

BrokerCheck Report

ARNOLD MURRAY PESKIN

CRD# 360889

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When communicating online or investing with any professional, make sure you know who you're dealing with. [Imposters](#) might link to sites like BrokerCheck from [phishing](#) or similar scam websites, or through [social media](#), trying to steal your personal information or your money.

Please contact FINRA with any concerns.

About BrokerCheck®



BrokerCheck offers information on all current, and many former, registered securities brokers, and all current and former registered securities firms. FINRA strongly encourages investors to use BrokerCheck to check the background of securities brokers and brokerage firms before deciding to conduct, or continue to conduct, business with them.

- **What is included in a BrokerCheck report?**

- BrokerCheck reports for individual brokers include information such as employment history, professional qualifications, disciplinary actions, criminal convictions, civil judgments and arbitration awards. BrokerCheck reports for brokerage firms include information on a firm's profile, history, and operations, as well as many of the same disclosure events mentioned above.
- Please note that the information contained in a BrokerCheck report may include pending actions or allegations that may be contested, unresolved or unproven. In the end, these actions or allegations may be resolved in favor of the broker or brokerage firm, or concluded through a negotiated settlement with no admission or finding of wrongdoing.

- **Where did this information come from?**

- The information contained in BrokerCheck comes from FINRA's Central Registration Depository, or CRD® and is a combination of:
 - information FINRA and/or the Securities and Exchange Commission (SEC) require brokers and brokerage firms to submit as part of the registration and licensing process, and
 - information that regulators report regarding disciplinary actions or allegations against firms or brokers.

- **How current is this information?**

- Generally, active brokerage firms and brokers are required to update their professional and disciplinary information in CRD within 30 days. Under most circumstances, information reported by brokerage firms, brokers and regulators is available in BrokerCheck the next business day.

- **What if I want to check the background of an investment adviser firm or investment adviser representative?**

- To check the background of an investment adviser firm or representative, you can search for the firm or individual in BrokerCheck. If your search is successful, click on the link provided to view the available licensing and registration information in the SEC's Investment Adviser Public Disclosure (IAPD) website at <https://www.adviserinfo.sec.gov>. In the alternative, you may search the IAPD website directly or contact your state securities regulator at <http://www.finra.org/Investors/ToolsCalculators/BrokerCheck/P455414>.

- **Are there other resources I can use to check the background of investment professionals?**

- FINRA recommends that you learn as much as possible about an investment professional before deciding to work with them. Your state securities regulator can help you research brokers and investment adviser representatives doing business in your state.

Thank you for using FINRA BrokerCheck.



Using this site/information means that you accept the FINRA BrokerCheck Terms and Conditions. A complete list of Terms and Conditions can be found at

brokercheck.finra.org



For additional information about the contents of this report, please refer to the User Guidance or www.finra.org/brokercheck. It provides a glossary of terms and a list of frequently asked questions, as well as additional resources.

For more information about FINRA, visit www.finra.org.

**ARNOLD M. PESKIN**

CRD# 360889

Currently employed by and registered with the following Firm(s):

IA MORGAN STANLEY
 Palm Beach Gardens, FL
 CRD# 149777
 Registered with this firm since: 02/14/2011

B MORGAN STANLEY
 777 Township Line Road
 Suite 301
 Yardley, PA 19067
 CRD# 149777
 Registered with this firm since: 06/01/2009

Report Summary for this Broker

This report summary provides an overview of the broker's professional background and conduct. Additional information can be found in the detailed report.

Broker Qualifications**This broker is registered with:**

- 4 Self-Regulatory Organizations
- 37 U.S. states and territories

This broker has passed:

- 0 Principal/Supervisory Exams
- 3 General Industry/Product Exams
- 2 State Securities Law Exams

Registration History**This broker was previously registered with the following securities firm(s):**

- B CITIGROUP GLOBAL MARKETS INC.**
 CRD# 7059
 PHILADELPHIA, PA
 02/2006 - 06/2009
- B LEGG MASON WOOD WALKER, INCORPORATED**
 CRD# 6555
 BALTIMORE, MD
 11/1987 - 02/2006
- B LEGG MASON MASTEN INC.**
 CRD# 2
 10/1987 - 11/1987

Disclosure Events

All individuals registered to sell securities or provide investment advice are required to disclose customer complaints and arbitrations, regulatory actions, employment terminations, bankruptcy filings, and criminal or civil judicial proceedings.

