

Award
NASD Dispute Resolution, Inc.

In the Matter of the Arbitration Between:

David Bunce and Sharilyn Bunce, (Claimants) vs. Lloyd Wade Securities, Inc., Glenn S. LaFaye and J. Ralph Ewing, (Respondents).

Case Number: 99-04911

Hearing Site: San Francisco, California.

REPRESENTATION OF PARTIES

David Bunce and Sharilyn Bunce:

Richard Sacks
Investors Recovery Service
Novato, California.

Lloyd Wade Securities Inc.:

David Graven, Esq.
Lloyd Wade Securities, Inc.
Dallas, Texas.

J. Ralph Ewing:

Represented himself.

CASE INFORMATION

Statement of Claim filed on or about: October 25, 1999.

Claimant signed the Uniform Submission Agreement: June 28, 1999.

signed the Uniform Submission Agreement: November 29, 2000.

Statement of Answer filed by Respondents Lloyd Wade Securities and J. Ralph Ewing on or about: December 29, 1999.

Lloyd Wade Securities, Inc. executed the Uniform Submission Agreement.

J. Ralph Ewing signed the Uniform Submission Agreement.

CASE SUMMARY

The Claimants alleged that Respondents Allen Andrescu and Glenn LaFaye induced the Claimants to invest in private placement units of NNPD Textiles, Inc. with numerous misrepresentations as to risk and return. The Claimants allege that they sought return of their monies in accordance with the previous agreement following the failure of NNPD Textiles to go public their request was refused. Upon complaining to Lloyd Wade Securities the Claimants were informed that Andrescu and LaFaye were selling away from the firm. Lloyd Wade Securities was named on an improper supervision theory. The Claimants asserted the following causes of action: misrepresentation; failure to disclose material facts; dissemination of fraudulent information; and failure to supervise.

Respondents Lloyd Wade Securities and J. Ralph Ewing denied the allegations contained in the Statement of Claim. Respondents argued that the Claimants' purchase of NNPD Textiles shares was made through Renaissance Capital Management Inc., an entity not affiliated with Lloyd Wade Securities in any manner. Respondents further argue that proper supervision procedures were in place.

RELIEF REQUESTED

Claimants requested:

Rescissionary Damages	\$30,000
Punitive Damages	Unspecified.
Interest	\$7,500
Other Costs	Unspecified.

OTHER ISSUES CONSIDERED AND DECIDED

Upon review of the file and the representations made by/on behalf of the Claimants, the undersigned arbitrator has determined that Respondent Glenn S. LaFaye has been properly served with the Statement of Claim and received due notice of the hearing, and that arbitration of the matter would proceed without said Respondent present, in accordance with the NASD Code of Arbitration Procedure (the "Code"). Respondent Glenn S. LaFaye is therefore bound by the determination of the undersigned arbitrator on all issues submitted.

Service and notice requirements were not met with respect to Allen Andreescu. He is therefore not included in this award.

J. Ralph Ewing requested dismissal following Claimants' case in chief. Claimants opposed Ewing's request. The undersigned arbitrator granted Ewing's request and he was dismissed prior to the conclusion of the hearing.

A motion and claim for costs was made by J. Ralph Ewing on November 29, 2000. This request is denied by the undersigned arbitrator.

The parties have agreed that the Award in this matter may be executed in counterpart copies or that a handwritten, signed Award may be entered.

AWARD

After considering the pleadings, the testimony and evidence presented at the hearing, the Arbitrator has decided in full and final resolution of the issues submitted for determination as follows:

1. The Claimants are awarded and Respondent Lloyd Wade Securities shall pay to Claimants the sum of \$18,750;
2. The Claimants are awarded and Respondent Glenn LaFaye shall pay to Claimants the sum of \$18,750;
3. Claimants request for punitive damages is denied;
4. All other claims in the Statement of Claim are dismissed;
5. Each side to bear their own costs and expenses, including attorneys' fees.

FEES

Pursuant to the Code, the following fees are assessed:

Filing Fees

NASD Dispute Resolution, Inc. will retain or collect the non-refundable filing fees for each claim:

Initial claim filing fee	= \$150
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Member Fees

Member fees are assessed to each member firm that is a party in these proceedings or to the member firm(s) that employed the associated person(s) at the time of the event(s) giving rise to the dispute. In this matter, the member firm s is are a party / the Respondent's firm the Respondent's former firm

Member surcharge	= \$ 600
Pre-hearing process fee	= \$ 600
Hearing process fee	= \$1,000

Forum Fees and Assessments

The Arbitrator Panel assesses forum fees for each hearing session conducted. A hearing session is any meeting between the parties and the arbitrator(s), including a pre-hearing conference with the arbitrator(s), that lasts four (4) hours or less. Fees associated with these proceedings are:

One (1) Pre-hearing session with a single arbitrator x \$450	= \$450
Pre-hearing conference: September 15, 2000 1 session	

Two (2) Hearing sessions x \$450	= \$900
Hearing Date(s): October 29, 2000 2 sessions	

Total Forum Fees	= \$1,350
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1. The Arbitrator Panel has assessed \$675 of the forum fees to Claimants.
2. The Arbitrator Panel has assessed \$675 of the forum fees to Lloyd Wade Securities.

Fee Summary

1. Claimants are solely liable for:

Initial Filing Fee	= \$150
<u>Forum Fees</u>	<u>= \$675</u>
Total Fees	= \$825
<u>Less payments</u>	<u>= \$625</u>
Balance Due NASD Dispute Resolution, Inc.	= \$200

2. Respondent Lloyd Wade Securities is solely liable for:

Member Fees	= \$2,200
<u>Forum Fees</u>	<u>= \$ 675</u>
Total Fees	= \$2,875
<u>Less payments</u>	<u>= \$ 600</u>
Balance Due NASD Dispute Resolution, Inc.	= \$2,275

All balances are due and payable to NASD Dispute Resolution, Inc.

Arbitrator's Signature



Armin Rosenbaum
Public Arbitrator, Presiding Arbitrator

12/7/00

Signature Date

Date Served:

DEC 08 2000

Order
NASD Dispute Resolution, Inc.

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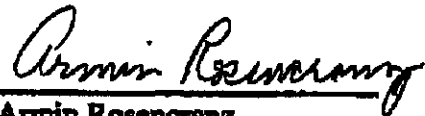
Hearing Site: San Francisco, California.

SUMMARY

At the conclusion of Claimant's case in chief a Motion for Dismissal was filed by Respondent J. Ralph Ewing. Ewing argued that the Claimants had failed to establish any liability on his part for any of the Claimants losses. Claimants opposed Ewing's Motion.

ORDER

The undersigned arbitrator hereby grants Ewing's Motion to Dismiss and he is hereby dismissed from this action with prejudice.


Armin Rosencranz
Public Arbitrator, Presiding Arbitrator

12/5/00
Signature Date