

NATIONAL ASSOCIATION OF SECURITIES DEALERS

In the Matter of the Arbitration Between	:	
	:	
Dr. Stanley Sheft	:	AWARD
	:	
Claimant	:	#88-02184
	:	
vs.	:	
	:	
Shearson Lehman Brothers, Inc.	:	
John Mahonchak	:	
	:	
Respondents	:	

Case Summary

Claimant asserts Respondents failed to provide proper and adequate information concerning his margin account, i.e. marginability of low priced securities in a margin account, the potential risks involved and the status of the account, further that respondent Account Executive, John Mahonchak, misrepresented the amounts he would receive on liquidation.

Respondents contend that Claimant was an experienced investor who understood and was aware of all transactions and further that he was made aware of margin obligations on a daily basis.

Relief Requested

Claimant seeks in excess of \$100,000.00; attorney fees; punitive damages to be assessed; costs and disbursements. Respondents seek dismissal and costs.

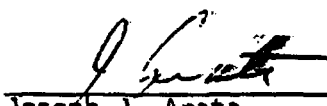
Award

On May 24 and August 4, 1989 in 3 sessions in New York City, the undersigned arbitrators heard the controversy between the parties as set forth in submissions to arbitration by Claimant on June 24, 1988 and by Respondents on September 1, 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. Claims by Claimant be and hereby are dismissed in their entirety.
2. The parties shall each bear their respective costs including attorney fees.
3. Pursuant to Section 43 of the Code of Arbitration Procedure, the National Association of Securities Dealers, Inc. shall retain the \$750.00 filing fee previously deposited by the Claimant, assess an additional \$375.00 against the Claimant and assess \$1,125.00 against respondent Shearson Lehman Brothers, Inc.

This day August 8, 1989

DATED: August 28, 1989


Joseph J. Arata


Stan West


Lewis Silver