

PHILADELPHIA STOCK EXCHANGE, INC.

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| In the Matter of Arbitration Between : | : | : |
| Waldemar G. Osterman and | : | : |
| Lydia Osterman, | : | : |
| Claimants | : | Decision |
| v. | : | #93-27 |
| Prudential-Bache Securities, Inc., | : | : |
| and David Batu, | : | : |
| Respondents | : | : |

Claimants filed a Statement of Claim and notarized Submission Agreement with the Philadelphia Stock Exchange, Inc. ("Exchange") on November 26, 1993. Claimants alleged unsuitability; misrepresentation and/or omission of material facts; fraudulent concealment; churning; failure to supervise; and inappropriate placement on margin. Claimants requested compensatory damages, punitive damages, attorney's fees, interest and costs. Respondent Prudential filed its Answer and Supplemental Response on January 31, 1994 and February 24, 1994, respectively. On March 24, 1994, Respondent Batu joined in Prudential's Answer as filed on January 31, 1994.

The confirmed arbitrators who presided over this matter are Roslyn Pollack, Edward Reidy and Glenn Nobel. The hearings on the merits were held in Philadelphia, Pennsylvania on July 27, 28 and 29, September 30, 1994, and December 13 and 14, 1994.

After having heard the presentations of the parties, it is hereby decided with regard to all claims: 1) in favor of Claimant Waldemar G. Osterman and against Respondents, jointly and severally, in the amount of \$93,500.00, and 2) in favor of Claimant Lydia Osterman and against Respondents, jointly and severally, in the amount of \$60,000.00.

Costs have been assessed against the Respondents, jointly and severally, in the amount of \$7,700.00. Respondents are directed to remit payment of costs to the Philadelphia Stock Exchange, Inc. upon receipt of this Decision.

Respectfully Submitted,

Roslyn Pollack

Dated: 12/21/94

Edward Reidy

Glenn Nobel