Are there events disclosed about this broker? **Yes**

The following types of disclosures have been reported:

| Type | Count |
|------------------|-------|
| Regulatory Event | 3 |
| Customer Dispute | 3 |



Broker Qualifications

Registrations

This section provides the self-regulatory organizations (SROs) and U.S. states/territories the broker is currently registered and licensed with, the category of each license, and the date on which it became effective. This section also provides, for every brokerage firm with which the broker is currently employed, the address of each branch where the broker works.

This individual is currently registered with 4 SROs and is licensed in 37 U.S. states and territories through his or her employer.

Employment 1 of 1

Firm Name: **MORGAN STANLEY**

Main Office Address: **2000 WESTCHESTER AVENUE
PURCHASE, NY 10577-2530**

Firm CRD#: **149777**

| | SRO | Category | Status | Date |
|---|-------------------------|-----------------------------------|----------|------------|
| B | FINRA | General Securities Representative | Approved | 06/01/2009 |
| B | NYSE American LLC | General Securities Representative | Approved | 06/17/2011 |
| B | Nasdaq Stock Market | General Securities Representative | Approved | 06/01/2009 |
| B | New York Stock Exchange | General Securities Representative | Approved | 06/01/2009 |

| | U.S. State/ Territory | Category | Status | Date |
|----|-----------------------|-----------------------------------|----------|------------|
| B | Arizona | Agent | Approved | 12/23/2014 |
| B | California | Agent | Approved | 06/01/2009 |
| B | Colorado | Agent | Approved | 06/01/2009 |
| B | Connecticut | Agent | Approved | 06/01/2009 |
| B | Delaware | Agent | Approved | 06/01/2009 |
| B | District of Columbia | Agent | Approved | 06/01/2009 |
| B | Florida | Agent | Approved | 06/01/2009 |
| IA | Florida | Investment Adviser Representative | Approved | 02/06/2014 |
| B | Georgia | Agent | Approved | 06/01/2009 |

Broker Qualifications



Employment 1 of 1, continued

| | U.S. State/ Territory | Category | Status | Date |
|---|-----------------------|----------|----------|------------|
| B | Idaho | Agent | Approved | 06/21/2018 |
| B | Illinois | Agent | Approved | 07/01/2014 |
| B | Indiana | Agent | Approved | 03/19/2020 |
| B | Kansas | Agent | Approved | 10/10/2014 |
| B | Kentucky | Agent | Approved | 04/27/2012 |
| B | Louisiana | Agent | Approved | 06/01/2009 |
| B | Maine | Agent | Approved | 03/07/2023 |
| B | Maryland | Agent | Approved | 06/01/2009 |
| B | Massachusetts | Agent | Approved | 06/01/2009 |
| B | Michigan | Agent | Approved | 03/16/2022 |
| B | Minnesota | Agent | Approved | 06/01/2009 |
| B | Nevada | Agent | Approved | 02/22/2022 |
| B | New Hampshire | Agent | Approved | 03/04/2019 |
| B | New Jersey | Agent | Approved | 06/01/2009 |
| B | New Mexico | Agent | Approved | 06/01/2009 |
| B | New York | Agent | Approved | 06/01/2009 |
| B | North Carolina | Agent | Approved | 06/01/2009 |
| B | Ohio | Agent | Approved | 06/01/2009 |
| B | Oklahoma | Agent | Approved | 12/08/2020 |
| B | Oregon | Agent | Approved | 03/09/2020 |
| B | Pennsylvania | Agent | Approved | 06/01/2009 |

