

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

In the Matter of the Arbitration Between :
Loretta Brown :
Claimant :
vs. : CASE #91-01818
PaineWebber, Inc. : AWARD
Don Rauscher, Jr. :
Respondents :

CASE SUMMARY

Claimant Loretta Brown, pro se, in a claim filed with the National Association of Securities Dealers, Inc. on June 11, 1991, alleged that Respondents PaineWebber, Inc. and Don Rauscher, Jr. executed an unauthorized purchase of 1,000 shares of Unisys stock for her which she asserted was unsuitable for her investment strategies.

Respondents, PaineWebber, Inc. and Donald Rauscher, Jr., represented by in-house counsel, Scott M. Ratchick, Esq., maintained that the Claimant contacted Respondents regarding investment of monies in growth stocks, that Unisys stock was recommended to the Claimant based upon her investment objective, and that Claimant never complained that the trade was unauthorized.

RELIEF REQUESTED

Claimant requested that the 1,000 shares of Unisys be cancelled or sold out of her account and that she receive interest lost during the period of time in issue.

Respondents requested that the claims of the Claimant be dismissed and that Respondents recover costs, expenses and attorneys' fees.

AWARD

Pursuant to Section 13 of the National Association of Securities Dealers, Inc. Code of Arbitration Procedure, a single Public Arbitrator, Douglas M. Edwards, Esq., was selected to review

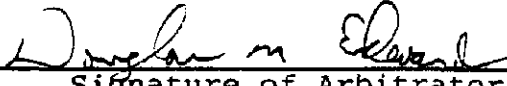
and determine the matter in controversy between the parties set forth in submissions to Arbitration signed by the Claimant on June 7, 1991 by the Respondent PaineWebber, Inc. on July 29, 1991 and by Respondent Don Rauscher, Jr. on July 10, 1991.

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. Respondents PaineWebber, Inc. and Don Rauscher, Jr. are liable and shall pay to the Claimant Loretta Brown the difference between Nine Thousand Three Hundred Ninety Dollars and Sixty-Five Cents (\$9,390.65) and the net proceeds of the sale of the 1,000 shares of Unisys stock in her account plus interest. Interest is to be computed by multiplying Nine Thousand Three Hundred Ninety Dollars and Sixty-Five Cents (\$9,390.65) times 7% times a fraction whose numerator is the number of days from the date of her check to the date of sale of the Unisys stock and whose denominator is 365.
2. The parties shall bear their respective costs including attorney's fees.
3. The One Hundred Fifty Dollar (\$150) filing fee previously deposited with the National Association of Securities Dealers, Inc. by the Claimant shall be retained by the NASD, Inc. and is assessed against the Respondents who shall jointly pay directly to the Claimant the sum of One Hundred Fifty Dollars (\$150) as reimbursement.

AFFIRMATION

I, DOUGLAS M. EDWARDS, ESQ., 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

DATED:

DATED BY NASD
DECEMBER 2, 1991