

NASD DISPUTE RESOLUTION AWARD
NASD DISPUTE RESOLUTION

CASE: 03-00276

Egidio Melito and Jane Melito v Citigroup Global Markets, Inc. f/k/a Salomon Smith Barney, Inc. and Jack B. Grubman, Respondents

ATTORNEYS:

For Claimants, Melito Egidio and Jane Melito, ("Claimants"), appeared James Richard Hooper, Esq., of the firm Hooper & Weiss, L.L.C., Orlando, FL.

For Respondents, Citigroup Global Markets, Inc. f/k/a Salomon Smith Barney, Inc. and Jack B. Grubman, ("Respondents"), appeared Bradford D. Kaufman, Esq., of the firm Greenberg Traurig, P.A., West Palm Beach, FL.

NATURE OF DISPUTE: Customers v. Member and Associated Person.

DATE FILED: January 2, 2003.

CASE SUMMARY: Claimants alleged that Respondents violated each of the following: Section 17(a) of the Securities Act of 1933, Chapter 517.301 of the Florida Securities and Investor Protection Act, NASD Rule 2210(d)(1), and the New York Stock Exchange Rule 202.02. Claimants additionally alleged that Respondents breached their fiduciary duty, and omitted to state material facts in connection with the offer and sale of WorldCom stock. Claimants further alleged that Respondent Citigroup Global Markets, Inc. f/k/a Salomon Smith Barney, Inc., is liable for the unlawful and negligent acts of its representative, Respondent Jack B. Grubman, under the doctrine of respondeat superior. Claimants maintained that due to Respondents' actions, their account suffered financial losses.

Claim Data

Claim: \$1,740.74
Claim: Restitution/Rescission/Disgorgement
Interest: Pre and Post judgment
Punitive: Unspecified
Attorney Fees: Unspecified

Filing Fees: Unspecified
Other: Unspecified

Award Data

Award: \$1,740.74
Claim: \$.00
Interest: \$.00
Punitive: \$.00
Attorney Fees: Granted; to be determined by a court of competent jurisdiction
Filing Fees: \$75.00
Other: \$.00

AWARD: The undersigned arbitrator has decided and determined in full and final resolution of the issues submitted for determination as follows: 1) Respondents are jointly and severally liable and shall pay to the Claimants \$1,740.74. 2) Respondents are

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jointly and severally liable and shall pay to the Claimants attorney fees to be determined by a court of competent jurisdiction. 3) All requests for punitive damages are denied.

4) All requests for interest are denied. 5) All other relief request are denied. 6) NASD Dispute Resolution shall retain the \$75.00 filing fee that the Claimants deposited previously. 7) Respondents are jointly and severally liable for and shall pay to the Claimants \$75.00 as reimbursement of the filing fee.

OTHER FEES: Pursuant to Rule 10333 of the Code, Respondent Citigroup Global Markets, Inc. f/k/a Salomon Smith Barney, Inc. has paid to NASD Dispute Resolution the \$150.00 Member Surcharge previously invoiced.

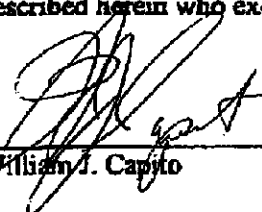
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ARBITRATOR

William J. Capito – Sole Public Arbitrator

AFFIRMATION

I, William J. Capito hereby affirm, upon my oath as arbitrator that I am the individual described herein who executed this instrument, which is my oath and award.



William J. Capito

10/29/04
Signature Date

November 10, 2004
Date of Service (NASD-DR office use only)