Broker Qualifications



Employment 1 of 1, continued

| | U.S. State/ Territory | Category | Status | Date |
|----|-----------------------|-----------------------------------|---------------------|------------|
| IA | Pennsylvania | Investment Adviser Representative | Approved | 02/15/2011 |
| B | Rhode Island | Agent | Approved | 06/08/2021 |
| B | South Carolina | Agent | Approved | 05/07/2015 |
| B | Texas | Agent | Approved | 06/01/2009 |
| IA | Texas | Investment Adviser Representative | Restricted Approval | 02/14/2011 |
| B | Vermont | Agent | Approved | 12/15/2021 |
| B | Virginia | Agent | Approved | 06/01/2009 |
| B | Washington | Agent | Approved | 06/01/2009 |
| B | West Virginia | Agent | Approved | 06/01/2009 |
| B | Wisconsin | Agent | Approved | 01/30/2020 |

Branch Office Locations

MORGAN STANLEY

777 Township Line Road
Suite 301
Yardley, PA 19067

MORGAN STANLEY

Palm Beach Gardens, FL



Broker Qualifications

Industry Exams this Broker has Passed

This section includes all securities industry exams that the broker has passed. Under limited circumstances, a broker may attain a registration after receiving an exam waiver based on exams the broker has passed and/or qualifying work experience. Any exam waivers that the broker has received are not included below. A passed exam or exam waiver does not permit a broker to do business without an active SRO or state registration.

This individual has passed 0 principal/supervisory exams, 3 general industry/product exams, and 2 state securities law exams.

Principal/Supervisory Exams

| Exam | Category | Date |
|--------------------------|----------|------|
| No information reported. | | |

General Industry/Product Exams

| Exam | Category | Date |
|---|----------|------------|
| B Securities Industry Essentials Examination | SIE | 10/01/2018 |
| B AMEX Put and Call Exam | PC | 11/01/1977 |
| B Registered Representative Examination | Series 1 | 03/10/1969 |

State Securities Law Exams

| Exam | Category | Date |
|---|-----------|------------|
| B IA Uniform Combined State Law Examination | Series 66 | 05/04/2005 |
| B Uniform Securities Agent State Law Examination | Series 63 | 08/04/1988 |

Additional information about the above exams or other exams FINRA administers to brokers and other securities professionals can be found at www.finra.org/brokerqualifications/registeredrep/.

Broker Qualifications



Professional Designations

This section details that the representative has reported **0** professional designation(s).

No information reported.



Registration and Employment History

Registration History

The broker previously was registered with the following firms:

| Registration Dates | Firm Name | CRD# | Branch Location |
|----------------------------|--------------------------------------|------|------------------|
| B 02/2006 - 06/2009 | CITIGROUP GLOBAL MARKETS INC. | 7059 | PHILADELPHIA, PA |
| B 11/1987 - 02/2006 | LEGG MASON WOOD WALKER, INCORPORATED | 6555 | BALTIMORE, MD |
| B 10/1987 - 11/1987 | LEGG MASON MASTEN INC. | 2 | |
| B 12/1985 - 10/1987 | LEGG MASON WOOD WALKER, INCORPORATED | 6555 | |
| B 03/1969 - 05/1985 | COLLINGS LEGG MASON, INC. | 4001 | |

Employment History

This section provides up to 10 years of an individual broker's employment history as reported by the individual broker on the most recently filed Form U4.

Please note that the broker is required to provide this information only while registered with FINRA or a national securities exchange and the information is not updated via Form U4 after the broker ceases to be registered. Therefore, an employment end date of "Present" may not reflect the broker's current employment status.

| Employment | Employer Name | Position | Investment Related | Employer Location |
|-------------------|-----------------------------------|-------------------|--------------------|-----------------------------|
| 01/2015 - Present | MORGAN STANLEY PRIVATE BANK, N.A. | FINANCIAL ADVISOR | Y | NEW YORK, NY, United States |
| 06/2009 - Present | MORGAN STANLEY SMITH BARNEY LLC | FINANCIAL ADVISOR | Y | Yardley, PA, United States |

Other Business Activities

This section includes information, if any, as provided by the broker regarding other business activities the broker is currently engaged in either as a proprietor, partner, officer, director, employee, trustee, agent or otherwise. This section does not include non-investment related activity that is exclusively charitable, civic, religious or fraternal and is recognized as tax exempt.

