

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

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In the Matter of the Arbitration Between	
Charles Kairaitis	CASE #89-02646
Claimant	AWARD
vs.	
Prudential-Bache Securities, Inc.	
Respondent	

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CASE SUMMARY

This claim was initially commenced on September 22, 1989.

Claimant, Charles Kairaitis alleged that Respondent, Prudential-Bache Securities, Inc. did not take the time to ascertain neither his personal or his financial background when he opened his account with them in August of 1984. Claimant alleged that at that time he was unemployed, legally disabled and an unsophisticated investor and therefore, should not have been put into the high risk unsuitable investments which he alleges Prudential-Bache put him into when they purchased for him certain shares of common stock in Bernard Chaus, Inc. (200 shares; People Express, Inc. (200 shares) and QVC Network, Inc. (400) shares all of which significantly declined in value shortly after purchase causing substantial losses to Claimant.

Respondent, denied all allegations contained in Claimant's Statement of Claim and maintained that there was no illegal or improper act on the part of Prudential-Bache Securities, Inc. since all trades were solicited by Claimant him self and that there were no unauthorized transactions in Claimant's account.

RELIEF REQUESTED

Claimant requested an Award in his favor in the amount of \$9,750.00.

Respondent, Prudential-Bache Securities, Inc. requested that all claims of the Claimant be dismissed with prejudice.

AWARD

On May 10th, 1990 the undersigned arbitrator heard the controversy between the parties as set forth in submissions to arbitration signed by Claimant, Charles Kairaitis on April 19, 1989 and by Respondent, Prudential-Bache, Securities, Inc. on August 8 1989. The hearing was held in Philadelphia, Pennsylvania and consisted of one session. The arbitrator, having considered the pleadings, the testimony, and the evidence presented at the hearing, has determined in full and financial resolution of the issues submitted for determination as follows:

1. Respondent, Prudential-Bache Securities, Inc. shall pay to Claimant, Charles Kairaitis the sum of One Thousand Five Hundred Forty-Eight Dollars and Sixty Four Cents (\$1,548.64), exclusive of interest.
2. The parties shall each bear their respective costs including attorney's fees.
3. Pursuant to Section 43 of the Code of Arbitration Procedure, the National Association of Securities Dealers, Inc. shall retain the \$200.00 filing fee previously deposited by the Claimant.
4. That Respondent shall pay to Claimant the sum of \$50.00 which represents 1/4 of the filing fee previously deposited by the Claimant.

ARBITRATOR CONCURRING



Guillermo L. Bosch

Dated: June 15, 1990