

**NASD DISPUTE RESOLUTION AWARD**

**NASD DISPUTE RESOLUTION**

CASE: 03-00272

David's Drapery Workroom, Inc., Claimant v. Citigroup Global Markets, Inc. f/k/a Salomon Smith Barney, Inc. and Jack B. Grubman, Respondents.

---

**ATTORNEYS:**

For Claimant, David's Drapery Workroom, Inc., ("Claimant"), appeared James Richard Hooper, Esq., Orlando, FL.

For Respondents, Citigroup Global Markets, Inc. f/k/a Salomon Smith Barney, Inc. and Jack B. Grubman, ("Respondents"), appeared Bradford D. Kaufman, Esq., West Palm Beach, FL.

---

**NATURE OF DISPUTE:** Customer v. Member and Associated Person

---

**DATE FILED:** January 13, 2003

---

**CASE SUMMARY:** Claimant alleged that Respondents omitted material facts in connection with the offer and sale of WorldCom stock. Claimant alleged that Respondents violated Section 17(a) of the Securities Act of 1933, Chapter 517.301 of the Florida Securities and Investor Protection Act, and NASD Rule 2210(d)(1). Claimant further alleged that Respondents breached their fiduciary duty and that Citigroup Global Markets, Inc. is liable under the doctrine of respondeat superior.

---

**OTHER ISSUES:** On June 16, 2003, Claimant filed an Amended Statement of Claim.

---

**Claim Data**

Claim: \$11,600.10

Punitive Damages: Unspecified

Interest: Unspecified

Attorney Fees: Unspecified

Filing Fees: Unspecified

Other: Unspecified

---

**Award Data**

Award: \$11,600.10

Punitive Damages: \$.00

Interest: At the rate of six percent (6%) per annum from the date of this award until the award is paid in full

Attorney Fees: \$.00

Filing Fees: \$425.00

Other: \$.00

---

**AWARD:** The undersigned arbitrator has decided and determined in full and final resolution of the issues submitted for determination as follows: 1) Respondents are jointly and severally liable and shall pay to the Claimant \$11,600.10. 2) Respondents are jointly and severally liable and shall pay to the Claimant interest at the rate of six percent (6%) per annum from the date of this award until the award is paid in full. 3) All requests for attorney fees are denied. 4) All other relief requests are denied. 5) NASD Dispute Resolution shall retain the \$425.00 filing fee that the Claimant deposited previously. 6) Respondents are jointly and severally liable and shall pay to the Claimant \$425.00 as reimbursement of the filing fee.

---

**OTHER FEES:** Pursuant to Rule 10333 of the Code, Respondent Citigroup Global Markets, Inc. f/k/a Salomon Smith Barney, Inc. has paid to NASD Dispute Resolution the \$425.00 Member Surcharge previously invoiced.

---

Page Two  
Award 03-00272

**ARBITRATOR**

John J. Hearn, Esq. - Sole Public Arbitrator

**AFFIRMATION**

I, John J. Hearn, Esq., do hereby affirm, upon my oath as arbitrator that I am the individual described herein who executed this instrument, which is my oath and award.

John J. Hearn  
John J. Hearn, Esq.

Feb-18, 2004  
Signature Date

February 24, 2004  
Date of Service (For NASD-DR office use only)