

Award
NASD Dispute Resolution

In the Matter of the Arbitration Between:

Marshall F. Reutlinger and Rosemary Reutlinger (Claimants) vs. Citigroup Global Markets, Inc. f/k/a Salomon Smith Barney, Inc. (Respondent)

Case Number: 05-02233

Hearing Site: Albany, New York

Nature of the Dispute: Customers vs. Member

REPRESENTATION OF PARTIES

Claimants Marshall F. Reutlinger ("M. Reutlinger") and Rosemary Reutlinger ("R. Reutlinger") hereinafter collectively referred to as "Claimants": Carl E. Worboys, Esq., Syracuse, NY.

Respondent Citigroup Global Markets Inc. f/k/a Salomon Smith Barney Inc. hereinafter referred to as "Respondent": Richard C. Szuch, Esq., Bressler, Amery & Ross, P.C. Morristown, NJ.

CASE INFORMATION

Statement of Claim filed on or about: March 26, 2005.

M. Reutlinger signed the Uniform Submission Agreement: March 26, 2005.

R. Reutlinger signed the Uniform Submission Agreement: March 26, 2005.

Statement of Answer filed by Respondent on or about: July 1, 2005.

Respondent signed the Uniform Submission Agreement: June 3, 2005.

CASE SUMMARY

Claimants asserted the following causes of action: breach of contract, breach of fiduciary duty, failure to supervise, churning, misrepresentations, suitability, and conflicts of interest. The causes of action relate to allegedly high risk stocks.

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

RELIEF REQUESTED

Claimants requested compensatory damages in the amount of \$185,000.00, punitive damages in the amount of \$185,000.00, forum fees in the amount of \$1,750.00, attorneys' fees in the amount of \$25,000.00, and witness and production fees in the amount of \$3,000.00.

Respondent requested dismissal of the Statement of Claim in its entirety, costs, fees, and such other and further relief as the Panel deems just and proper.

OTHER ISSUES CONSIDERED AND DECIDED

Prior to the hearing Respondent moved to dismiss the Statement of Claim. The Panel heard all oral arguments and after due deliberation denied Respondent's Motion to Dismiss.

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

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, including punitive damages, 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	= \$ 300.00
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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 persons at the time of the events giving rise to the dispute. Accordingly, Citigroup Global Markets Inc., f/k/a Salomon Smith Barney, Inc. is a party.

Member surcharge	= \$1,700.00
Pre-hearing process fee	= \$ 750.00
Hearing process fee	= \$2,750.00

Adjournment Fees

Adjournments granted during these proceedings for which fees were assessed:

April 4-6, 2006 adjournment by the parties	Waived
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Forum Fees and Assessments

The Panel has assessed forum fees for each session conducted or each decision rendered on a discovery-related motion on the papers. 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 @ \$1,125.00/session = \$1,125.00
Pre-hearing conference: October 12, 2005 1 session

Four (4) Hearing sessions @ \$1,125.00/session = \$4,500.00
Hearing Dates: May 15, 2005 2 sessions
May 16, 2005 2 sessions

Total Forum Fees = \$5,625.00

1. The Panel has assessed \$1,750.00 of the forum fees jointly and severally to Claimants.
2. The Panel has assessed \$3,875.00 of the forum fees to Respondent.

Fee Summary

1. Claimants are jointly and severally liable for:

Initial Filing Fee	= \$ 300.00
Forum Fees	= \$1,750.00
Total Fees	= \$2,050.00
Less payments	= \$1,425.00
Balance Due NASD Dispute Resolution	= \$ 625.00

2. Respondent is solely liable for:

Member Fees	= \$5,200.00
Forum Fees	= \$3,875.00
Total Fees	= \$9,075.00
Less payments	= \$5,200.00
Balance Due NASD Dispute Resolution	= \$3,875.00


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

ARBITRATION PANEL

Jennifer L. Bliss, Esq.	-	Public Arbitrator, Presiding Chairperson
Edward W. Morris, Jr.	-	Public Arbitrator
Donald T. Converse	-	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.



Jennifer L. Bliss, Esq.
Public Arbitrator, Presiding Chairperson

5/23/2006
Signature Date

Edward W. Morris, Jr.
Public Arbitrator

Signature Date

Donald T. Converse
Non-Public Arbitrator

Signature Date

May 24, 2006

Date of Service (For NASD Dispute Resolution use only)

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Donald T. Converse - Non-Public Arbitrator

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Jennifer L. Bliss, Esq.
Public Arbitrator, Presiding Chairperson

Signature Date



Edward W. Morris, Jr.
Public Arbitrator

5/24/06

Signature Date

Donald T. Converse
Non-Public Arbitrator

Signature Date

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Signature Date

Edward W. Morris, Jr.
Public Arbitrator

Signature Date



Donald T. Converse
Non-Public Arbitrator

5/23/06

Signature Date

May 24, 2006

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