

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

In the Matter of the Arbitration Between

IDIICO

Claimant

vs.

CASE #88-01437
AWARD

Wall Street Clearing Company
Beuret & Company, Ltd.
Richard Lee
Denis Kelleher

Respondents

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Wall Street Clearing Company

Third Party
Claimant

vs.

Allan Esrine
ITI (Glendale), Inc.

Third Party
Respondent

CASE SUMMARY

Claimant asserts that as a result of alleged conduct that violated Section 10(b) and 10(b)-5 of the Securities Exchange Act of 1934 that constituted common law fraud; conspiracy to defraud; and breaches of contract Claimant was deprived of amounts totalling \$560,753.84.

Beuret & Company, Ltd. did not appear. The other Respondents deny the allegations and assert a third party claim against Allan Esrine and ITI (Glendale), Inc. for damages bases upon an alleged breach of contract by third party Respondents.

RELIEF REQUESTED

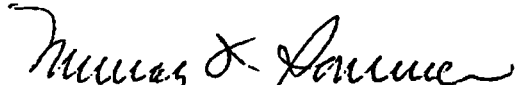
Claimant seeks \$560,753.84 in damages plus attorneys' fees, costs and punitive damages to be determined. Respondents seeks dismissal of the claim and a award on its third party claim of damages in the alleged sum of \$500,000.00 plus reasonable counsel fees and costs.

AWARD

On August 3, November 9 and 10, 1989 in five (5) sessions in New York City, NY the undersigned arbitrators heard the controversy between the parties as set forth in submissions to arbitration signed by Claimants on April 27, 1988 and by Respondent Wall Street Clearing Company on July 25, 1988 and by Respondents Richard Lee and Dennis Kelleher on July 21, 1988 and Third Party Respondents Allan Esrine and ITI (Glendale), Inc. did not sign submission agreements. 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. Claimants shall recover from Respondent Beuret & Company, Ltd. the sum of Five Hundred Forty Eight Thousand One Hundred Twelve Dollars and Eighty Seven Cents (\$548,112.87).
2. Claimants shall recover from Respondent Wall Street Clearing Company the sum of One Thousand Nine Hundred Eighty Five Dollars and Seventy Two Cents (\$1,985.72).
3. The third party claims of Wall Street Clearing Company are dismissed in all respects.
4. The claims against Respondents Richard Lee and Denis Kelleher are dismissed in all respects.
5. The parties shall each bear their respective costs including attorney's fees.
6. Pursuant to Section 43 of the Code of Arbitration Procedure, the National Association of Securities Dealers, Inc. shall retain the \$1,000.00 filing fee previously deposited by the Claimant, and asses an additional \$1,500.00 against Claimant IDIICO. Respondents Beuret & Company, Ltd. and Wall Street Clearing Company be and hereby are jointly and severally liable and shall pay to the National Association of Securities Dealers, Inc. the sum of \$2,500.00 in filing fees.


ARBITRATORS CONCURRING



Murray I. Sommer



Melvin Steuerman



Louis Green

NASD RECEIVED, DATED: January 17th, 1990