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SEC NEWS DIGEST

Issue 2000-237

December 12, 2000

ENFORCEMENT PROCEEDINGS

CEASE AND DESIST ORDER ENTERED AGAINST LAWRENCE ARTZ, NEUROTECH DEVELOPMENT CORP., ENHANCE RESOURCES, INC. AND BRUCE LYNCH

On December 11, the Commission entered an Order Making Findings and Imposing Cease and Desist Order (Order) against Lawrence M. Artz (Artz), Neurotech Development Corp. (Neurotech), Enhance Resources, Inc. (Enhance) and Bruce W. Lynch (Lynch). Artz resides in Dix Hills, New York and Neurotech is located in Manhasset, New York. Enhance is located, and Lynch resides in Brookline, Massachusetts.

The Order finds that between June and December 1998, Artz, Neurotech, Lynch and Enhance offered \$75 million of unregistered notes on two Internet websites. The proceeds of the notes were to be used to finance the sale of prefabricated hospitals in Turkey. In offering the notes, Artz and Lynch negligently misrepresented that Neurotech had orders for five hospitals and that three Turkish banks had expressed a willingness to guarantee the notes, when in fact there were neither orders nor guarantees. No exemptions from registration under the securities laws were applicable to the notes once offered on the Internet.

Without admitting or denying the findings, Artz, Neurotech, Enhance and Lynch consented to the entry of the Order which would (1) find that they violated Sections 5(c) and 17(a)(3) of the Securities Act of 1933, and (2) order them to cease and desist from committing or causing any violation and any future violation of Sections 5(c) and 17(a)(3) of the Securities Act. (Rel. 33-7926; File No. 3-9897)

INVESTMENT COMPANY ACT RELEASES

STRATEVEST FUNDS, ET AL.

A notice has been issued giving interested persons until December 28 to request a hearing on an application filed by Stratevest Funds, et al., for an order exempting applicants from Section 17(a) of the Investment Company Act. The order would permit two series of the Stratevest Funds to acquire all of the assets, subject to the liabilities, of two series of the Forum Funds. Because of certain affiliations, applicants may not rely on Rule 17a-8 under the Act. The notice was originally issued on November 28, 2000 (Investment Company Act Release No. 24751), giving interested persons until December 20, 2000, to request a hearing. However, the original notice was not published in the Federal Register, therefore, interested persons have until December 28, 2000, to request a hearing on the application. (Rel. IC-24751A – December 11)

HOLDING COMPANY ACT RELEASES

GPU, INC.

An order has been issued authorizing GPU, Inc., a registered public utility holding company, to extend to December 31, 2005, the time during which it may issue and sell the 250,000 authorized but unissued or previously reacquired shares of common stock under the GPU, Inc. and Subsidiary System Companies Employee Savings Plan for Nonbargaining Employees and the Employee Savings Plan for Bargaining Unit Employees for each of GPU's electric utility subsidiaries, Jersey Central Power & Light Company, Metropolitan Edison Company and Pennsylvania Electric Company. (Rel. 35-27294)

CINERGY CORP.

An order has been issued authorizing Cinergy Corp. to issue and sell up to 50 million shares of Common Stock, from time to time over a 10-year period commencing with the date of the Commission's order in this file, under the following plans: (1) the Cinergy Corp. Direct Stock Purchase and Dividend Reinvestment Plan; (2) the Cinergy Corp. Employee Stock Purchase and Savings Plan; (3) the Cinergy Corp. Stock Option Plan; (4) the Cinergy Corp. Directors' Deferred Compensation Plan; (5) the Cinergy Corp. Long-Term Incentive Compensation Plan; (6) the Cinergy Corp. Union Employees' 401(k) Plan; (7) the Cinergy Corp. Union Employees' Savings Incentive Plan; and (8) the Cinergy Corp. Non-Union Employees' 401(k) Plan. (Rel. 35-27295)

SELF-REGULATORY ORGANIZATIONS

APPROVAL OF PROPOSED RULE CHANGE

The Commission approved a proposed rule change filed by the National Association of Securities Dealers (SR-NASD-00-34) relating to authority of the Director of Arbitration to remove arbitrators for cause. Publication of the order is expected in the Federal Register during the week of December 11. (Rel. 34-43695)

DELISTING GRANTED

An order has been issued granting the application of the Philadelphia Stock Exchange to strike from listing and registration call and put options contracts issued by The Options Clearing Corporation with respect to certain underlying securities. (Rel. 34-43698)

SECURITIES ACT REGISTRATIONS

The following registration statements have been filed with the SEC under the Securities Act of 1933. The reported information appears as follows: Form, Name, Address and Phone Number (if available) of the issuer of the security; Title and the number and/or face amount of the securities being offered; Name of the managing underwriter or depositor (if applicable); File number and date filed; Assigned Branch; and a designation if the statement is a New Issue.

Registration statements may be obtained in person or by writing to the Commission's Public Reference Branch at 450 Fifth Street, N.W., Washington, D.C. 20549 or at the following e-mail box address: <publicinfo@sec.gov>. In most cases, this information is also available on the Commission's website: <www.sec.gov>.

