

NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

: In the Matter of the Arbitration Between	:	
: Hans Lee	:	
: vs.	:	
: Capital First Securities, Inc.	:	
: Claimant	:	CASE #89-02050
: Respondent	:	AWARD

CASE SUMMARY

In a claim filed with the National Association of Securities Dealers, Inc. on July 19, 1989, Claimant Hans Lee alleged the Respondent Capital First Securities, Inc. sold securities in the State of Maryland without first obtaining a license to do so and further alleged the Respondent misrepresented these commission stricture in effect and failed to inform the Claimant of "hidden commissions".

RELIEF REQUESTED

Claimant requested that all transactions between himself and Capital First Securities, Inc. has been rescinded and that the sum of \$1,400.00 be returned to him.

AWARD

On April 3, 1990 the undersigned arbitrator heard the controversy between the parties as set forth in submissions to arbitration signed by Claimant Hans Lee on July 13, 1989 and not signed by Respondent Capital First Securities, Inc. as required pursuant to Section 8 of the National Association of Securities Dealers, Inc. Code of Arbitration Procedure. The hearing was held at the offices of the National Association of Securities Dealers, Inc. located in Washington, DC and consisted of one (1) hearing session. The arbitrator, having considered the pleadings, the testimony, and the evidence presented at the hearing, has determined in full and final resolution of the issues submitted for determination as follows:

1. In accordance with Section 13 of the Code of Arbitration Procedure, the Respondent Capital First Securities, Inc. was served with the Statement of Claim and given an opportunity to respond which they failed to do.
2. In accordance with Section 21 and Section 26 of the Code of Arbitration Procedure, the Respondent Capital First Securities, Inc. was given due notice of the hearing procedure by regular and certified mail and failed to appear at the hearing.
3. In accordance with Section 29 of the Code of Arbitration Procedure, the arbitration panel determined in light of the foregoing information to proceed with the hearing as scheduled.
4. All transactions between Claimant and Capital First Securities, Inc. are rescinded.
5. Respondent Capital First Securities, Inc. shall return to Claimant \$1,400.00
6. The parties shall each bear their respective costs, including attorney's fees.
7. Pursuant to Section 43 of the Code of Arbitration Procedures, the National Association of Securities Dealers, Inc. shall retain the \$25.00 filing fee previously deposited by the Claimant.

ARBITRATOR

/s/
John W. Johnson, Esq.

DATED: MAY 17, 1990