

N.A.S.D. AWARD

NATIONAL ASSOCIATION OF SECURITIES DEALERS

In the Matter of the Arbitration Between

Name of Claimant

Robert A. and Ellen M. Doratz

96-03545

Name of Respondent

Jeffrey S. Stone

CASE SUMMARY

In a claim filed with the National Association of Securities Dealers, Inc. on July 17, 1996, claimants Robert A. and Ellen M. Doratz ("claimants"), who appeared Pro Se through Robert A. Doratz ("claimant"), alleged that respondent Jeffrey S. Stone ("respondent") made an unauthorized trade in their investment account held at T.L. Group, Inc. Claimant further alleged that on December 6, 1995, 500 shares of International Investment Group ("IIG") were purchased by respondent with authorization. Claimant also alleged that he notified respondent that the trade was without authorization and was told that it was a mistake and would be reversed. Claimant contended that the same problem occurred again on January 7, 1996, but that this problem was appropriately corrected. Claimant further contended that he was unable to get the first transaction reversed and that the stock was subsequently sold at a loss.

Respondent Jeffrey S. Stone, who appeared Pro Se, maintained that there was a trade error that he assured claimant would be corrected in his favor. Respondent further maintained that he asked Fred Lefruen of T.L. Group, Inc. to take care of the matter and was told that he would. Respondent also maintained that many months went by but the problem was not resolved. Respondent contended that he does not know what to do other than to write again to Fred Lefruen and instruct him to correct the trade.

RELIEF REQUESTED

Claimants Robert A. and Ellen M. Doratz requested \$1,200.00 in actual damages plus costs and fees.

AWARD

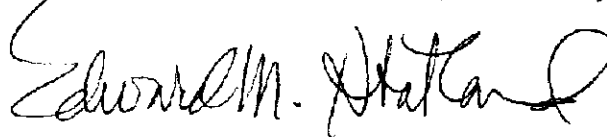
Pursuant to Section 10302 of the NASD, Inc. Code of Arbitration Procedure, a single Public Arbitrator, Edward M. Statland, Esq., was selected to review the matter in controversy between the parties set forth in submissions to Arbitration signed by the claimants on July 31, 1996, and not by respondent as is required by Sections 10301 and 10302 of the NASD Code of Arbitration Procedure.

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. Respondent Jeffrey S. Stone is liable and shall pay to the claimants Robert A. and Ellen M. Doratz \$1,120.50 in actual damages.
2. Respondent Jeffrey S. Stone is liable and shall pay to the claimants Robert A. and Ellen M. Doratz simple interest at the rate of 10% per annum on the amount of \$1,784.24 from December 11, 1995 through February 23, 1996.
3. Respondent Jeffrey S. Stone is liable and shall pay to the claimants Robert A. and Ellen M. Doratz simple interest at the rate of 10% per annum on the amount of \$1,120.50 from February 24, 1996 until date of payment of the award.
4. The parties shall bear their respective costs and attorney's fees.
5. The \$50.00 filing fee previously deposited with the National Association of Securities Dealers, Inc. by the claimants shall be retained by the NASD, Inc. Respondent Jeffrey S. Stone is liable and shall pay to the claimants Robert A. and Ellen M. Doratz \$50.00 as reimbursement of the filing fee.
6. All other relief requests are denied.

AFFIRMATION

I, Edward M. Statland, 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

DATE OF DECISION: December 30, 1996