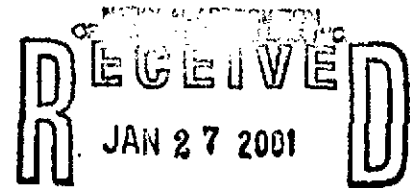


Award
NASD Dispute Resolution, Inc.



In the Matter of the Arbitration Between

Name of Claimant

Michael Edlin

Case No. 99-02476

Name of Respondents

PaineWebber, Inc.
James Quicksilver

REPRESENTATION OF PARTIES

Claimant Michael Edlin (Edlin) was represented by Thomas P. Rosenfeld, Esq., of Stone Leyton & Gershman, located in St. Louis, Missouri.

Respondents PaineWebber, Inc. (PaineWebber, Inc.) and James Quicksilver (Quicksilver) were represented by Lisa A. Catalino, Esq. of Law Offices of Joel Davidson, located in Park Ridge, New Jersey.

CASE INFORMATION

Statement of Claim filed on or about: May 28, 1999.
Amended Statement of Claim filed on: April 27, 2000.
Claimant signed the Uniform Submission Agreement: May 5, 1999

Statement of Answer filed by Respondents PaineWebber and Quicksilver on or about: March 21, 2000.
Motion to Dismiss Federal Claims as Time Barred filed by Respondents on: March 22, 2000.
Respondents' Amended Statement of Answer filed on: May 25, 2000.
Respondent PaineWebber signed the Uniform Submission Agreement: April 6, 2000.
Respondent Quicksilver signed the Uniform Submission Agreement: March 31, 2000.

CASE SUMMARY

Claimant asserted the following causes of action: unauthorized trading; intentional fraudulent misrepresentation; failure to supervise; breach of fiduciary duty; and violation of state and federal securities laws. The causes of action relate to the Claimant's financial losses resulting from Respondent's fraudulent and unauthorized trading conducted with the common stocks of several companies.

Unless specifically admitted in its Answer, Respondents denied the allegations made in the Statement of Claim and asserted the following defenses:

1. Claimant cannot recover because he failed to mitigate his damages.
2. Claimant's Federal Securities claims are time-barred and must be dismissed.
3. Respondents did not breach a fiduciary duty to Claimant
4. Missouri law does not apply.
5. Claimants failed to state a claim upon which relief can be granted for unsuitability.
6. Claimant cannot maintain a private right of action under NASD and NYSE rules.
7. Supervision was appropriate.

RELIEF REQUESTED

Claimant(s) requested:

Compensatory Damages	\$ 20,000.00
Punitive Damages	Unspecified amount
Interest	statutory interest of 8%
Attorneys' Fees	Unspecified amount
Other Costs	Unspecified amount

plus any other relief the Panel deemed just and equitable.

Respondents requested that:

1. The Statement of Claim be dismissed in its entirety;
2. The costs and expenses be assessed against Claimant;
3. The panel order this matter expunged from Mr. Quicksilver's CRD record with the NASD; and,
4. The panel award any other relief it deemed appropriate.

OTHER ISSUES CONSIDERED AND DECIDED

On March 21, 2000, Claimant filed a Motion to Compel Production of Documents, requesting also that Respondents be required to pay his reasonable costs, expenses and attorneys' fee incurred in prosecuting the motion. Respondents filed a response on March 30, 2000 and Claimant filed a reply on March 30, 2000. The Arbitrator reviewed the papers and on April 13, 2000, issued an order granting the motion and awarding Claimant his reasonable costs, expenses and attorneys' fees incurred in prosecuting the motion.

Respondents filed two motions to reconsider the order awarding Claimant the costs for prosecuting the motion to compel. After review of the motions and all responses, the arbitrator denied both motions. The amount awarded pursuant to this order has been paid by respondents and no further action will be taken regarding this motion.

The Amended Statement of Claim filed April 27, 2000 withdrew the federal securities claims which were the grounds for Respondents' Motion to Dismiss filed as part of the Statement of Answer. Therefore, the Motion is moot and no action is necessary.

Respondents' orally requested dismissal during the closing arguments. The arbitrator denies this motion.

AWARD

After considering the pleadings, the testimony and evidence presented at the hearing, the Arbitrator has decided in full and final resolution of the issues submitted for determination as follows:

1. Respondents PaineWebber Incorporated and James Quicksilver are jointly and severally liable for and shall pay to Claimant Michael Edlin the sum of \$20,500.00 as compensatory damages, plus interest on this amount in the sum of 8% per annum accruing from the date of this award until the amount is paid in full;
2. Each party shall bear their own costs of arbitration except for those specifically enumerated herein; and
3. Any relief not specifically awarded is hereby denied.

FEES

Pursuant to the Code, the following fees are assessed:

Filing Fees

NASD Dispute Resolution, Inc. will retain or collect the non-refundable filing fees for each claim:

Initial claim filing fee	= \$ 125.00
--------------------------	-------------

Member Fees

Member fees are assessed to each member firm that is a party in these proceedings or to the member firms that employed the associated person at the time of the events giving rise to the dispute. In this matter, the member firm is a party.

Member surcharge	= \$ 400.00
------------------	-------------

Forum Fees and Assessments

The Arbitrator assesses forum fees for each hearing session conducted. A hearing session is any meeting between the parties and the arbitrator, including a pre-hearing conference with the arbitrator, that lasts four (4) hours or less. Fees associated with these proceedings are:

Five (5) Hearing sessions x \$ 450.00	= \$ 2,250.00
Hearing Date(s):	
September 13, 2000	2 sessions
September 14, 2000	1 session
November 30, 2000	2 sessions
Total Forum Fees	= \$ 2,250.00

The Arbitrator has assessed \$1,125.00 of the forum fees to Claimant Michael Edlin. In addition, the Arbitrator has assessed \$1,125.00 of the forum fees jointly and severally to Respondent PaineWebber Incorporated and James Quicksilver.

Fee Summary

Claimant Michael Edlin is hereby solely liable for:

Initial Filing Fee	= \$ 125.00
<u>Forum Fees</u>	= <u>\$1,125.00</u>
Total Fees	= \$1,250.00
<u>Less payments</u>	= <u>\$ 575.00</u>
Balance Due NASD Dispute Resolution, Inc.	= \$ 675.00

Respondent PaineWebber Incorporated is solely liable for:


Member Fees	= \$ 400.00
<u>Less payments</u>	= <u>\$ 400.00</u>
Balance Due	= \$ 0

Respondents PaineWebber Incorporated and James Quicksilver are hereby jointly and severally liable for:

<u>Forum Fees</u>	= <u>\$1,125.00</u>
Balance Due NASD Dispute Resolution, Inc.	= \$1,125.00

All balances are due and payable to NASD Dispute Resolution, Inc.

Arbitrator's Signature


William A. Geary, Jr., Esq.
Public Arbitrator, Presiding Arbitrator

26 January 2001
Signature Date

Date of Service (For NASD-DR office use only)