

**Stipulated Award
NASD Dispute Resolution**

In the Matter of the Arbitration Between:

Names of the Claimants
Joseph and Nancy Meder

Case Number: 03-05093

Names of the Respondents
Salomon Smith Barney n/k/a Citigroup
Global Markets, Inc. and
Colin Rosenberg

Hearing Site: Pittsburgh, PA

Nature of Dispute: Customers v. Member and Associated Person

REPRESENTATION OF PARTIES

Claimants, Joseph and Nancy Meder, hereinafter collectively referred to as "Claimants", were represented by John A. Tumolo, Esq., Pittsburgh, Pennsylvania.

Respondents, Salomon Smith Barney n/k/a Citigroup Global Markets ("Citigroup") and Colin Rosenberg ("Rosenberg"), hereinafter collectively referred to as "Respondents", were represented by Michael C. Farkas, Esq., Citigroup Global Markets Inc., Office of General Counsel, New York, New York.

CASE INFORMATION

Statement of Claim filed on July 11, 2003.

Claimants signed the Uniform Submission Agreement on July 1, 2003.

Statement of Answer and Motion to Dismiss filed by Respondents on September 4, 2003.

A representative of Respondent Citigroup signed the Uniform Submission Agreement on September 3, 2003.

CASE SUMMARY

Claimants asserted the following causes of action: breach of contract; negligence; failure to supervise; failure to execute; breach of fiduciary duty; and, suitability. The causes of action relate to the purchase and sale of CMS Energy Corp. convertible preferred stock.

Unless specifically admitted in their Answer, Respondents denied the allegations made in the Statement of Claim and asserted the following defenses among others: failure to state a claim upon which relief may be granted; failure to mitigate; ratification; waiver and estoppel; assumption of the risk; and, statutes of limitation.

RELIEF REQUESTED

Claimants requested the following damages:

Compensatory Damages	\$27,313.42
Interest	from July 1, 2002 until payment

Respondents requested that the claim be denied, and dismissed with prejudice, with the costs associated with this action assessed to Claimants.

OTHER ISSUES CONSIDERED AND DECIDED

Respondent Rosenberg did not file with NASD Dispute Resolution a properly executed submission to arbitration but is required to submit to arbitration pursuant to the Code and, having answered the claim and requested this Stipulated Award, is bound by the determination of the Arbitrator on all issues submitted.

Prior to the hearing, the parties fully and finally settled all claims by and between them. Therefore, the parties submit this Stipulated Award to the Arbitrator for his consideration and request that it be entered.

AWARD

Pursuant to the above, the Arbitrator has decided in full and final resolution of the issues submitted for determination as follows:

1. The parties have entered into a confidential settlement agreement, and agree that all claims should be dismissed with prejudice;
2. The Arbitrator recommends the expungement of all reference to the above-captioned arbitration from Respondent Rosenberg'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 Rosenberg must obtain confirmation from a court of competent jurisdiction before the CRD will execute the expungement directive;
3. The parties shall bear their respective costs, including attorneys' fees, except as Fees are specifically addressed below; and,
4. Any and all relief not specifically addressed herein is denied in its entirety.

FEES

Filing Fees

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

Initial claim filing fee	= \$ 150.00
--------------------------	-------------

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, Citigroup is a party.

Member surcharge	= \$ 600.00
Pre-hearing process fee	= \$ 750.00

Forum Fees and Assessments

The Arbitrator has assessed forum fees for each session conducted. A 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 a single arbitrator @ \$ 450.00	= \$ 450.00
Pre-hearing conference: December 23, 2003 1 session	

Total Forum Fees	= \$ 450.00
------------------	-------------

1. The Arbitrator has assessed \$225.00 of the forum fees to Claimants, jointly and severally.
2. The Arbitrator has assessed \$225.00 of the forum fees to Respondents, jointly and severally.

Fee Summary

1. Claimants are jointly and severally assessed and shall pay:

Initial Filing Fee	= \$ 150.00
Forum Fees	= \$ 225.00
Total Fees	= \$ 375.00
Less payments	= \$ 600.00
Refund owed Claimants	= \$ 225.00
2. Respondent Citigroup is assessed and shall pay:

Member Fees	= \$1,350.00
Total Fees	= \$1,350.00
Less payments	= \$1,350.00
Balance Due NASD Dispute Resolution	= \$ 0.00
3. Respondents are jointly and severally assessed and shall pay:

Forum Fees	= \$ 225.00
Total Fees	= \$ 225.00
Less payments	= \$ 750.00
Refund returned to CRD account of Respondent Citigroup	= \$ 525.00

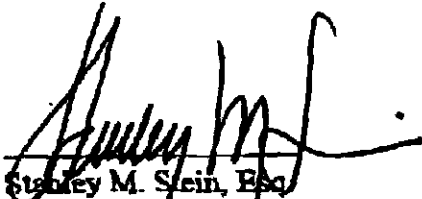
All balances are payable to NASD Dispute Resolution and are due upon receipt pursuant to Rule 10330(g) of the Code.

ARBITRATION PANEL

Stanley M. Stein, Esq.

Public Arbitrator, Presiding

Arbitrator's Signature



Stanley M. Stein, Esq.
Public Arbitrator, Presiding

5/24/04

Signature Date

May 24, 2004

Date of Service (For NASD Dispute Resolution office use only)