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NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

In the Matter of the Arbitration Between

Michael Srednick and
Lee Srednick

Claimant(s)

vs.

Dean Witter Reynolds, Inc.,
Barry M. Speyer

Respondent(s)

AWARD

CASE NO. 88-02930

SUMMARY OF ISSUES

This case was filed September 9, 1988.

Claimants allege that Respondents pursued high risk and speculative naked option writing strategies which were not suitable for Claimants' investment objectives. Claimants also allege that the risk was not fully or adequately disclosed to them and were made without Claimants' informed consent.

Respondents allege that the Claimants were fully informed of the risk involved in options trading and affirmatively acknowledged their understanding of the investment strategies employed by Respondents in Claimants' accounts.

DAMAGES AND RELIEF REQUESTED

Claimants seek damages of \$151,500.00 plus interest under federal securities law for unsuitability, failure to disclose risks, unauthorized trading and fraud.

Claimants also seek an award for damages according to proof for fraud; breach of fiduciary duty; general damages; emotional distress; and punitive damages.

DAMAGES AND RELIEF AWARDED

On July 25 and 26, 1989, in Los Angeles, California, the undersigned arbitrators heard in 5 sessions the controversy between the parties as set forth in submissions to arbitration signed by Claimants Michael Srednick and Lee Srednick and by Respondents Dean Witter Reynolds, Inc., and Barry M. Speyer. 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:

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1. Each and every claim of the Claimants Michael Srednick and Lee Srednick against Dean Witter Reynolds, Inc., and Barry M. Speyer is dismissed.

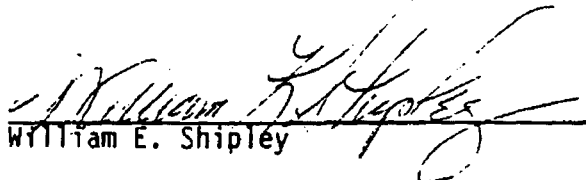
2. The parties shall each bear their respective costs including attorneys' fees.

3. Pursuant to Section 43 of the National Association of Securities Dealers, Inc. (NASD) Code of Arbitration Procedure, the NASD shall retain the \$750.00 filing fee previously deposited by the Claimant.

OTHER ISSUES

None applicable.

DATE SERVED: 8/31/89



William E. Shipley