

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

 In the Matter of the Arbitration Between)
 Eleanor Curtis Hix,)
 Claimant,)
 vs.) Case #87-02346
 Award
 E.F. Hutton & Co., Inc.,)
 Respondent.)

CASE SUMMARY

This claim was filed with the NASD, Inc. on November 30, 1987. The hearing was conducted in Tampa, Florida, with a total of 3 sessions. Claimant, Eleanor Curtis Hix ("Hix") alleged that Respondent, E.F. Hutton & Co., Inc. ("Hutton") recommended the purchase of unsuitable securities (LTV Bonds) based on her investment objectives, failed to properly supervise her account, and recommended that she utilize a margin account without adequately explaining the risks involved. Respondent alleged that the securities and margin were suitable and proper supervision was maintained.

RELIEF REQUESTED

Claimant, Hix requested damages of Forty-Three Thousand Five Hundred Forty-Four and 76/100 (\$43,544.76) Dollars plus interest of Ten Thousand Five Hundred Three and 68/100 (\$10,503.68) Dollars; plus costs of One Thousand Six Hundred Sixty and 35/100 (\$1,660.35) Dollars; and attorney's fees in the amount of Nine Thousand Seven Hundred Fifty and 00/100 (\$9,750.00) Dollars. Respondent requested dismissal of claim and costs.

AWARD

On April 21, 1989, the undersigned arbitrators heard the controversy between the parties as set forth in submissions to arbitration signed by Claimant on October 23, 1987, and by Respondent on April 15, 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. Respondent, Hutton shall be and hereby is liable and shall pay to Claimant the amount of Fifty-Five Thousand Five Hundred Twenty-One and 26/100 (\$55,521.26) Dollars inclusive of costs in the amount of One Thousand One Hundred Sixty and 35/100 (\$1,160.35) Dollars. Upon payment of the above amounts to the Claimant, Claimant Hix shall deliver to Hutton the LTV 11% subordinated debentures that are the subject of this arbitration.

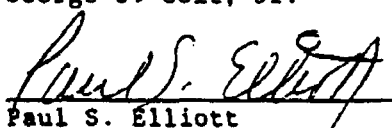
2. Respondent, Hutton shall be and hereby is liable, and shall pay to the Claimant the further amount of Nine Thousand Seven Hundred Fifty and 00/100 (\$9,750.00) Dollars for attorneys' fees pursuant to Section 517.211, Florida Statutes.
3. Pursuant to Section 43 of the Code of Arbitration Procedure, the forum fees assessed shall be One Thousand Five Hundred and 00/100 (\$1,500.00) Dollars (3 sessions X \$500.00). Respondent shall be and hereby is assessed forum fees in the amount of One Thousand Five Hundred and 00/100 (\$1,500.00) Dollars, Five Hundred and 00/100 (\$500.00) Dollars of which shall be payable directly to Claimant, and One Thousand and 00/100 (\$1,000.00) Dollars of which shall be payable directly to the NASD, Inc. The NASD, Inc. shall retain the Five Hundred and 00/100 (\$500.00) Dollar filing fee previously deposited by the Claimant.
4. The parties shall each bear all other costs and expenses incurred by them in connection with this proceeding.

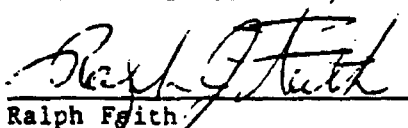
OTHER ISSUES

None.

ARBITRATORS CONCURRING


George S. Coit, Jr.


Paul S. Elliott


Ralph Feith

Dated: June 15th, 1989