1. Peskin family foundation trust; Not Investment related; Yardley, PA; Charity / Private Foundation; Trustee, partner, officer, director, employee, trustee, agent); Jul 2008; During business hours: 0.5; After business hours: 0.5; Aid in the selecting students whose college tuition will be partially paid by the foundation and will give financial advice to the trustee.

Disclosure Events



What you should know about reported disclosure events:

1. All individuals registered to sell securities or provide investment advice are required to disclose customer complaints and arbitrations, regulatory actions, employment terminations, bankruptcy filings, and criminal or civil judicial proceedings.
2. **Certain thresholds must be met before an event is reported to CRD, for example:**
 - A law enforcement agency must file formal charges before a broker is required to disclose a particular criminal event.
 - A customer dispute must involve allegations that a broker engaged in activity that violates certain rules or conduct governing the industry and that the activity resulted in damages of at least \$5,000.
 -
3. **Disclosure events in BrokerCheck reports come from different sources:**
 - As mentioned at the beginning of this report, information contained in BrokerCheck comes from brokers, brokerage firms and regulators. When more than one of these sources reports information for the same disclosure event, all versions of the event will appear in the BrokerCheck report. The different versions will be separated by a solid line with the reporting source labeled.
 -
4. **There are different statuses and dispositions for disclosure events:**
 - A disclosure event may have a status of *pending*, *on appeal*, or *final*.
 - A "pending" event involves allegations that have not been proven or formally adjudicated.
 - An event that is "on appeal" involves allegations that have been adjudicated but are currently being appealed.
 - A "final" event has been concluded and its resolution is not subject to change.
 - A final event generally has a disposition of *adjudicated*, *settled* or *otherwise resolved*.
 - An "adjudicated" matter includes a disposition by (1) a court of law in a criminal or civil matter, or (2) an administrative panel in an action brought by a regulator that is contested by the party charged with some alleged wrongdoing.
 - A "settled" matter generally involves an agreement by the parties to resolve the matter. Please note that brokers and brokerage firms may choose to settle customer disputes or regulatory matters for business or other reasons.
 - A "resolved" matter usually involves no payment to the customer and no finding of wrongdoing on the part of the individual broker. Such matters generally involve customer disputes.

For your convenience, below is a matrix of the number and status of disclosure events involving this broker. Further information regarding these events can be found in the subsequent pages of this report. You also may wish to contact the broker to obtain further information regarding these events.

| | Pending | Final | On Appeal |
|------------------|---------|-------|-----------|
| Regulatory Event | 0 | 3 | 0 |
| Customer Dispute | 0 | 3 | N/A |



Disclosure Event Details

When evaluating this information, please keep in mind that a disclosure event may be pending or involve allegations that are contested and have not been resolved or proven. The matter may, in the end, be withdrawn, dismissed, resolved in favor of the broker, or concluded through a negotiated settlement for certain business reasons (e.g., to maintain customer relationships or to limit the litigation costs associated with disputing the allegations) with no admission or finding of wrongdoing.

This report provides the information exactly as it was reported to CRD and therefore some of the specific data fields contained in the report may be blank if the information was not provided to CRD.

Regulatory - Final

This type of disclosure event may involve (1) a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, self-regulatory organization, federal regulatory such as the Securities and Exchange Commission, foreign financial regulatory body) for a violation of investment-related rules or regulations; or (2) a revocation or suspension of a broker's authority to act as an attorney, accountant, or federal contractor.

Disclosure 1 of 3

| | |
|--|---|
| Reporting Source: | Regulator |
| Regulatory Action Initiated By: | FLORIDA OFFICE OF FINANCIAL REGULATION |
| Sanction(s) Sought: | Cease and Desist Civil and Administrative Penalty(ies)/Fine(s) |
| Date Initiated: | 02/06/2014 |
| Docket/Case Number: | 0297B-SR-01/14 |
| URL for Regulatory Action: | |
| Employing firm when activity occurred which led to the regulatory action: | MORGAN STANLEY SMITH BARNEY LLC |
| Product Type: | No Product |
| Allegations: | CONDUCTED INVESTMENT ADVISORY BUSINESS FROM LOCATIONS WITHIN THIS STATE WITHOUT THE BENEFIT OF LAWFUL REGISTRATION. |
| Current Status: | Final |
| Resolution: | Order |



Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?

