

MAY 16 RECD

NATIONAL ASSOCIATION OF SECURITIES DEALERS

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In the Matter of the Arbitration Between :  
: Charles T. and Geraldine Connors : AWARD  
: Claimants : #89-01539  
vs. :  
: First Affiliated Securities, Inc. :  
: Respondent :  
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Case Summary

Claimants alleged that the Respondent executed unauthorized transactions in their account by purchasing options without their consent that subsequently resulted in losses for them. Claimants further alleged that the Respondent failed to properly supervise the account executive involved in the trading in their account. Respondent maintained that the Claimants' account was a speculative trading account, and all transactions were authorized with the Claimants' knowledge and participation.

Relief Requested

Claimants requested damages in the amount of \$29,893.08, interest of 10%, return of all fees and deposits and attorney fees. Respondent requested that the claim of the Claimants be dismissed and costs be assessed against the Claimants.

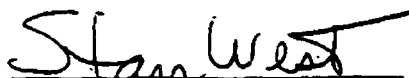
Award

On May 10, 1990 in New York City, the undersigned arbitrator heard the controversy between the parties as set forth in submissions to arbitration signed by Claimants Charles T. Connors and Geraldine Connors on June 30, 1989 and by Respondent First Affiliated Securities, Inc. on August 25, 1989. The initial claim was filed on May 26, 1989. Respondent First Affiliated Securities, Inc. did not appear at the hearing on May 10, 1990 as required by Section 12 of the Code of Arbitration Procedure ("Code") despite due notice being given. Pursuant to his authority under Section 29 of the Code, the arbitrator proceeded with the arbitration of this controversy.

The arbitrator, 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 First Affiliated Securities, Inc. is liable and shall pay to the Claimants the sum of Twenty Five Thousand Fifty Three Dollars and Fifty Five Cents (\$25,053.55); plus interest at the rate of 10% from November 21, 1987 until the date of payment of this award.
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 \$400.00 filing fee previously deposited by the Claimant.

CONCURRING ARBITRATORS

  
Stan West