on or about: February 21, 2003.

Respondent UBS signed the Uniform Submission Agreement: March 25, 2003.

Respondent Macri signed the Uniform Submission Agreement: February 25, 2003.

CASE SUMMARY

Claimants asserted the following causes of action: breach of fiduciary duty; negligence; failure to supervise and control; and violation of federal and state securities laws, NASD Rules of Fair Practice and NYSE Rules. The causes of action relate to common stock of Electronic Arts, ICG Communications Inc., Read-Rite Corp., AOL Inc., Cisco Systems Inc., CMGI Inc., Dell Computer Corp., Ventro, Amazon.com Inc., Exodus Communications, Juniper Networks, PE Corp Celera, Nokia, Intel, Sun Microsystems, and Coca-Cola.

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

RELIEF REQUESTED

Claimants requested general and compensatory damages in an amount according to proof, but not less than \$999,999.99 against Respondents; cost of proceedings; interest at the legal rate on all sums recovered; attorneys' fees and costs; and such other and further relief as this Panel deems just and appropriate.

Respondents requested that the Statement of Claim be dismissed in its entirety, costs assessed against the Claimants and the CRD of Respondent Macri be expunged.

OTHER ISSUES CONSIDERED AND DECIDED

On or about March 25, 2003, Claimants withdrew all of their claims against Respondent Macri.

On or about May 16, 2005, the parties agreed to have the matter heard by a panel consisting of two arbitrators.

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, the Panel has decided in full and final resolution of the issues submitted for determination as follows:

1. Claimants' claims are denied in their entirety.
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 will retain or collect the non-refundable filing fees for each claim:

Initial claim filing fee	= \$ 375.00
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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. Accordingly, UBS Financial Services, Inc. is a party.

Member surcharge	= \$ 2,250.00
Pre-hearing process fee	= \$ 750.00

Hearing process fee	= \$ 4,000.00
Total Member Fees	= \$ 7,000.00

Adjournment Fees

Adjournments granted during these proceedings for which fees were assessed:

May 10-14, 17-18, 2004, adjournment by Respondent	= \$ 1,200.00
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Forum Fees and Assessments

The Panel has assessed forum fees for each session conducted. A 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. Fees associated with these proceedings are:

One (1) Pre-hearing session with Panel @ \$1,200.00	= \$ 1,200.00
Pre-hearing conference: June 25, 2003 1 session	

Sixteen (16) Hearing sessions @ \$1,200.00 per session	= \$19,200.00
Hearing Dates:	
May 9, 2005	2 sessions
May 10, 2005	2 sessions
May 11, 2005	2 sessions
May 12, 2005	2 sessions
May 13, 2005	2 sessions
September 12, 2005	2 sessions
September 13, 2005	2 sessions
September 14, 2005	2 sessions

Total Forum Fees	= \$20,400.00
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1. The Panel has assessed \$10,200.00 of the forum fees jointly and severally to Claimants.
2. The Panel has assessed \$10,200.00 of the forum fees to Respondent UBS.

Administrative Costs

Administrative costs are expenses incurred due to a request by a party for special services beyond the normal administrative services. These include, but not limited to, additional copies of arbitrator awards, copies of audio transcripts, retrieval of documents from archives, interpreters, and security.

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|---|-------------|
| 1. Respondent UBS requested copies of hearing tapes | = \$ 225.00 |
| 2. Claimants requested copies of hearing tapes | = \$ 225.00 |

Fee Summary

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| 1. Claimants are jointly and severally liable for: | |
| Initial Filing Fee | = \$ 375.00 |
| Forum Fees | = \$10,200.00 |

<u>Administrative Costs</u>	= \$ 225.00
<u>Total Fees</u>	= \$10,800.00
<u>Less payments</u>	= \$ 1,575.00
<u>Balance Due NASD Dispute Resolution</u>	= \$ 9,225.00

2. Respondent UBS is solely liable for:

Member Fees	= \$ 7,000.00
Forum Fees	= \$10,200.00
Adjournment Fees	= \$ 1,200.00
<u>Administrative Costs</u>	= \$ 225.00
<u>Total Fees</u>	= \$18,625.00
<u>Less payments</u>	= \$ 7,435.00
<u>Balance Due NASD Dispute Resolution</u>	= \$11,190.00

All balances are payable to NASD Dispute Resolution and are due upon receipt pursuant to Rule 10330(g) of the Code.

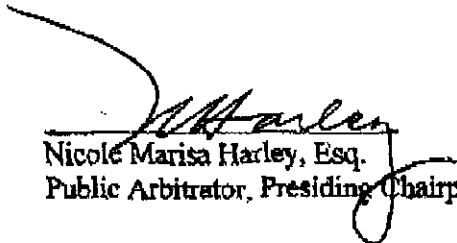
ARBITRATION PANEL

Nicole Marisa Harley, Esq.
Vicki R. Lawrence

- Public Arbitrator, Presiding Chairperson
- Non-Public Arbitrator

Concurring Arbitrators' Signatures

I, the undersigned arbitrator, do hereby affirm, pursuant to Article 7507 of the Civil Practice Law and Rules, that I am the individual described herein and who executed this instrument, which is my award.


Nicole Marisa Harley, Esq.
Public Arbitrator, Presiding Chairperson

11-1-05
Signature Date

Vicki R. Lawrence
Non-Public Arbitrator

Signature Date

November 2, 2005
Date of Service (For NASD Dispute Resolution use only)

ARBITRATION PANEL

Nicole Marisa Harley, Esq.	-	Public Arbitrator, Presiding Chairperson
Vicki R. Lawrence	-	Non-Public Arbitrator

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Nicole Marisa Harley, Esq.
Public Arbitrator, Presiding Chairperson

Signature Date

Vicki R. Lawrence
Vicki R. Lawrence
Non-Public Arbitrator

11/1/2005
Signature Date

November 2, 2005
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