

BEFORE THE SECURITIES COMMISSIONER
OF THE STATE OF DELAWARE

IN THE MATTER OF:)
LONG DISTANCE DIRECT, INC.,) CASE NO. L-94-12-01
Respondent.)

SUMMARY STOP ORDER AND NOTICE OF
INTENT TO DENY REGISTRATION

Legal Authority

1. The Division of Securities is a unit within the Department of Justice directed by the Securities Commissioner ("Commissioner") under the auspices of the Attorney General pursuant to the Delaware Securities Act, Chapter 73 of Title 6 of the Delaware Code.

2. The Commissioner is charged under 6 Del. C. § 7325 with enforcement of the provisions of the Delaware Securities Act ("Act").

3. A violation of a summary stop order may result in an administrative proceeding, an injunctive action in the Delaware Court of Chancery, or possible criminal penalties under 6 Del. C. § 7322.

4. The Securities Commissioner is authorized under 6 Del. C. § 7308(a)(7) to issue a summary stop order denying effectiveness to a registration statement if the applicant or registrant has failed to pay the proper filing fee and such order is in the public interest.

5. The Securities Commissioner is authorized under 6 Del. C. § 7308(a)(2) to issue a summary stop order denying effectiveness to a registration statement where it appears there has been a violation of the Delaware Securities Act in connection with the offering and such order is in the public interest.

6. Pursuant to 6 Del. C. § 7310, it is unlawful for any person to make or cause to be made, in any document filed with the Commissioner or in any proceeding under Chapter 73 of Title 6, any statement which is, at the time it is made, false or misleading in any material respect.

Notice of Allegations

7. Long Distance Direct, Inc. ("LDD") filed a registration statement with the Delaware Securities Division on November 14, 1994, to register LDD's securities by coordination pursuant to 6 Del. C. § 7305. The registration statement included check number in the amount of \$1000 drawn on the account of LDD.

8. On December 20, 1994, the Director of Administration for the Department of Justice informed the Securities Division that LDD's check was returned by the bank for insufficient funds.

9. On December 20, 1994, Securities Investigator Leon Minka of the Delaware Securities Division notified by telephone, and in writing via certified mail on December 21, 1994, Jerome M. Selvers, Esquire of Sonnenblick, Parker & Selvers, correspondent

for LDD, that LDD's check had been returned for insufficient funds.

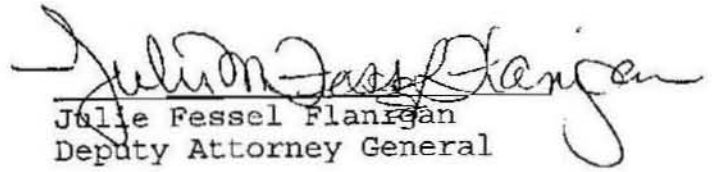
10. Mr. Minka's telephone calls were returned on December 23, 1994, and a letter was sent by Mr. Chad N. Cagan of Sonnenblick, Parker & Selvers, stating LDD's intention to pursue registration in Delaware, although no date certain was provided as to when a replacement check would be forthcoming despite Mr. Minka's request for a date certain.

11. Mr. Cagan did not provide an explanation for the return of LDD's check due to insufficient funds.

12. LDD violated 6 Del. C. § 7310 in connection with the offering of its securities by submitting to the Securities Division check number _____ in the amount of \$1000 drawn on the _____ account of LDD to the Securities Division. LDD's check mislead the Securities Division staff to believe that there would be sufficient funds in the account when it was presented to the bank.

13. Based upon the foregoing, it is in the public interest for the Commissioner to enter a summary stop order denying LDD's registration statement pursuant to 6 Del. C. § 7308(a)(2) because LDD violated 6 Del. C. § 7310 in connection with the offering of its securities.

14. Based upon the foregoing, it is in the public interest for the Commissioner to enter a summary stop order denying LDD's registration statement pursuant to 6 Del. C. § 7308(a)(7) because LDD has failed to pay the proper filing fee.


Julie Fessel Flanagan
Deputy Attorney General

Date: December 29, 1994

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IN THE MATTER OF:)
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LONG DISTANCE DIRECT, INC.,) CASE NO. L-94-12-01
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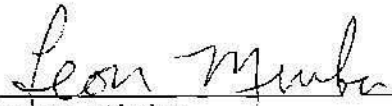
NOTICE OF SERVICE

TO: LONG DISTANCE DIRECT, INC.
Attention: Steve Lampert, President
1 Blue Hill Plaza-Suite 1430
Pearl River, New York 10965

Jerome M. Selvers, Esquire
Sonnenblick, Parker & Selvers
Freehold Executive Center
4400 Route 9 South
P.O. Box 765
Freehold, New Jersey 07728

PLEASE TAKE NOTICE that on December 29, 1994,
pursuant to 6 Del. C. Section 7327, the accompanying Summary Stop
Order and Notice of Intent to Deny Registration were served by
leaving a copy in the office of the Securities Commissioner of
the State of Delaware.

DATED: December 29, 1994



Leon Minka
Securities Investigator

AFFIDAVIT OF COMPLIANCE

STATE OF DELAWARE)

NEW CASTLE COUNTY)

SS:

Leon Minka, being first duly sworn, deposes and says that:

1. He is a securities investigator with the Delaware Department of Justice, Division of Securities:

2. Pursuant to 6 Del. C. Section 7327, service was made by leaving a copy of the within Notice and Order at the office of the Delaware Securities Commissioner, as agent for receipt of process. In addition, notice of the service and a copy of the within Notice and Order were sent on the below-stated date by registered mail, and by first-class regular mail, postage prepaid to:

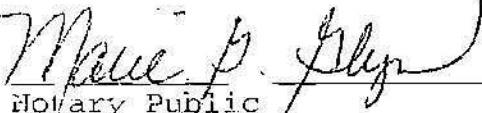
Long Distance Direct, Inc.
Attention: Mr. Steve Lampert
1 Blue Hill Plaza-Suite 1430
Pearl River, New York 10965

Jerome M. Selvers, Esquire
Sonnenblick, Parker & Selvers
Freehold Executive Center
4400 Route 9 South
P.O. Box 765
Freehold, New Jersey 07728

Date: December 29, 1994


Leon Minka

SWORN TO AND SUBSCRIBED before me on this 29 day of December, 1994.


Notary Public

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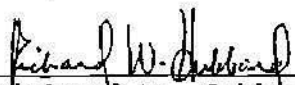
SUMMARY STOP ORDER

Based upon the foregoing allegations in the Notice of Intent to Deny Registration by the Delaware Securities Division staff, I find that it is in the public interest to deny effectiveness to the registration statement of Long Distance Direct, Inc., pursuant to 6 Del. C. §§ 7308(a)(2) and (a)(7).

Respondents may request a hearing by written request submitted within 30 days of the date of this Order to the office of the Delaware Securities Commissioner, State Office Building, 820 N. French Street, 8th Floor, Wilmington, Delaware, 19801. Upon receipt of a hearing request, a hearing shall be scheduled within 15 days of the date of the request.

If the Respondent fails to request a hearing within 30 days of the date of this order, this order shall be deemed final.

Any violation of this order is punishable by criminal sanctions pursuant to 6 Del. C. § 7322.



Richard W. Hubbard
Securities Commissioner

Date: December 29, 1994