

Edgar Filing: INDUSTRIAL DATA SYSTEMS CORP - Form 3

INDUSTRIAL DATA SYSTEMS CORP

Form 3

December 31, 2001

F O R M 3

U.S. Securities and Exchange Commission
Washington, D.C. 20549

OMB Appro
OMB Numbe
Expires:
Estimated
hours per

INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF
SECURITIES Filed pursuant to Section 16(a) of the
Securities Exchange Act of 1934,
Section 17(a) of the Public Utility Holding Company
Act of 1935 or Section 30(f) of the
Investment Company Act of 1940

1. Name and Address of Reporting Person	2. Date of Event Requiring Statement (Month/Day/Yr)	3. IRS or Soc.S of Reporting (Vol
Hale Randall B.	12/21/2001	
_____ (Last) (First) (Middle)	_____	_____
600 Century Plaza Drive Building 140		
_____ (Street)		
Houston TX 77073-6033		
_____ (City) (State) (ZIP)		
	4. Issuer Name and Ticker or Trading Symbol	
	Industrial Data Systems Corporation (IDS)	

5. Relationship of Reporting Person to Issuer (Check all applicable)	6. If Amendment, Date of Original	
<input checked="" type="checkbox"/> Director _____ 10% Owner	_____	
<input type="checkbox"/> Officer _____ Other	(Month/Day/Year)	
(give title below) (specify below)		
-----	7. Individual or Joint/Group Filing (Check Applicable Line)	
	<input checked="" type="checkbox"/> Form filed by one Reporting Person	
	<input type="checkbox"/> Form filed by more than one Reporting	

* If the Form is filed by more than one Reporting

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Person, see Instruction 5(b)(v)

Table I - Non-Derivative Securities Beneficially Owned

1. Title of Security (Instr. 4)	2. Amount of Securities Beneficially Owned (Instr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Beneficial Ownership (Instr. 5)
Common Stock	1,225,758 (see note 1)	(I)	Held Incon
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Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.
(Print or Type Responses)

FORM 3 (continued)
Page 2

Table II - Derivative Securities Beneficially Owned
(e.g. puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security	2. Date Exercisable and Expiration Date (Month/Day/Year)		3. Title and Amount of Underlying Derivative (Instr. 4)
	Date Exercisable	Expiration Date	
Series A Convertible Preferred Stock	12/21/2001	12/21/2008	Common Stock 1,050,4
Option giving right to buy	(see note 4)	12/21/2006	Common Stock 200,
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<p>4. Conversion or Exercise Price of Derivative Security (Instr. 4)</p> <p>(see note 3)</p> <p>-----</p> <p>Graduated pricing (see note 5)</p> <p>-----</p> <p>-----</p> <p>-----</p> <p>-----</p> <p>-----</p> <p>-----</p>	<p>5. Ownership Form of Derivative Security: Direct (D) or Indirect (I) (Instr. 5)</p> <p>(I)</p> <p>-----</p> <p>(I)</p> <p>-----</p> <p>-----</p> <p>-----</p> <p>-----</p> <p>-----</p>	<p>6. Nature of Ind Ownership (Instr. 5)</p> <p>Held by Equus</p> <p>-----</p> <p>Held by Equus</p> <p>-----</p> <p>-----</p> <p>-----</p> <p>-----</p> <p>-----</p>
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Explanation of Responses:

Note 1: All of these shares are subject to a two-year trading restriction which will expire 12/21/03.

Note 2: Mr. Hale is an executive officer of Equus II Incorporated, a significant debt holder of the Company.

Note 3: 2,500,000 shares of Series A convertible preferred stock convertible at a rate of one share of common stock for each 2.38 shares of preferred stock. Holder of preferred stock is entitled to receive cumulative dividends at an annual rate of 8% paid in cash or in kind beginning May 31, 2002.

Note 4: Grant issued by Alliance 2000 Ltd., a significant IDS stockholder, to reporting person giving option to purchase shares of Common Stock held by Alliance. The option becomes vested and is exercisable only upon the sale of the Company.

Note 5: The exercise price of the Alliance 2000 Ltd option ranges from \$0.75 to \$1.25 over a five-year period as follows:

12/21/01 to 12/21/02	\$0.75
12/21/02 to 12/21/03	\$0.85
12/21/03 to 12/21/04	\$0.95
12/21/04 to 12/21/05	\$1.10
12/21/05 to 12/21/06	\$1.25

/s/ Randall B. Hale

12/28/01

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**Signature of Reporting Person Date

** Intentional misstatements or omissions of facts constitute Federal
Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

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