No

Resolution Date: 02/06/2014

Sanctions Ordered: Cease and Desist
Civil and Administrative Penalty(ies)/Fine(s)

Monetary Sanction 1 of 1

Monetary Related Sanction: Civil and Administrative Penalty(ies)/Fine(s)

Total Amount: \$3,000.00

Portion Levied against individual: \$3,000.00

Payment Plan:

Is Payment Plan Current:

Date Paid by individual: 02/06/2014

Was any portion of penalty waived? No

Amount Waived:

Regulator Statement ON 2/6/2014, THE OFFICE OF FINANCIAL REGULATION ENTERED A FINAL ORDER ADOPTING THE STIPULATION AND CONSENT AGREEMENT IN THE MATTER OF ARNOLD MURRAY PESKIN. MR. PESKIN NEITHER ADMITTED NOR DENIED THE FINDINGS BUT CONSENTED TO THE ENTRY OF FINDINGS BY THE OFFICE. THE OFFICE FOUND THAT ARNOLD MURRAY PESKIN ENGAGED IN INVESTMENT ADVISORY BUSINESS FROM LOCATIONS WITHIN THIS STATE, WITHOUT THE BENEFIT OF LAWFUL REGISTRATION IN THE STATE OF FLORIDA PURSUANT TO SECTION 517.12(4), F. S. ARNOLD MURRAY PESKIN AGREED TO PAY A \$3,000 ADMINISTRATIVE FINE. THE OFFICE AGREED TO APPROVE MR. PESKIN'S APPLICATION AS AN ASSOCIATED PERSON (RA) WITH MORGAN STANLEY SMITH BARNEY LLC EFFECTIVE 2/6/2014.

Reporting Source: Broker



| | |
|---|---|
| Regulatory Action Initiated By: | FLORIDA OFFICE OF FINANCIAL REGULATION |
| Sanction(s) Sought: | Cease and Desist Civil and Administrative Penalty(ies)/Fine(s) |
| Date Initiated: | 02/06/2014 |
| Docket/Case Number: | 0297B-SR-01/14 |
| Employing firm when activity occurred which led to the regulatory action: | MORGAN STANLEY SMITH BARNEY LLC |
| Product Type: | No Product |
| Allegations: | CONDUCTED INVESTMENT ADVISORY BUSINESS FROM LOCATIONS WITHIN THIS STATE WITHOUT THE BENEFIT OF LAWFUL REGISTRATION. |
| Current Status: | Final |
| Resolution: | Order |
| Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct? | No |
| Resolution Date: | 02/06/2014 |
| Sanctions Ordered: | Cease and Desist Civil and Administrative Penalty(ies)/Fine(s) |
| Monetary Sanction 1 of 1 | |
| Monetary Related Sanction: | Civil and Administrative Penalty(ies)/Fine(s) |
| Total Amount: | \$3,000.00 |
| Portion Levied against individual: | \$3,000.00 |
| Payment Plan: | |
| Is Payment Plan Current: | |
| Date Paid by individual: | 02/06/2014 |



Was any portion of penalty waived? No

Amount Waived:

Broker Statement THE \$3,000 ADMINISTRATIVE FINE WAS PAID IN FULL BY MORGAN STANLEY. THE RR RELIED ON THE FIRM TO ASSURE THAT HE WAS PROPERLY REGISTERED IN ALL APPROPRIATE JURISDICTIONS, BUT FLORIDA IA WAS OVERLOOKED.

Disclosure 2 of 3

Reporting Source: Broker

Regulatory Action Initiated By: STATE OF DELAWARE SECURITIES DIVISION

Sanction(s) Sought:

Other Sanction(s) Sought:

Date Initiated: 03/05/1999

Docket/Case Number:

Employing firm when activity occurred which led to the regulatory action: LEGG MASON WOOD WALKER, INC.

Product Type:

Other Product Type(s):

Allegations: UPON REVIEWING A NYSE DECISION, THE DELAWARE SECURITIES DIVISION INITIATED AN INVESTIGATION WHICH SOUGHT TO REVOKE THE FINANCIAL ADVISOR'S DELAWARE REGISTRATION.

