

MSRB
MUNICIPAL SECURITIES RULEMAKING BOARD

In the Matter of the Arbitration between	:	
LAURA C. MORAN,	:	AWARD
Claimant,	:	
v.	:	
ROBERT M. BUCHANAN, JR. and JAY JONES,	:	MS89-83
Respondents.	:	SC9-029

The Undersigned, pursuant to section 31 of MSRB rule G-35, hereby states as follows:

CASE SUMMARY

In a claim filed with the MSRB on September 11, 1989, Claimant alleges that Robert M. Buchanan, Jr., as an officer, director and sole stockholder of Buchanan & Co., Inc., and Jay Jones, as an employee and agent of Buchanan & Co., Inc., engaged in material misrepresentations and omissions of fact in connection with the sale of certain municipal bonds to Claimant. In addition, Claimant contends that Respondents failed to inform her of the true nature and risk related to said bonds, which were non-rated, and that she was financially unsuitable for this investment.

In his answer filed with the MSRB on November 10, 1989, Respondent Robert M. Buchanan, Jr. contends that the pleadings failed to establish any liability on his part and that he would not submit to arbitration before the MSRB. Respondent Jay Jones failed to file a response to the Statement of Claim. Pursuant to Section 34(f) of the MSRB Arbitration Rules, the claim was submitted to the undersigned arbitrator selected by the Director of Arbitration to decide the claim solely upon the pleadings and evidence submitted by the parties.

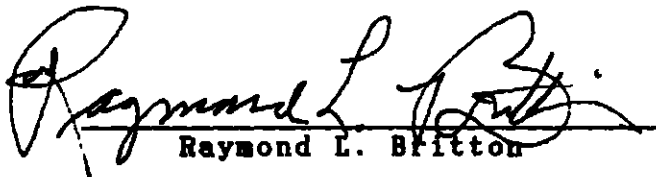
RELIEF REQUESTED

Claimant requested that the Respondents return her original \$5,000.00 investment and award such other relief as the arbitrator may deem appropriate.

AWARD

The undersigned arbitrator reviewed the controversy between the parties set forth in a submission to the arbitrator signed by Claimant on September 1, 1989. Respondents Robert M.

Buchanan, Jr. and Jay Jones failed to file a submission to the arbitrator. The arbitrator, having considered the pleadings and evidence submitted by the parties, has decided in full and final resolution of the issues submitted for determination that Respondents Robert M. Buchanan, Jr., as an officer, director and sole stockholder of Buchanan & Co., Inc., and Jay Jones, as an employee and agent of Buchanan & Co., Inc., are jointly and severally liable for and shall return to Claimant Laura C. Moran the sum of Five Thousand Dollars (\$5,000.00). The \$100 arbitration fee deposited by the Claimant when her claim was initially filed with the MSRB shall be refunded to Claimant and assessed against the Respondents.


Raymond L. Britton

RECEIVED

Dated:

MAY 25 1990

STATE OF
COUNTY OF

ss.:

On this 21st day of May, 1990, before me personally appeared Raymond L. Britton to me known and known to me to be the individual described in and who executed the foregoing instrument and he duly acknowledged to me that he executed the same.