S-4 HORIZON PCS INC, 68 EAST MAIN STREET, CHILLICOTHE, OH 45601
(740) 772-8200 - 295,000,000 (\$153,464,000) STRAIGHT BONDS. (FILE
333-51238 - DEC. 05) (BR. 5)

S-1 HORIZON PCS INC, 68 EAST MAIN STREET, CHILLICOTHE, OH 45601
(740) 772-8200 - 295,000 (\$22,375,750) WARRANTS, OPTIONS OR RIGHTS.
(FILE
333-51240 - DEC. 05) (BR. 5)

S-8 SAKS INC, 750 LAKESHORE PARKWAY, BIRMINGHAM, AL 35211 (205) 940-4000
-
7,000,000 (\$64,968,750) COMMON STOCK. (FILE 333-51244 - DEC. 05) (BR.
2)

SB-2 SYCONET COM INC, 9208A VENTURE CT, MANASSAS, VA 20111 (703) 366-3900
-
6,230,680 (\$757,731.60) COMMON STOCK. (FILE 333-51246 - DEC. 05) (BR.
9)

S-8 NET2PHONE INC, 520 BROAD STREET, NEWARK, NJ 07102 (201) 928-2990 -
5,370,218 (\$67,882,778) COMMON STOCK. (FILE 333-51248 - DEC. 05) (BR.
7)

S-3 TITAN PHARMACEUTICALS INC, 400 OYSTER POINT BLVD, SUITE 505,
SAN FRANCISCO, CA 94080 (415) 244-4990 - 1,200,000 (\$40,800,000)
COMMON STOCK. (FILE 333-51250 - DEC. 05) (BR. 1)

S-8 E COMMERCE WEST CORP, 152 SHERMAN ST, DEADWOOD, SD 57732 (605) 578-
1299
- 150,000 (\$165,000) COMMON STOCK. (FILE 333-51252 - DEC. 05) (BR. 5)

S-8 PACIFIC FINANCIAL CORP /, 300 E MARKET STREET, ABERDEEN, WA 98520
(360) 533-8870 - 577,300 (\$13,105,829.50) COMMON STOCK. (FILE 333-
51254 -
DEC. 05) (BR. 7)

S-8 AML COMMUNICATIONS INC, 1000 AVENIDA ACASO, CAMARILLO, CA 93012
(805) 388-1345 - 50,000 (\$906,250) COMMON STOCK. (FILE 333-51256 -
DEC. 05) (BR. 7)

S-3 CANTERBURY INFORMATION TECHNOLOGY INC, 1600 MEDFORD PLZ,
RTE 70 & HARTFORD RD, MEDFORD, NJ 08055 (609) 953-0044 - 66,428
(\$215,891)
COMMON STOCK. (FILE 333-51258 - DEC. 05) (BR. 8)

S-8 FIRST ENTERTAINMENT HOLDING CORP, 5495 MARION ST, DENVER, CO 80216
(303) 382-1500 - 4,000,000 (\$64,000) COMMON STOCK. (FILE 333-51262 -
DEC. 05) (BR. 5)

S-8 PACIFIC CMA INC, 4750 TABLE MESA DR, BOULDER, CO 80303 (303) 494-
3000 -
2,200,000 (\$202,400) COMMON STOCK. (FILE 333-51264 - DEC. 05) (BR. 9)

S-8 CLEARWORKS NET INC, 2450 FONDREN, SUITE 200, HOUSTON, TX 77063
(713) 334-2595 - 30,000 (\$57,300) COMMON STOCK. (FILE 333-51266 - DEC.
05)
(BR. 9)

S-8 SEITEL INC, 50 BRIAR HOLLOW LN, WEST BLDG 7TH FLR, HOUSTON, TX 77027
(713) 881-8900 - 2,084,300 (\$25,146,584) COMMON STOCK. (FILE 333-51268
-
DEC. 05) (BR. 4)

S-3 SALIX PHARMACEUTICALS LTD, 3600 W BAYSHORE RD, STE 205, PALO ALTO,
CA
94303 (650) 849-5900 - 2,644,200 (\$16,774,143.75) COMMON STOCK. (FILE
333-51270 - DEC. 05) (BR. 1)

S-8 QUINTILES TRANSNATIONAL CORP, 4709 CREEKSTONE DR,
RIVERBIRCH BLDG STE 200, DURHAM, NC 27703 (919) 998-2000 - 6,500,000
(\$98,735,000) COMMON STOCK. (FILE 333-51272 - DEC. 05) (BR. 1)

S-8 FORMULA FOOTWEAR INC, 5525 SOUTH 900 EAST SUITE 110, SALT LAKE CITY,
UT
84117 (801) 262-8844 - 50,000 (\$500) COMMON STOCK. (FILE 333-51274 -
DEC. 05) (BR. 7)