Current Status: Final

Resolution: Consent

Resolution Date: 06/09/1999

Sanctions Ordered:

Other Sanctions Ordered:

Sanction Details: IN ORDER TO CONTINUE TO CONDUCT BUSINESS IN THE STATE OF DELAWARE AND TO AVOID THE TIME, EXPENSE AND UNCERTAINTY OF LITIGATION, A CONSENT ORDER WAS AGREED TO BY



THE
PARTIES.

Broker Statement

THE CONSENT ORDER PROHIBITS MR. PESKIN FROM ESTABLISHING ANY NEW ACCOUNTS FOR DELAWARE RESIDENTS; PROVIDES THAT EACH EXISTING DELAWARE CLIENT RECEIVE A COPY OF THE NYSE HEARING PANEL DECISION 98-94; AND AT THE END OF EACH CALENDER YEAR THROUGH DECEMBER 2003, THE FIRM CERTIFY COMPLIANCE WITH THE CONSENT ORDER AND PROVIDE THE COST-EQUITY RATIO FOR EACH CLIENT RESIDING IN DELAWARE TO THE DELAWARE SECURITIES DIVISION. MR. PESKIN WAS EMPLOYED AT LEGG MASON WOOD WALKER, INC. AT THE TIME OF THE OCCURANCE.

Disclosure 3 of 3

Reporting Source: Regulator

Regulatory Action Initiated By: NYSE DIVISION OF ENFORCEMENT.

Sanction(s) Sought:

Other Sanction(s) Sought:

Date Initiated: 08/11/1998

Docket/Case Number: HPD 98-94

Employing firm when activity occurred which led to the regulatory action:

Product Type:

Other Product Type(s):

Allegations: 8/11/98 STIPULATION AND CONSENT TO PENALTY FILED BY NYSE DIVISION OF ENFORCEMENT AND PENDING. CONSENTED TO FINDINGS: 1. ENGAGED IN CONDUCT INCONSISTENT WITH JUST AND EQUITABLE PRINCIPLES OF TRADE IN THAT DURING 1986-1993 HE: (a) OVER-CONCENTRATED SECURITIES POSITIONS AND EFFECTED TRANSACTIONS IN THE ACCOUNT OF A CUSTOMER WHICH WERE UNSUITABLE IN VIEW OF THE FINANCIAL RESOURCES, INVESTMENT EXPERIENCE AND INVESTMENT OBJECTIVES OF THE CUSTOMER; AND (b) EFFECTED TRANSACTIONS IN THE ACCOUNT OF A CUSTOMER WHICH WERE



EXCESSIVE
IN VIEW OF THE FINANCIAL RESOURCES IN THE ACCOUNT, INVESTMENT
OBJECTIVES OF THE CUSTOMER; AND (c) SENT CORRESPONDENCE TO
CUSTOMERS OF HIS MEMBER ORGANIZATION EMPLOYER WHICH
CONTAINED
MISREPRESENTATIONS WITH RESPECT TO ACCOUNT VALUATIONS,
INCOME
POTENTIAL AND PROFITS. 2. THE IMPOSITION BY THE EXCHANGE OF THE
PENALTY OF A CENSURE AND A SUSPENSION FOR A PERIOD OF TWO
MONTHS FROM MEMBERSHIP, ALLIED MEMBERSHIP, APPROVED PERSON
STATUS AND FROM EMPLOYMENT OR ASSOCIATION IN ANY CAPACITY
WITH
ANY MEMBER OR MEMBER ORGANIZATION, AND A FINE OF \$15,000.

Current Status:

Final

Resolution:

Stipulation and Consent

Resolution Date:

10/05/1998

Sanctions Ordered:

Censure
Monetary/Fine \$15,000.00
Suspension

Other Sanctions Ordered:**Sanction Details:**

****9/1/1998**** EFFECTED UNSUITABLE CUSTOMER
TRANSACTIONS AND OVER-CONCENTRATED POSITIONS; EFFECTED
EXCESSIVE CUSTOMER TRANSACTIONS; SENT CORRESPONDENCE TO
CUSTOMERS WHICH CONTAINED MISREPRESENTATIONS -- CONSENT TO
CENSURE, TWO MONTHS SUSPENSION AND \$15,000 FINE.

