

1990 and not by the Respondent as required by Section 12 & 13 of the Code of Arbitration Procedure.

1. In accordance with Section 13 of the NASD Code of Arbitration Procedure the Respondent, Lombard Securities, was served a copy of the Statement of Claim by regular mail on June 13, 1991 and given an opportunity to respond, which they failed to do. Respondent, Lombard Securities, was notified on October 7, 1991, via certified mail, that their Statement of Answer was overdue. The signed certified mail receipt was returned to the NASD, Inc. dated October 11, 1991, evidencing their receipt of this correspondence. Respondent, Lombard Securities, failed to file an Answer to the Statement of Claim.
2. Pursuant to the By-Laws of the NASD the arbitrator determined that Respondent, Lombard Securities, was required to submit to this arbitration proceeding and is, therefore, bound by the arbitrator's ruling and determination.

And, the Arbitrator, having considered the proof of the Parties, has decided and determined in full and final resolution of the issues submitted for determination as follows:

1. Respondent, Lombard Securities, is liable and shall pay to the Claimant, Stephen Arnold, \$869.65 in actual damages.
2. The parties shall bear their respective costs.
3. The \$125.00 filing fee shall be retained by the NASD, Inc. The Respondent, Lombard Securities, shall pay \$125.00 to the Claimant, Stephen Arnold, as reimbursement and the Claimant shall pay to the NASD, Inc. the sum of \$95.00 representing the outstanding balance of the filing fee.

Page Three
Award 90-02151

AFFIRMATION

I, LEAH G. RABINOWITZ, do hereby affirm upon my oath as arbitrator that I am the individual described herein and who executed this instrument, which is my oath and award.



Signature of Arbitrator

DATE OF DECISION: January 23, 1992