

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

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In the Matter of Arbitration Between	
Arnold Gottlieb	CASE #89-01172
Claimant	AWARD
vs.	
Rosenkrantz, Lyon & Ross, Inc.	
Respondent	

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CASE SUMMARY

This claim was initially commenced on April 18, 1989.

The essence of Claimant's claim against Respondent, Rosenkrantz, Lyon and Ross, Inc., consisted of allegations of conflict of interest and breach of fiduciary duty on the part of respondent in connection with Claimant's margin account. Claimant, Arnold Gottlieb alleged that Respondent misrepresented stock (Harrier, which claimant alleged respondent was a market maker for), purchased and sold stock without claimants authorization and refused to sell stock when ordered to do so by Claimant which resulted in losses to Claimant.

Respondent denied all allegations in Claimant's claim and maintained that all purchases were authorized by Claimant and that Claimant made no attempt to sell securities.

RELIEF REQUESTED

Claimant, requested an award in the amount of \$200,112.50 plus interest and attorneys' fees.

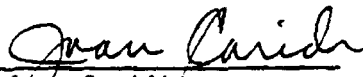
Respondent requested that all claims against them be dismissed and that they be awarded reasonable attorneys' fees and costs of this proceeding.

AWARD

On March 7, 1990, April 23, and April 26, 1990, the undersigned arbitrators heard the controversy between the parties as set forth in submissions to arbitration signed by the Claimant, Arnold Gottlieb, on April 14, 1989 and by Respondent, Rosenkrantz, Lyon & Ross, Inc. on June 28, 1989. The hearing was held in New York City, New York and consisted of six 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. That Respondent, Rosenkrantz, Lyon & Ross, Inc. shall pay to the Claimant the sum of Twenty Seven Thousand, Eight Hundred Forty-Four Dollars and no Cents (\$27,844.00).
2. The parties shall each bear their respective costs, including attorneys' 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.
4. Pursuant to Section 43 (c) of the Code of Arbitration Procedure, Respondent and Claimant are both assessed forum fees in the amount of \$1,875.00 which shall be made payable to the NASD, Inc.

ARBITRATORS CONCURRING


Joan Caridi

Dated: June 1, 1990

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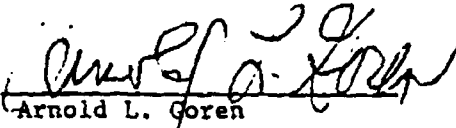
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Norman Trabulus

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Arnold L. Goren

Dated: June 1, 1990