

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

In the Matter of the Arbitration Between)	
Arnold Huttner and Marion Huttner,)	
)	
Claimants)	Case #88-03306
)	
vs.)	Award
)	
Shearson Lehman Hutton, Inc.,)	
)	
Respondent)	

CASE SUMMARY

Claimants allege that they sustained damages as a result of the following breaches committed by Respondent:

1. On October 19, 1987, Respondent failed to promptly execute Claimants' sell orders of 2000 units of OEX January 1988 290 Put Options which was quoted at 115 at the time the order was placed and then executed at 85.
2. Claimants further allege that Respondent breached its contract with them when it sold 2,200 units of OEX January 1988 305 Call Options for 4 1/2 instead of 5 1/2 as quoted.
3. Claimants also allege that Respondent breached its contract when it failed to obtain proper market prices on the sale of several municipal bond.

Respondent alleges that the January 290 OEX Puts were executed at a market price, which at the time was 115, but due to the dramatic changes in the market, Claimants received a low execution price. Respondent further alleges that the Chicago Board Options Exchange incorrectly reported the trading price on the January 290 Calls at 5 1/2 when the correct price was 4 1/2. With respect to the municipal bonds, Respondent alleges that Claimants received proper market price on the sale except in one instance and an adjustment was made.

RELIEF REQUESTED

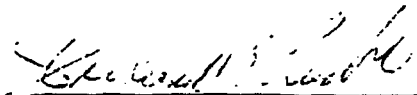
Claimants request an award of \$60,000.00 on the January 1988 290 Put Options, \$2,200.00 on January 1988 305 Call Options, \$4,286.85 on the municipal bonds, plus interest and punitive damages. Respondent requests a dismissal of the claim in its entirety, costs and attorney's fees.

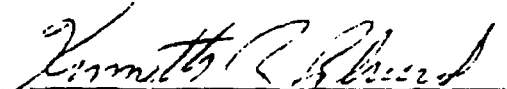
AWARD

On September 20, 1989, the undersigned arbitrators heard the controversy between the parties as set forth in a submission to arbitration signed by Claimants, Arnold and Marion Huttner, on December 12, 1988 and by Respondent, Shearson Lehman Hutton, Inc., on April 12, 1988. The hearing was held in Pittsburgh, Pennsylvania and consisted of two sessions. 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. Claimant is awarded Forty Thousand Dollars and Zero Cents (\$40,000.00) on the 2000 units of OEX January 1988 290 Put Options.
2. Claimant is also awarded Two Thousand Dollars and Zero Cents (\$2,200.00) on the 2,200 units OEX January 1988, 305 Call Options.
3. The claim for damages with respect to the municipal bonds is denied in its entirety.
4. The request for punitive damages is denied.
5. Claimant is awarded interest on the above sums at a rate of seven percent from October 19, 1987 to September 20, 1989.
6. The parties shall each bear their respective costs including attorneys' fees.
7. Pursuant to Section 43 of the Code of Arbitration Procedure, the National Association of Securities Dealers, Inc. shall refund the \$500.00 filing fee previously deposited by the Claimant and shall assess Respondent \$1000.00 in forum costs which shall be made payable to the NASD and directed to its staff counsel.

CONCURRING ARBITRATORS


Frederick E. Liechti


Kenneth R. Behrend


Carl Hohnpaum