

Award
NASD Dispute Resolution

In the Matter of the Arbitration Between:

Citigroup Global Markets, Inc. (f/k/a Salomon Smith Barney Inc.), Claimant v. Stephen W. Horn, Respondent

Case Number: 06-03793

Situs: Dallas, Texas

Nature of the Dispute: Member v. Associated Person

REPRESENTATION OF PARTIES

For Claimant:

W. Jerad Rissler
Kutak Rock LLP
Atlanta, Georgia

Respondent did not enter an appearance in this matter

CASE INFORMATION

Statement of Claim filed: August 14, 2006

Claimant's Uniform Submission Agreement signed: August 10, 2006

CASE SUMMARY

Claimant alleged that Respondent, who was previously employed by Claimant, owes a balance on a promissory note.

Respondent did not submit an answer.

RELIEF REQUESTED

Claimant requested \$85,379.09 as return of principle, interest at the rate of prime plus 6% per annum from February 24, 2006, and costs, including attorney's fees.

OTHER ISSUES CONSIDERED AND DECIDED

On October 19, 2006, Claimant filed a Notice of Intent to Use Default Procedures pursuant to the NASD Code of Arbitration Procedure Rule 10314(e).

The arbitrator determined that Respondent was properly served notice of the Statement of Claim and Notification of the arbitrator by certified mail, and that Respondent is required to submit to arbitration pursuant to the NASD Code of Arbitration Procedure and is bound by the determination of the arbitrator on all issues submitted.

AWARD

The undersigned arbitrator has decided and determined in full and final resolution of the issues submitted for determination as follows:

1. Respondent is liable to and shall pay Claimant the sum of \$85,379.09, the principle balance due on the promissory note.
2. Respondent is liable to and shall pay Claimant interest at the rate of 13.50% on any unpaid principle balance from February 24, 2006, until the principle due on the promissory note is paid in full to Claimant.
3. Respondent is liable to and shall pay Claimant the sum of \$1,012.00 in attorney's fees, pursuant to the terms of the promissory note.
4. All other relief requested and not expressly granted is denied.

FEES

Pursuant to the NASD Code of Arbitration Procedure, the following fees are assessed:

Filing Fees

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

Initial claim filing fee	= \$ 1,000.00
--------------------------	---------------

Member Fees

Member fees are assessed to each member firm that is either a party in the matter or an employer of a respondent associated person at the time of the events that gave rise to the dispute, claim, or controversy. Accordingly, the member firm Citigroup Global Markets, Inc. is a party and the following fees are assessed:

Member Surcharge	= \$ 1,100.00
<u>Pre-Hearing Process Fee</u>	= \$ 750.00
Total Member Fees	= \$ 1,850.00

Forum Fees and Assessments

The arbitrator assessed a forum fee for each pre-hearing conference or hearing session conducted. A pre-hearing conference and hearing session is any meeting between the parties and the arbitrator. The following fees are assessed:

Fee for Decision on the Papers	= \$ 300.00
Total Forum Fees	= \$ 300.00

1. The arbitrator assessed \$300.00 of the forum fees to Claimant.

Fee Summary

1. Claimant is charged with the following fees and costs:

Initial Filing Fee	= \$ 1,000.00
Member Fees	= \$ 1,850.00
<u>Forum Fees</u>	= \$ 300.00
Total Fees	= \$ 3,150.00
<u>Less payments</u>	= \$(3,600.00)
Refund Due Claimant	= \$ (450.00)

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

ARBITRATOR

Charles E. Martin

- Non-Public Arbitrator

Arbitrator's Signature

Charles E. Martin

Charles E. Martin
Non-Public Arbitrator

12-20-06

Signature Date

12/20/06

Date of Service