

N.A.S.D. AWARD

NATIONAL ASSOCIATION OF SECURITIES DEALERS

In the Matter of the Arbitration Between

Name of Claimant

Ming Ling Hsue

93-00380

Name of Respondents

Pyramid Financial Corp.
Chaosong Hsue
Fengjui (a.k.a. Nancy) Sun
John (aka Juan) Hsu

CASE SUMMARY

In a claim filed with the National Association of Securities Dealers, Inc. on February 2, 1993, Claimant Ming Ling Hsue, who appeared Pro Se, alleged that Respondent Pyramid Financial Corp., Chaosong Hsue, Nancy Sun and John Hsu deliberately misled her regarding policies and procedures on writing covered puts, and that although Respondent Nancy Sun told her interest would be paid to her, she has received no interest, and therefore the Respondents are liable for this interest amount.

Respondents Pyramid Financial Corp. and John Hsu, in a Joint Statement of Answer, maintained that Chaosong Hsue was the Claimant's husband as well as her broker, and that they tried to manipulate the system when they started writing put options from their account which wasn't allowed those types of transactions. The Respondents also maintained that the Claimant was not entitled to any interest in this account and they should not be held liable in this matter.

Respondent Nancy Sun, who appeared Pro Se, maintained that at the time of the dispute the Claimant was holding uncovered puts, the minimum equity being \$10,000.00, and that because available cash is not the same as "money held in escrow", she was not qualified to earn interest. Respondent Nancy Sun contended that the claims of the Claimant are outrageous and without merit.

Respondent Chaosong Hsue, who appeared Pro Se, maintained that although he felt sorry for what happened to his client, Claimant Ming Ling Hsue, he did his best in handling her account.

RELIEF REQUESTED

Claimant Ming Ling Hsue requested \$155.37 in actual damages.

Respondents Pyramid Financial Corp. and John Hsu requested that the claims of the Claimant be dismissed.

Respondent Nancy Sun requested that the claims of the Claimant be dismissed.

Respondent Chaosong Hsue requested that the claims of the Claimant be dismissed against him.

AWARD

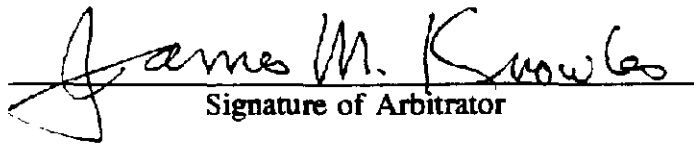
Pursuant to Section 13 of the National Association of Securities Dealers, Inc. Code of Arbitration Procedure, a single Public Arbitrator, James M. Knowles, was selected to review and determine the matter in controversy between the parties set forth in submissions to Arbitration signed by the Claimant on January 28, 1992, by Respondent Pyramid Financial Corp. on February 17, 1993, by Respondent Chaosong Hsue on February 26, 1993, but not by Respondent Nancy Sun or by Respondent John Hsu (as an individual) as required by Sections 12 & 13 of the NASD Code of Arbitration Procedure.

And, the Arbitrator, having considered the proof of the Parties, has decided and determined in full and final resolution of the issues submitted for determination as follows:

1. The claims of the Claimant Ming Ling Hsue against Respondent Pyramid Financial Corp., Chaosong Hsue, Nancy Sun and John Hsu are dismissed in their entirety.
2. The parties shall bear their respective costs.
3. The \$30.00 filing fee previously deposited with the National Association of Securities Dealers, Inc. by the Claimant shall be retained by the NASD, Inc.

AFFIRMATION

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


Signature of Arbitrator

DATE OF DECISION: July 14, 1993