

N.A.S.D. AWARD

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

In the matter of the Arbitration Between

Name of Claimants

Isabel C. Diamond

v.

NASD Arbitration
No. 93-03182

Name of Respondents

Michael M. Markow
Salvatore A. Vecchio

REPRESENTATION

For Claimant: Sean A. Davitt, Esq.,
Newport Beach, California

For Respondents: William J. Lopshire, Esq.,
Lopshire & Barkan,
Woodland Hills, California

CASE INFORMATION

Statement of Claim filed: August 12, 1993

Claimant's Submission Agreement signed: August 10, 1993

First Amended Joint Statement of Answer filed by Respondents: October 29, 1993

Respondents' Submission Agreements signed: September 20, 1993

HEARING INFORMATION

Hearing Dates / Sessions: September 22, 1994 - 2 sessions
Hearing Location: Los Angeles, California

CASE SUMMARY

Claimant alleged Respondents fraudulently misrepresented the risks of five limited partnership investments as well as the investments' suitability for her portfolio.

Respondents denied the allegations of wrongdoing, and responded that Claimant received private placement memorandums containing all investment potential and/or associated risk information, and further that Claimant executed subscription agreements acknowledging her understanding of the transactions and her status as an accredited investor.

RELIEF REQUESTED

Claimant requested damages of \$59,986.

Respondents requested dismissal of all claims.

OTHER ISSUES CONSIDERED AND DECIDED

The parties have agreed that the Award in this matter may be executed in counterpart copies or that a handwritten, signed Award may be entered. In either case, the parties have agreed to receive conformed copies of the Award while the original remains on file with the NASD.

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 to the Claimant the sum of \$51,506.75 plus interest at 8% per annum from September 22, 1994, until paid, in satisfaction of all claims.
2. The Parties shall each bear their respective costs, including attorney's fees.

FORUM FEES

Pursuant to Section 43(c) of the Code of Arbitration Procedure, the NASD shall retain the \$150 non-refundable filing fee but shall refund the \$500 hearing session fee paid by Claimant.

Respondents are jointly and severally assessed \$1000 as forum fees for 2 sessions.

Fees are payable to the National Association of Securities Dealers, Inc.

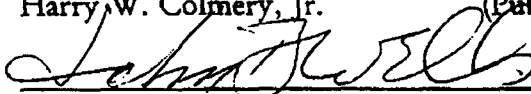
ARBITRATORS

Name Public / Industry

Concurring Arbitrators' Signatures

Herman R. Friedberg (Public)

Harry W. Colmery, Jr. (Public)



John B. Wells (Industry)

Date Served 10-28-94