

AWARE INC /MA/
Form SC 13D/A
March 11, 2011

UNITED STATES

SECURITIES AND EXCHANGE
COMMISSION
Washington, D.C. 20549

SCHEDULE 13D
Under the Securities Exchange Act of 1934
(Amendment No. 2)*

Aware, Inc.

(Name of Issuer)

Common Stock

(Title of Class of Securities)

05453N-10-0

(CUSIP Number)

John S. Stafford, Jr.
c/o Ronin Capital, LLC
230 South LaSalle Street
Suite 400
Chicago, IL 60604

(312) 244-5284

(Name, Address and Telephone Number of Person

Authorized to Receive Notices and Communications)

January 31, 2011

(Date of Event which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of §§240.13d-1(e), 240.13d-1(f) or 240.13d-1(g), check the following box. "

Note: Schedules filed in paper format shall include a signed original and five copies of the schedule, including all exhibits. See §240.13d-7 for other parties to whom copies are sent.

*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter

disclosures provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

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1. Names of Reporting Person.

John S. Stafford, Jr.

2. Check the Appropriate Box if a Member of a Group (See Instructions)

(a) (b)

3. SEC Use Only

4. Source of Funds (See Instructions)

5. Check if Disclosure of Legal Proceedings Is Required Pursuant to
Items 2(d) or 2(e)

6. Citizenship or Place of Organization John S. Stafford, Jr.: USA

Number of 7. Sole Voting Power John S. Stafford, Jr.: 2,394,123
Shares
Beneficially
Owned by
Each
Reporting
Person With

8. Shared Voting Power John S. Stafford, Jr.: 0

9. Sole Dispositive Power John S. Stafford, Jr.: 636,827

10. Shared Dispositive Power John S. Stafford, Jr.: 0

11. Aggregate Amount Beneficially Owned by Each Reporting Person John S. Stafford, Jr.: 2,394,123

12. Check if the Aggregate Amount in Row (11) Excludes Certain
Shares (See Instructions)

13. Percent of Class Represented by Amount in Row (11) John S. Stafford, Jr.: 11.9%

14. Type of Reporting Person (See Instructions) John S. Stafford, Jr.: IN

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1. Names of Reporting Person.
John S. Stafford, III
2. Check the Appropriate Box if a Member of a Group (See Instructions)
(a) x
(b) o
3. SEC Use Only
4. Source of Funds (See Instructions)
5. Check if Disclosure of Legal Proceedings Is Required Pursuant to Items 2(d) or 2(e) o
6. Citizenship or Place of Organization John S. Stafford, III: USA
- Number of 7. Sole Voting Power John S. Stafford, III: 2,100,598
Shares
Beneficially
Owned by
Each
Reporting
Person With
8. Shared Voting Power John S. Stafford, III: 0
9. Sole Dispositive Power John S. Stafford, III: 2,100,598
10. Shared Dispositive Power John S. Stafford, III: 0
11. Aggregate Amount Beneficially Owned by Each Reporting Person John S. Stafford, III: 2,100,598
12. Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See Instructions) ..
13. Percent of Class Represented by Amount in Row (11) John S. Stafford, III: 10.5%
14. Type of Reporting Person (See Instructions) John S. Stafford, III: IN

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1. Names of Reporting Person.

James M. Stafford

2. Check the Appropriate Box if a Member of a Group (See Instructions)

(a) x
 (b) o

3. SEC Use Only

4. Source of Funds (See Instructions)

5. Check if Disclosure of Legal Proceedings Is Required Pursuant to o
 Items 2(d) or 2(e)

6. Citizenship or Place of Organization James M. Stafford: USA

Number of 7. Sole Voting Power James M. Stafford: 1,358,251
 Shares
 Beneficially
 Owned by
 Each
 Reporting
 Person With

8. Shared Voting Power James M. Stafford: 0
 9. Sole Dispositive Power James M. Stafford: 1,358,251
 10. Shared Dispositive Power James M. Stafford: 0

11. Aggregate Amount Beneficially Owned by Each Reporting Person James M. Stafford: 1,358,251

12. Check if the Aggregate Amount in Row (11) Excludes Certain o
 Shares (See Instructions)

13. Percent of Class Represented by Amount in Row (11) James M. Stafford: 6.77%

14. Type of Reporting Person (See Instructions) James M. Stafford: IN

3. The Item 4 of the Schedule 13D shall hereby be amended and restated in full as follows:

“John S. Stafford, III acquired the above reported 2,100,598 shares of the Common Stock based on his belief that the Common Stock represents an attractive investment opportunity, and such purchases have been made in the ordinary course of business.

