

**NASD DISPUTE RESOLUTION AWARD**  
**NASD DISPUTE RESOLUTION**

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CASE: 04-06422

Schechner Family Trust, Selma Schechner, David Schechner, and Arthur Schechner, Trustees, Claimant v. Citigroup Global Markets, Inc. f/k/a Salomon Smith Barney, Inc. and Jack B. Grubman, Respondents

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**ATTORNEYS:**

For Claimant Schechner Family Trust, Selma Schechner, David Schechner, and Arthur Schechner, Trustees ("Claimant") appeared Joel S. Finkelstein, Esq., of the firm Finkelstein & Partners, Newburgh, NY.

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

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**NATURE OF DISPUTE:** Customer v. Member and Associated Person.

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**DATE FILED:** September 8, 2004.

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**CASE SUMMARY:** Claimant alleged that Respondents omitted to state material facts in connection with the offer and sale of WorldCom stock. Claimant further alleged that Respondents violated Section 17(a) of the Securities Act of 1933, violated Section 517.301 of the Florida Securities and Investor Protection Act, violated NASD Rule 2210(d)(1), breached their fiduciary duty, and that Citigroup Global Markets, Inc. f/k/a Salomon Smith Barney, Inc. is liable to Claimant under the doctrine of respondeat superior. Claimant maintained that due to Respondents' actions, the account suffered losses. Claimant's claim involved WorldCom stock.

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**Claim Data**

Claim: \$18,164.25  
Punitive: \$6,000.00  
Interest: Unspecified  
Attorney Fees: Unspecified  
Filing Fees: Unspecified  
Other: Unspecified

**Award Data**

Award: \$18,164.25  
Punitive: \$0.00  
Interest: \$0.00  
Attorney Fees: \$0.00  
Filing Fees: \$212.50  
Other: \$0.00

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**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 for and shall pay Claimant \$18,164.25. 2) All requests for punitive damages are denied. 3) All requests for interest are denied. 4) All requests for attorney fees are denied. 5) All other relief requests are denied. 6) NASD Dispute Resolution shall retain the \$425.00 filing fee that the Claimant deposited previously. 7) Respondents are jointly and severally liable and shall pay Claimant \$212.50 as reimbursement of one-half of the filing fee.

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**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 \$425.00 Member Surcharge previously invoiced.

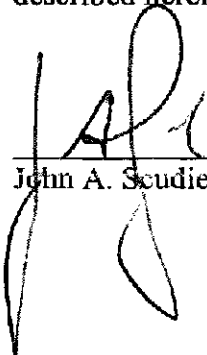
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John A. Scudiero

Sole Public Arbitrator

AFFIRMATION

I, John A. Scudiero, do hereby affirm, upon my oath as arbitrator that I am the individual described herein who executed this instrument, which is my oath and award.

  
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John A. Scudiero

2/18/05  
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Signature Date

March 21, 2005  
Date of Service (For NASD-DR office use only)