

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

In the Matter of the Arbitration Between

Roberto Luzio
Hugo Luzio
Teresa Luzio

Claimants

vs.

Prudential Bache Securities, Inc.

Respondent

CASE #88-03730
AWARD

CASE SUMMARY

Claimants assert Respondent made unsuitable investments into market options and misrepresented the investments as well. Respondent contends that based on the net worth and investment objectives, the investments were suitable. Further, the losses resulted from market fluctuations which Claimants knowingly undertook exposure to.

RELIEF REQUESTED

Claimants seek \$135,00.00 plus interest, costs and attorneys' fees. Respondent seeks dismissal.

AWARD

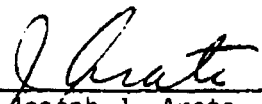
On March 15 and May 14, 1990, the undersigned arbitrators heard the controversy between the parties as set forth in submissions to arbitration signed by Claimants on November 9, 1988. The hearing was conducted at the offices of the NASD located in New York City, NY and consisted of five (5) hearing sessions. 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. Respondent be and hereby is liable and shall pay to Robert Luzio the sum of Four Thousand Five Hundred Forty Five Dollars and No Cents (\$4,545.00), which sum is inclusive of interest, plus 9% interest per annum from the date of this award.

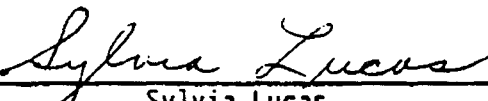
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2. Respondent be and hereby is liable and shall pay to Hugo and Teresa Luzio the sum of Sixty Seven Thousand Five Hundred Forty Six Dollars and No Cents (\$67,546.00), which sum is inclusive of interest, plus 9% interest from the date of this award.
3. The parties shall each bear their respective costs, including attorney's fees;
4. 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 Claimants, and assess an additional \$1,125.00 against Claimants, and \$1,875.00; against Respondent Prudential Bache Securities Inc.

ARBITRATORS CONCURRING



Joseph J. Arata



Sylvia Lucas



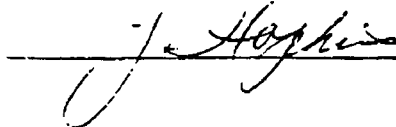
Leon Goldsholl

DATED: June 28th , 1990

STATE OF *NEW YORK*
COUNTY OF *NEW YORK*

S.S.:

On this *5* day of *JUNE*, 1990, before me personally appeared JOSEPH J. ARATA to me known and known to me to be the individual described in and who executed the foregoing instrument and he duly acknowledged to me that he/she executed the same

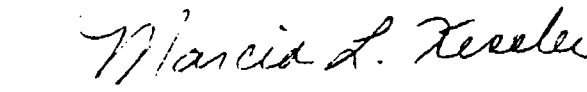


JEAN P. HOPKINS
Notary Public, State of New York
No. 414670009
Qualified in Queens County
Commission Expires *5-31-91*

STATE OF *New York*
COUNTY OF *Westchester*

S.S.:

On this *11th* day of *June*, 1990, before me personally appeared OLIVIA LUCAS to me known and known to me to be the individual described in and who executed the foregoing instrument and he duly acknowledged to me that he/she executed the same



MARCIA L. KESSLER
Notary Public, State of New York
No. 4744477
Qualified in Westchester County
Commission Expires January 31, *92*

STATE OF
COUNTY OF

S.S.:

On this *8* day of *June*, 1990, before me personally appeared LEON GOLDSHOLL to me known and known to me to be the individual described in and who executed the foregoing instrument and he duly acknowledged to me that he/she executed the same



SABINA SCHNITZER
NOTARY PUBLIC, STATE OF NEW YORK
No. 41-4525715
Qualified in Queens County
Commission Expires *5-31-92*