

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

* In the Matter of the Arbitration Between)
Susan Wilson)
Claimant)
vs.) AWARD
Shearson Lehman Hutton, Inc.) NASD #89-02730
Richard King)
Gerry Lukenas)
Richard Cushman)
Respondents)

SUMMARY OF ISSUES

Claimant alleged breach of fiduciary duty, failure to disclose the risks of margin trading, suitability and fraud by all Respondents in connection with her investments in certain limited partnerships and Western Savings and Loan bonds.

Respondents denied all Claimant's allegations and asserted that all investments were thoroughly discussed with Claimant prior to purchase and that Claimant approved all investments.

DAMAGES AND RELIEF REQUESTED

Claimant requested damages of \$131,920.00 plus punitive damages and emotional distress damages.

Respondent requested dismissal of all claims.

DAMAGES AND RELIEF AWARDED

This claim was filed with the NASD on October 2, 1989. On November 13 and 14, 1990, the undersigned arbitrators heard the controversy between the parties as set forth in submissions to arbitration signed by Claimant on September 21, 1989, by Richard King on November 5, 1990, by Gerry Lukenas on November 9, 1990, and by Richard Cushman on November 2, 1990. Shearson Lehman's representative did not file a submission agreement, but answered the claim and submitted to the jurisdiction of the panel at the hearing. The hearing was conducted in San Francisco, California and lasted four (4) 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. All claims for actual damages brought by Claimant are dismissed.

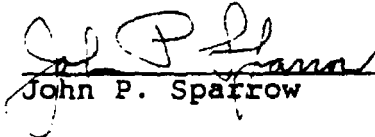
2. The claim for punitive damages is dismissed.
3. The parties shall each bear their respective costs including attorneys' fees.
4. In accordance with Section 43 of the NASD Code of Arbitration Procedure, the NASD shall retain the \$750.00 filing fee previously deposited by the Claimant as an assessment of forum fees. In addition, Respondents are jointly and severally assessed forum fees of \$750.00.

OTHER ISSUES

None.

ARBITRATORS CONCURRING

DATE SERVED: 12/19/90



John P. Sparrow

Owen Guinn Smith

Neil J. Hennessy