Regulator Statement

****10/5/1998**** THE DECISION IS NOW FINAL. THE BAR
OR SUSPENSION IMPOSED WAS EFFECTIVE CLOSE OF BUSINESS
SEPTEMBER
4, 1998. CONTACT: PEGGY GERMINO 212 656-8450.
HAS BEEN SERVED UPON THE RESPONDENT. CONTACT: PEGGY GERMINO
212-656-8450.

Reporting Source:

Broker

**Regulatory Action Initiated
By:**

NEW YORK STOCK EXCHANGE

Sanction(s) Sought:**Other Sanction(s) Sought:**



Date Initiated: 08/11/1998

Docket/Case Number: HPD 98-94

Employing firm when activity occurred which led to the regulatory action:

Product Type:

Other Product Type(s):

Allegations: DURING THE PERIOD OF 1986 THROUGH 1993, IT WAS ALLEGED THAT MR. PESKIN ENGAGED IN UNSUITABLE, EXCESSIVE AND OVER-CONCENTRATED TRADING IN TWO CUSTOMER ACCOUNTS. IT WAS ALSO ALLEGED THAT MR. PESKIN SENT CORRESPONDENCE THAT CONTAINED MISREPRESENTATIONS WITH RESPEC TO ACCOUNT VALUATION, INCOME POTENTIAL AND PROFILE.

Current Status: Final

Resolution: Stipulation and Consent

Resolution Date: 10/05/1998

Sanctions Ordered: Censure
Monetary/Fine \$15,000.00
Suspension

Other Sanctions Ordered:

Sanction Details: MR. PESKIN SETTLED THE MATTER WITH THE NEW YORK STOCK EXCHANGE BY AGREEING TO A CESURE, A FINE OF \$15,000 AND A 60 DAY SUSPENSION.

Broker Statement THE FIRM AND I SATISFACTORILY RESOLVED THIS MATTER WITH THE CUSTOMER OVER TWO YEARS AGO. THIS NYSE INVESTIGATION HAS BEEN ONGOING FOR NEARLY FIVE YEARS AND WAS FINALLY SETTLED IN ORDER TO AVOID THE TIME AND EXPENSE OF LITIGATION.



Customer Dispute - Settled

This type of disclosure event involves a consumer-initiated, investment-related complaint, arbitration proceeding or civil suit containing allegations of sale practice violations against the broker that resulted in a monetary settlement to the customer.

Disclosure 1 of 3

| | |
|--|--|
| Reporting Source: | Broker |
| Employing firm when activities occurred which led to the complaint: | LEGG MASON WOOD WALKER INC. |
| Allegations: | THE [CUSTOMER'S] ALLEGES DAMAGES OF \$175,000 AS A RESULT OF MR. PERSKIN NOT FOLLOWING THEIR INSTRUCTIONS TO LIQUIDATE CERTAIN MUTUAL FUNDS. |
| Product Type: | Mutual Fund(s) |
| Alleged Damages: | \$175,000.00 |

Customer Complaint Information

| | |
|---------------------------------|------------------------|
| Date Complaint Received: | 06/08/1999 |
| Complaint Pending? | No |
| Status: | Arbitration/Reparation |
| Status Date: | 06/16/1999 |
| Settlement Amount: | |

Individual Contribution Amount:

Arbitration Information

| | |
|---|----------------|
| Arbitration/Reparation Claim filed with and Docket/Case No.: | NASD; 99-02327 |
| Date Notice/Process Served: | 06/16/1999 |
| Arbitration Pending? | No |
| Disposition: | Settled |
| Disposition Date: | 05/17/2000 |
| Monetary Compensation Amount: | \$65,000.00 |
| Individual Contribution Amount: | |

**Broker Statement**

THE [CUSTOMER'S] , CLAIMANTS IN THIS ARBITRATION, CLAIMED TO HAVE GIVEN INSTRUCTIONS TO SELL SECURITIES WHICH WERE NOT FOLLOWED. A SALES ASSISTANT TO MR. PESKIN TOOK THE CALL, SHE HAS DENIED THAT THE INSTRUCTIONS WERE GIVEN. NEVERTHELESS, WITHOUT ADMITTING LIABILITY AND TO AVOID THE COSTS AND RISKS OF ARBITRATION, THE FIRM DETERMINED TO SETTLE THIS CLAIM. MR. PESKIN'S CONTRIBUTION IF ANY, HAS NOT BEEN DETERMINED.

