

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

In the Matter of Arbitration Between	}	NASD NO. 88-01314
K. LAL and SUNDERSHAN SABHARWAL		
Claimants		
v.		
WALL STREET CLEARING CO., WALL STREET FINANCIAL, INC., RAGMAVA MANDAVA		
Respondents		

CASE SUMMARY

In a claim filed with the NASD on April 25, 1988, an amended statement of claim dated December 22, 1988 and a second amended statement of claim filed with the NASD on February 9, 1989, Claimants alleged that Respondents Wall Street Clearing Co., Wall Street Financial, Inc. and Raghava R. Mandava a/k/a Ray Mandava made unsuitable recommendations and engaged in unsuitable transactions in their account. Claimants further alleged that Respondents misrepresented material facts in connection with the purchase and sale of securities and the risks associated with purchasing stocks on margin.

In their joint answer filed with the NASD on July 5, 1988 Respondents Wall Street Clearing Co., Wall Street Financial, Inc. and Raghava R. Mandava a/k/a Ray Mandava denied the allegations of Claimants.

RELIEF REQUESTED

Claimants requested an award in the amount of \$8,514.58 plus interest, costs including filing fees and reasonable attorney's fees. Claimants further requested that the Counterclaim against them be dismissed.

Respondents requested that the Statement of Claim be dismissed and that costs and attorney's fees of \$3,534.69 plus attorney's fees, interest and costs.

Date served 3/27/90

PROCEDURAL SUMMARY

Stipulations of facts were submitted by all parties to this proceeding prior to the hearing of this matter.

AWARD

On Thursday, February 6, 1990 in Chicago, Illinois during a hearing lasting one (1) session, the undersigned arbitrator heard the controversy between the parties as set forth in submissions to arbitration signed on April 18, 1988 by Claimants K. Lal Sabharwal and Sundarshan Sabharwal, on June 23, 1988 by Michael Schwartz on behalf of Respondent Wall Street Financial, Inc., and on June 27, 1988 by Respondent Raghava R. Mandava.

The arbitration panel, having considered the pleadings, the testimony, and the evidence presented at the hearing, has decided in full and final resolution of the issues submitted for determination as follows:

1. Wall Street Financial, Inc. shall be and hereby is liable for and shall pay to Claimants K. Lal Sabharwal and Sundarshan Sabharwal the sum of Eight Thousand Five Hundred Fourteen Dollars and Thirty-two Cents (\$8,514.32);

2. The claims alleged in the Statement of Claim, Amended Statement of Claim and Second Amended Statement of Claim against Respondents Wall Street Clearing Co. and Raghava R. Mandava a/k/a Ray Mandava shall be and hereby are dismissed and denied in their entirety;

3. The parties shall each bear their own respective costs, expenses and attorneys' fees incurred in this matter not specifically enumerated herein; and

4. Pursuant to Section 43(b) of the Code of Arbitration Procedure, the National Association of Securities Dealers, Inc. shall retain as forum fees, the \$200.00 filing fee previously deposited with the NASD by the Claimant.

PRESIDING ARBITRATOR

Dated: March 15, 1990

S/S:   
Robert L. Agosto, Esq.