

N.A.S.D. AWARD

NATIONAL ASSOCIATION OF SECURITIES DEALERS

In the Matter of the Arbitration Between

Name of Claimant(s)
Wedbush Morgan Securities, Inc.

vs.

90-03392

Name of Respondent(s)
Scott Schaefer
Marla Schaefer

REPRESENTATION

For Claimant: Marie Eaton, Esq., Wedbush Morgan Securities, 1000 Wilshire Boulevard, Los Angeles, CA 90017

For Respondent: No appearance

CASE INFORMATION

Statement of Claim filed: November 30, 1990

Claimant's Submission Agreement signed on: October 15, 1990

Statement of Answer filed by Respondents on: None filed

Respondents' Submission Agreement signed on: None filed and although duly served, respondents did not appear at the arbitration; respondents are subject to the jurisdiction of National Association of Securities Dealers, Inc. (NASD) in accordance with Code of Arbitration Sections 1, 12 and 29

HEARING INFORMATION

Hearing Date(s)/Sessions: December 12, 1991, one session

Hearing Location: San Francisco, California

CASE SUMMARY

Claimant alleged failure of respondents to pay for margin calls required due to claimants' assumption of option positions involving "RJR" buyout situation.

No answer was filed by the respondents and they did not appear at the arbitration (see Respondent, Submission Agreement, above).

RELIEF REQUESTED

Claimant requested:

1. Compensatory damages of \$4,129.13;
2. Interest at the rate of 10% from the date of claim to date of payment of the award;
3. Forum fees assessed against respondents; and
4. Filing fees assessed against respondents.

OTHER ISSUES CONSIDERED & DECIDED

None.

AWARD

After considering the pleadings, the testimony and the evidence presented at the hearing, the undersigned arbitrators have decided in full and final resolution of the issues submitted for determination as follows:

1. Respondents are jointly and severally liable for and shall pay claimant the sum of \$4,129.13;
2. Respondents are jointly and severally liable for and shall pay respondent interest at the rate of 10% per annum which to January 7, 1992 is \$811.12, to which should be added \$1.131 per day to the date the award is paid.
3. The parties shall each bear their respective costs including attorneys' fees.

OTHER COSTS

None.

FORUM FEES

Pursuant to Section 43c of the Code of Arbitration Procedure, the NASD shall retain the \$300.00 hearing deposit previously deposited by the claimant which is assessed, jointly and severally, against respondents and is to be paid to claimant. Respondents are also jointly and severally liable for and shall pay claimant for the filing fee paid to the NASD of \$500.00.

ARBITRATION PANEL

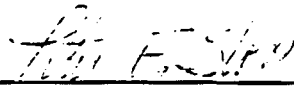
Name

Peter F. Sloss, Esq.

Public/Industry

Public

Concurring Arbitrator's Signature



Peter F. Sloss, Esq.

DATE SERVED: 01/28/92

Date of Decision: February 17, 1992