

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

In the Matter of the Arbitration Between

Bijan Yarjani and
Nedereh Ahil Yarjani

Claimant(s)

vs.

Baraban Securities, Inc. and
Hassan Hashamian

Respondent(s)

AWARD

CASE NO. 87-02180

SUMMARY OF ISSUES

This case was filed on Nov. 10, 1987.

Claimants opened an account with Respondents in mid 1986. At the time of the opening of the account Claimants allege that they informed Respondents that they wished to pursue a conservative trading strategy. However, their funds were placed in highly speculative options transactions by Respondents and resulted in losses to Claimants.

Claimants allege that they were never fully informed of the nature of the risks in these transactions, and had they known the risks, would not have taken them.

Respondents allege that Claimant Bijan Yarjani was very active in the management of his account and was fully aware of the speculative nature of the option strategies employed by Respondents.

DAMAGES AND RELIEF REQUESTED

Claimants seek to recover \$60,000.00; punitive damages according to proof; attorneys' fees and costs.

Respondents seek dismissal of the claim; attorneys' fees and costs.

DAMAGES AND RELIEF AWARDED

On Feb 10 and August 10 and 11, 1989 in Los Angeles, California, the undersigned arbitrators heard in 6 sessions the controversy between the parties as set forth in submissions to arbitration signed by Claimants Bijan Yarjani and Nedereh Ahil Yarjani on Oct. 30, 1987 and by Respondents Hassan Hashamian and Baraban Securities on Mar. 24, 1988. The arbitration panel, having considered the pleadings, the testimony, and the evidence presented at the hearing, has determined in full and final resolution of the issues submitted for determination as follows:

1. Respondents Hassan Hashamian and Baraban Securities Inc. are jointly and severally liable and shall pay to Claimants Bijan and Nedereh

Ahil Yarjani the sum of Twenty-three Thousand Dollars and No Cents (\$23,000.00) together with interest on said amount at the legal rate from May 27, 1986 until July 31, 1989.

2. All other claims of Claimants are dismissed.

3. The parties shall each bear their respective costs including attorneys' fees.

4. Pursuant to Section 43 of the National Association of Securities Dealers, Inc. ("NASD") Code of Arbitration Procedure, the NASD shall retain the \$500.00 filing fee previously deposited by the Claimant.

OTHER ISSUES

None applicable.

ARBITRATORS CONCURRING

Aaron Fenton

DATE SERVED: 9/1/89

Joseph Mautner

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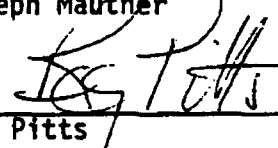
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None applicable.

ARBITRATORS CONCURRING

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