

AWARD

NASD REGULATION, INC., OFFICE OF DISPUTE RESOLUTION

In the matter of the Arbitration Between

Name of Claimant(s)

Craig A. Lange
Karen Crosby Lange

Arbitration
No. 95-05647

Name of Respondent(s)

Smith Barney Shearson Inc.
Sandy Lazorik

REPRESENTATION

For Claimants: Craig A. Lange and Karen Crosby Lange, Yakima, Washington and Neil Atkins, Senior Estate Planning Group, Inc., Bellevue, Washington

For Respondents: Etta M. Gumbs, Esq., Smith Barney Inc., New York, New York

CASE INFORMATION

Statement of Claim filed: November 25, 1995

Supplement to Statement of Claim filed: April 4, 1996

Amendment to Statement of Claim filed: June 12, 1996

Claimants' Submission Agreement signed: October 13, 1995

Joint Statement of Answer filed by Respondents: July 11, 1996

Respondents' Submission Agreements signed as follows:

Smith Barney Shearson Inc. (also known as Smith Barney Inc.):

November 26, 1996

Sandy Lazorik: December 6, 1996

HEARING INFORMATION

Pre-Hearing Conference Date(s)/Session(s):

February 7, 1997 (one session)

Hearing Date(s)/Session(s): May 7, 1997 (one session)

Hearing Location: Seattle, Washington

CASE SUMMARY

Claimant alleged excessive trading and unauthorized churning with respect to their investments in various securities funds.

Respondents denied Claimants' allegations of wrongdoing and alleged that Claimants authorized each transaction occurring in their accounts and were fully aware of the investments being made. Respondents further alleged that Claimants have instituted this action in an effort to recover losses which were incurred due to Claimants' investment choices and market fluctuation. Respondents further alleged that they cannot be held responsible for market fluctuation nor the actions of Claimants and alleged that Claimants' claims must be denied. Respondents also asserted affirmative defenses.

RELIEF REQUESTED

Claimants requested damages of approximately \$150,000.00.

OTHER ISSUES CONSIDERED AND DECIDED

The parties have agreed that the Award in this matter may be executed in either 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 originals remain on file with NASD Regulation, Inc. (NASDR).

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. All claims by Claimants are dismissed.
2. The panel determined that the U-4 file of Sandy Lazorik shall be expunged of any reference to the above-captioned matter. The panel requests that any reference to the above-captioned matter be expunged from Sandy Lazorik's records contained in the NASDR's Central Registration Depository.
3. The parties shall each bear their respective costs including attorney's fees.

FORUM FEES

Pursuant to Section 10332(c) of the Code of Arbitration Procedure, the following forum fees are assessed: Forum fees shall be split between Claimants and Smith Barney Shearson Inc. and are calculated as follows:

One pre-hearing session @ \$300.00/session	=	\$ 300.00
One hearing session @ \$750.00/session	=	\$ 750.00
Total fees assessed	=	\$1,050.00
Claimants' share (50%)	=	\$ 525.00
Credit for hearing deposit	=	\$ 750.00
Refund amount	=	\$ 225.00
Smith Barney Shearson's share (50%)	=	\$ 525.00
Balance due	=	\$ 525.00

Fees are payable to NASD Regulation, Inc.

ARBITRATORS

Name Public / Industry

Frederic E. Dorkin, Esq.

Public Arbitrator


James R. Phippard, Esq.

Public Arbitrator

Gordon L. Schaefer

Industry Arbitrator

Concurring Arbitrators' Signatures



Frederic E. Dorkin, Esq.

James R. Phippard, Esq.

Gordon L. Schaefer

Date of Decision: May 7, 1997

Date Served: 05/27/97

ARBITRATORS

Name Public / Industry

Frederic E. Dorkin, Esq.

Public Arbitrator

James R. Phippard, Esq.

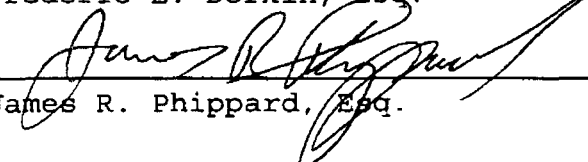
Public Arbitrator

Gordon L. Schaefer

Industry Arbitrator

Concurring Arbitrators' Signatures

Frederic E. Dorkin, Esq. -


James R. Phippard, Esq.

Gordon L. Schaefer

Date of Decision: 5-7-97

Date Served: 05/27/97

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Frederic E. Dorkin, Esq.

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Date of Decision: 5/7/97

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