James M. Stafford acquired the above reported 1,358,251 shares of Common Stock based on his believe that the Common Stock represents an attractive investment opportunity, and such purchases have been made in the ordinary course of business.

John S. Stafford, III and James M. Stafford each intend to continue to review their respective equity interest in the Issuer. In addition, depending on their respective evaluations of the factors described below, the Reporting Persons may from time to time purchase additional securities of the Issuer, dispose of all or a portion of the securities then held by him, or cease buying or selling such securities. Any such additional purchases or sales of securities of the Issuer may be in the open market, in privately negotiated transactions, or otherwise.

In the aggregate, John S. Stafford, III beneficially owns, as of March 3, 2011, 2,100,598 shares of the Issuer's Common Stock, representing approximately 10.5% of such class of securities. This percentage of beneficial ownership is based on a total of 20,041,863 shares of the Common Stock outstanding as of December 31, 2010, as reported in the Company's Form 10-K, filed on February 11, 2011.

In the aggregate, James M. Stafford beneficially owns, as of March 3, 2011, 1,358,251 shares of the Issue's Common Stock, representing approximately 6.77% of such class of securities. This percentage of beneficial ownership is based on a total of 20,041,863 shares of the Common Stock outstanding as of December 31, 2010, as reported in the Company's Form 10-K, filed on February 11, 2011.

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(b) John S. Stafford, III has the sole power to vote or to direct the vote, and the sole power to dispose or to direct the disposition of, 2,100,598 shares of the Issuer's Common Stock.

James M. Stafford has the sole power to vote or to direct the vote, and the sole power to dispose or to direct the disposition of 1,358,251 shares of the Issuer's Common Stock.

John S. Stafford, Jr. disclaims beneficial ownership in the 3,395,025 shares of the Issuer's Common Stock owned beneficially by his wife, Susan Yang Stafford, through Kimborama, LLC.

(c) On January 31, 2011, John S. Stafford, Jr. received proxies related to 619,667 shares of the Issuer's Common Stock and on February 1, 2011 John S. Stafford, Jr. received proxies related to 1,137,629 shares of the Issuer's Common Stock.

(d) No person other than John S. Stafford, III is known to have the right to receive or the power to direct the receipt of dividends from or the proceeds from the sale of, the 2,100,598 shares of the Common Stock reported hereby. No person other than James M. Stafford is known to have the right to receive or the power to direct the receipt of dividends from or the proceeds from the sale of, the 1,358,251 shares of the Common Stock reported hereby. John S. Stafford, Jr. has the right to receive or direct the receipt of dividends or the proceeds from the sale of, the 636,827 shares he beneficially owns, but he does not have the right to direct receipt of dividends or the proceeds from the sale of the Common Stock which he beneficially owns as a result of holding the proxies described above. Each of the following parties granted John S. Stafford, Jr. a proxy and has retained the right to direct receipt of dividends from and the proceeds from the sale of the Common Stock subject to their respective proxy: Equitec Proprietary Markets, LLC, Pyramid Trading, LP, Charles K. Stewart Roth IRA Rollover, Charles K. Stewart, CKS 401(k) Plan, Stewarts Children's Trust.

(e) Not applicable."

5. Item 6 of the Schedule 13D shall be amended and restated in full as follows:

"John S. Stafford, III is the adult son of John S. Stafford, Jr. James M. Stafford is the adult son of John S. Stafford, Jr. They have entered into an unwritten agreement to consult with each other and possibly work together to effectuate the actions described in Item 4 above should they deem such actions desirable. Each of the following parties granted John S. Stafford, Jr. a proxy to vote their shares of Common Stock as described in Item 4 above: Equitec Proprietary Markets, LLC, Pyramid Trading, LP, Charles K. Stewart Roth IRA Rollover, Charles K. Stewart, CKS 401(k) Plan, Stewarts Children's Trust."

6. Item 7 of the Schedule 13D shall be amended and restated in as follows:

The following documents are filed as exhibits to this document:

Exhibit 99.1: The form of proxy executed and delivered by each of Equitec Proprietary Markets, LLC, Pyramid Trading, LP, Charles K. Stewart Roth IRA Rollover, Charles K. Stewart, CKS 401(k) Plan, Stewarts Children's Trust to the Reporting Person.

Exhibit 99.2: The written agreement of persons in group to the filing of this 13D/A on their behalf.

Except as expressly modified hereby, all provisions of the Schedule 13D shall continue in full force and effect.

[signature page follows]

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Signature

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

DATE: March 10, 2011

By: /s/ John S. Stafford, Jr.
John S. Stafford, Jr.

By: /s/ John S. Stafford, III
John S. Stafford, III

By: /s/ James M. Stafford
James M. Stafford
