

AWARD

NASD REGULATION, INC., OFFICE OF DISPUTE RESOLUTION

In the matter of the Arbitration Between

Name of Claimant

Po-Chi Shaw

v.

Arbitration No.
96-02565

Name of Respondent

Suppes Securities, Inc.

REPRESENTATION

For Claimant:

John Wallace, Esq.
Robert C. Rosen, Esq.
Rosen & Associates
Los Angeles, California

For Respondent:

no appearance

CASE INFORMATION

Statement of Claim filed:

June 14, 1996

Claimant's Submission Agreement signed:

June 14, 1996

Statement of Answer filed by Respondent:

September 4, 1996

Amended Statement of Answer filed
by Respondent:

September 13, 1996

HEARING INFORMATION

Pre-Hearing Conference Dates / Sessions: April 17, 1997 (1 Session)
Hearing Dates / Sessions: November 18, 1997 (2 Sessions)
Hearing Location: Los Angeles, California

CASE SUMMARY

Claimant Po-Chi Shaw alleged that the Respondent Suppes Securities, Inc. made misrepresentations, failed to supervise its broker, and breached its fiduciary duty owed to the Claimant.

Respondent denied each and every allegation of wrongdoing forth in the Claimant's Statement of Claim.

RELIEF REQUESTED

Claimant requested \$60,000.00 in compensatory damages. Claimant also requested emotional distress damages, punitive damages, treble damages, and attorneys' fees.

Respondent's requested that the Arbitration Panel dismiss all of the Claimant's claims with prejudice and costs against the Claimant.

OTHER ISSUES CONSIDERED AND DECIDED

The parties have agreed that the Award in this matter may be executed either in counterpart copies or that a handwritten, signed Award may be entered. In either case, the parties have agreed to receive conformed copies of the Award while the original remains on file with the NASD Regulation, Inc., Office of Dispute Resolution.

AWARD

The Arbitration Panel was present, as was the Claimant. The Respondent failed to appear at the Hearing despite notice of the date and time of the Hearing Session from the office of Dispute Resolution and the Claimant. The Arbitration Panel considered the pleadings, the testimony, and the evidence presented at the hearing, the undersigned arbitrators have decided in full and final resolution of the issues submitted for determination as follows:

- 1) Respondent is liable to and shall pay to Claimant Po-Chi Shaw the sum of \$67,500.00 in compensatory damages.
- 2) Respondent is liable to and shall pay to Claimant Po-Chi Shaw the sum of \$8,312.50 which represents the pre-judgment interest at the rate of 7%.
- 3) Pursuant to California Civil Code Section 3294, Respondent is liable to and shall pay to Claimant Po-Chi Shaw the sum of \$47,500.00 in punitive damages.

FORUM FEES

Pursuant to Rule 10332(c) of the Code of Arbitration Procedure, the following forum fees are assessed against the Respondent:

One Full Panel Pre-Hearing Conference @ \$500.00/Session	= \$500.00
Two Full Panel Hearing Sessions @ \$500.00/Session	= \$1,000.00
Filing Fee @ \$500.00	= \$500.00

Total Forum Fees Assessed Against Respondent	= \$2,000.00
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Fees are payable to NASD Regulation, Inc.

Credit for Claimant's Filing Fee	= \$150.00
Credit for Claimant's Hearing Session Deposit	= \$500.00

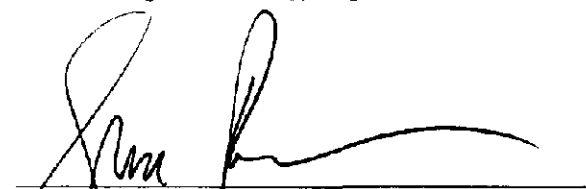
Total Balance due and owing Claimant	= \$650.00
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.. The NASD Regulation, Inc. will refund \$650.00 to the Claimant.

ARBITRATORS

<u>Name.....</u>	<u>Public / Industry</u>
Elliott Finkel. Esq.	Public Arbitrator
Roberta Haft	Industry Arbitrator
Mark S. Priver, Esq	Public Arbitrator

Concurring Arbitrators' Signatures



Elliott Finkel, Esq.

Roberta Haft

Mark S. Priver, Esq.

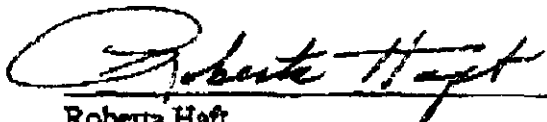
Date of Service: _____

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Roberta Haft	Industry Arbitrator
Mark S. Priver, Esq	Public Arbitrator

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Elliott Finkel, Esq.



Roberta Haft

Mark S. Priver, Esq.

Date of Service: _____

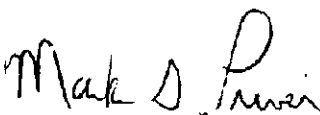
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Mark S. Priver, Esq	Public Arbitrator

Concurring Arbitrators' Signatures

Elliott Finkel, Esq.

Roberta Haft



Mark S. Priver, Esq.

Date of Service: DECEMBER 26, 1997