Disclosure 2 of 3

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: LEGG MASON WOOD WALKER, INC.

Allegations: THE [CUSTOMERS] ALLEGE THAT DAMAGES OF \$430,561 WERE INCURRED BECAUSE ARNOLD PASKIN, WHILE EMPLOYED WITH LEGG MASON WOOD WALKER INC. ENTERED A LIMIT ORDER, RATHER THAN A MARKET ORDER FOR THE SALE OF ICN PHARMACEUTICALS.

Product Type: Other

Other Product Type(s): COMMON STOCK

Alleged Damages: \$430,561.00

Customer Complaint Information

Date Complaint Received: 06/04/1999

Complaint Pending? No

Status: Arbitration/Reparation

Status Date: 06/09/1999

Settlement Amount:

Individual Contribution Amount:

Arbitration Information

Arbitration/Reparation Claim filed with and Docket/Case No.: NASD 99-03456

Date Notice/Process Served: 06/09/1999

Arbitration Pending? No



| | |
|--|--|
| Disposition: | Settled |
| Disposition Date: | 02/08/2001 |
| Monetary Compensation Amount: | \$200,000.00 |
| Individual Contribution Amount: | |
| Broker Statement | MR. PESKIN DENIES THE ALLEGATIONS. THE [CUSTOMERS] UNDERSTOOD THAT A LIMIT ORDER WAS PLACED. THESE CLIENTS UTILIZED LIMIT ORDERS FOR PREVIOUS UNSOLICITED PURCHASES AND ARE SOPHISTICATED INVESTORS. AFTER THE [CUSTOMERS] UNDERSTOOD THAT THE LIMIT ORDER WAS NOT EXECUTED, THEY INSTRUCTED ME TO LEAVE THE ORDER OPEN. THEY EVENTUALLY SOLD THE STOCK THREE MONTHS LATER AND CLAIM I AM RESPONSIBLE FOR THE STOCK'S CONTINUED DECLINE. |

Disclosure 3 of 3

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|--|--|
| Reporting Source: | Broker |
| Employing firm when activities occurred which led to the complaint: | LEGG MASON WOOD WALKER |
| Allegations: | ALLEGED EXCESSIVE AND UNSUITABLE INVESTMENTS CAUSING LOSSES OF \$400,000 |
| Product Type: | |
| Alleged Damages: | \$400,000.00 |

Customer Complaint Information

| | |
|---------------------------------|------------|
| Date Complaint Received: | |
| Complaint Pending? | No |
| Status: | Litigation |
| Status Date: | |
| Settlement Amount: | |

Individual Contribution Amount:

Civil Litigation Information

| | |
|-----------------------|----------------------------|
| Court Details: | US DISTRICT; 3:94.CV.15.BR |
|-----------------------|----------------------------|



Date Notice/Process Served: 01/01/1994

Litigation Pending? No

Disposition: Settled

Disposition Date: 02/13/1995

Monetary Compensation Amount: \$500,000.00

Individual Contribution Amount:

Broker Statement

LEGG MASON AND MR. PESKIN AGREED TO PAY [CUSTOMER] \$500,000 IN FULL AND FINAL COMPROMISE AND SETTLEMENT [CUSTOMER] FILED A STIPULATION OF DISMISSAL WITH PREJUDICE. WITHOUT ADMITTING ANY LIABILITY OR WRONGDOING AND TO AVOID FURTHER EXPENSE AND INCONVENIENCE OF FURTHER PROCEEDINGS. I CONCURRED WITH THE SETTLEMENT I EXPECT TO MAKE A SUBSTANTIAL CONTRIBUTION TO THE SETTLEMENT AMOUNT.

End of Report



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