S-3 E TRADE GROUP INC, 4500 BOHANNON DRIVE, MENLO PARK, CA 94025
(650) 842-2500 - 618,057 (\$4,925,914.29) COMMON STOCK. (FILE 333-51276
-
DEC. 05) (BR. 7)

S-3 INVESTORS FINANCIAL SERVICES CORP, 200 CLARENDON ST, PO BOX 1537,
BOSTON, MA 02116 (617) 330-6700 - 1,380,000 (\$92,805,000) COMMON STOCK.
(FILE 333-51278 - DEC. 05) (BR. 7)

S-8 CISCO SYSTEMS INC, 170 W TASMAN DR, SAN JOSE, CA 95134 (408) 526-
4000 -
457,579 (\$11,770,188.18) COMMON STOCK. (FILE 333-51280 - DEC. 05) (BR.
3)

S-8 NUANCE COMMUNICATIONS, 1005 HAMILTON CT, MENLO PARK, CA 94025
(650) 847-0000 - 102,000 (\$3,060,000) COMMON STOCK. (FILE 333-51282 -
DEC. 05) (BR. 3)

S-3 HOLLIS EDEN PHARMACEUTICALS INC /DE/, 9333 GENESEE AVENUE, SUITE
200,
SAN DIEGO, CA 92121 (858) 587-9333 - 228,672 (\$971,856) COMMON STOCK.
(FILE 333-51284 - DEC. 05) (BR. 1)

S-8 HOLLIS EDEN PHARMACEUTICALS INC /DE/, 9333 GENESEE AVENUE, SUITE
200,
SAN DIEGO, CA 92121 (858) 587-9333 - 500,000 (\$2,125,000) COMMON STOCK.
(FILE 333-51286 - DEC. 05) (BR. 1)

S-4 CISCO SYSTEMS INC, 170 W TASMAN DR, SAN JOSE, CA 95134 (408) 526-
4000 -
4,713,786 (\$243,940,936) COMMON STOCK. (FILE 333-51288 - DEC. 05) (BR.
3)

SB-2 SHOGUN CONSULTING INC, 24841 WINTERWOOD DRIVE, LAKE FOREST, CA 92630
(714) 404-3600 - 2,250,000 (\$565,500) COMMON STOCK. (FILE 333-51290 -
DEC. 05) (NEW ISSUE)

S-3 CABOT INDUSTRIAL TRUST, TWO CENTER PLAZA, SUITE 200, BOSTON, MA
02108
(617) 723-0900 - 927,448 (\$17,360,667.25)
PREFERRED SHARE OF BENEFICIAL INTEREST. (FILE 333-51292 - DEC. 05)
(BR. 8)

S-8 TEGAL CORP /DE/, 2201 S MCDOWELL BLVD, P O BOX 6020, PETALUMA, CA
94955
(707) 763-5600 - 1,300,000 (\$2,335,840) COMMON STOCK. (FILE 333-51294
-
DEC. 05) (BR. 5)

S-1 DYNAVAX TECHNOLOGIES CORP, 717 POTTER STREET, SUITE 100, BERKELEY,
CA
94710 (510) 848-5100 - \$75,000,000 COMMON STOCK. (FILE 333-51296 -
DEC. 05)

S-8 ARIS CORP/, 2229 112TH AVENUE NE, BELLEVUE, WA 98004 (425) 372-2747
 -
 250,000 (\$6,656,361) COMMON STOCK. (FILE 333-51298 - DEC. 06) (BR. 3)

SB-2 STAMPEDE WORLDWIDE INC, 3910 RIGA BLVD, TAMPA, FL 33619 (912) 377-
 2111
 - 41,366,653 (\$4,136,665) COMMON STOCK. (FILE 333-51302 - DEC. 05)
 (BR. 9)

S-3 NATIONAL RURAL UTILITIES COOPERATIVE FINANCE CORP /DC/,
 2201 COOPERATIVE WY, C/O WOODLAND PARK, HERNDON, VA 20171 (703) 709-
 6700 -
 2,000,000,000 (\$2,000,000,000) COMMON STOCK. (FILE 333-51306 - DEC.
 05)
 (BR. 7)

S-3 NATIONAL RURAL UTILITIES COOPERATIVE FINANCE CORP /DC/,
 2201 COOPERATIVE WY, C/O WOODLAND PARK, HERNDON, VA 20171 (703) 709-
 6700 -
 500,000,000 (\$500,000,000) STRAIGHT BONDS. (FILE 333-51308 - DEC. 05)
 (BR. 7)

S-8 IMAGEWARE SYSTEMS INC, 10883 THORN MINT RD, 619-673-8600, SAN DIEGO,
 CA
 92127 (619) 673-8600 - 739,573 (\$4,622,331) COMMON STOCK. (FILE 333-
 51310
 - DEC. 06) (BR. 9)

S-8 ESOFTE INC, 295 INTERLOCKEN BOULEVARD SUITE 500, BROOMFIELD, CO 80021
 (303) 444-1600 - 1,244,592 (\$2,129,434.68) COMMON STOCK. (FILE 333-
 51312 -
 DEC. 06) (BR. 9)