

# sec news digest

Issue 83-158

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## RULES AND RELATED MATTERS

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### EXEMPTION FOR CERTAIN OVER-THE-COUNTER OPTIONS ON GOVERNMENT SECURITIES

The Commission has modified and resolicited comment on its proposed Rule 3a12-7 under the Securities Exchange Act of 1934. As originally proposed, the Rule would designate as exempted securities under the Act any government security option not traded on a national securities exchange or an automated quotation system of a registered securities association. The proposed modification would limit the exemption to options on obligations having principal amounts of \$250,000 or more.

Comments should be submitted in triplicate to George A. Fitzsimmons, Secretary, Securities and Exchange Commission, 450 Fifth St., N.W., Washington, DC 20549, on or before September 18 and should refer to File No. S7-950. All submissions will be available for public inspection. (Rel. 34-20080)

FOR FURTHER INFORMATION CONTACT: Kevin S. Fogarty at (202) 272-7345

### PHASE-IN PROGRAM FOR OPTIONS ON NARROW-BASED STOCK INDICES

The Commission has issued a release seeking comment on a proposal to limit each self-regulatory organization seeking to trade narrow-based index options to a maximum of two contracts until January 31, 1984.

Comments should be submitted in triplicate to George A. Fitzsimmons, Secretary, Securities and Exchange Commission, 450 Fifth St., N.W., Washington, DC 20549, on or before September 16 and should refer to File No. S7-987. All submissions will be available for public inspection. (Rel. 34-20076)

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## CIVIL PROCEEDINGS

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### ROBERT B. MAXVILL ENJOINED

The Fort Worth Regional Office announced that on August 4 the Honorable Jerry Buchmeyer, U.S. District Judge for the Northern District of Texas, Dallas Division, issued an order of permanent injunction against Robert B. Maxvill of Dallas, Texas, permanently enjoining him from further violations of the registration and antifraud provisions of the Securities Act of 1933 and the antifraud provisions of the Securities Exchange Act of 1934. Maxvill consented to the entry of the order of permanent injunction without admitting or denying the allegations of the Commission's complaint.

The complaint, filed on August 4, alleged that Maxvill offered and sold in excess of \$2 million of securities to the public in the form of fractional undivided working interests in oil and gas leases in violation of the registration provisions of the securities laws. The complaint further alleged that the defendant violated the anti-fraud provisions of the securities laws by making misrepresentations of material facts and omitting to state material facts in connection with the sale of the above described securities. These omissions and misrepresentations concerned, among other things, the misuse of investors' funds, the payment of production proceeds from producing oil and gas wells and the progress being made on the drilling and completion of wells. (SEC v. Robert B. Maxvill, N.D. Tex/Dallas Division, Civil Action No. 3-83-1341R). (LR-10092)

## FLORENTINO SETTLES WITH COMMISSION

The Commission announced today the entry on August 12 of a Judgment of Permanent Injunction and Other Equitable Relief against Carlo M. Florentino by Judge Kevin T. Duffy in the U.S. District Court for the Southern District of New York. Florentino consented to the entry of the Judgment enjoining him from engaging in acts and practices which constitute violations of Sections 10(b) and 14(e) of the Securities Exchange Act of 1934 and Rules 10b-5 and 14e-3. Florentino also agreed to disgorge \$435,707 in profits plus interest from December 31, 1981 derived from purchases of the securities of nine issuers from 1977 through 1981 in accordance with a plan of disgorgement satisfactory to the Commission and the Court.

The Commission had previously filed a civil injunctive action against Florentino alleging that, from 1977 through 1981, he purchased securities of various issuers while in possession of material non-public information about proposed or pending mergers or takeovers of those issuers, which information Florentino had obtained while working as an attorney at two New York City law firms. The two law firms had been engaged in counselling clients involved in the mergers and takeovers. The Commission's complaint sought to enjoin Florentino from violations of the insider trading provisions of the securities laws and to compel him to disgorge his profits from the transactions. (SEC v. Carlo M. Florentino, U.S.D.C. S.D.N.Y., Civil Action No. 81 Civ. 5903, KTD). (LR-10095)

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## SECURITIES ACT REGISTRATIONS

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The following registration statements have been filed with the SEC pursuant to the Securities Act of 1933. The information noted below has been taken from the cover page and the facing sheet of the prospectus and registration statement and will appear as follows: Form, Name, address and phone number (if available) of the issuer of the security; Title and the number or face amount of the securities being offered; Name of the managing underwriter (if applicable); Whether the offering is a rights offering; File number and date filed; Assigned Branch; if the registration statement is a New Issue; and [S] denoting SHELF REGISTRATION pursuant to Rule 415.

- (S-18) CHATHAM HI-TECH GROUP, 11 Park Pl., Suite 1715, New York, NY 10007 (212) 227-8692 - a maximum of 10,000,000 units. (File 2-85521-NY - July 29) (Br. 5 - New Issue)
- (S-18) PATTERN PROCESSING CORP., 511 Eleventh Avenue South, Minneapolis, MN 55415 - 560,000 shares of common stock. Underwriters: John G. Kinnard and Company, Incorporated and Equity Securities Trading Co., Inc. The company is engaged in the development of the ASSOCIATIVE PATTERN PROCESSOR recognition system, an electronic system for recognition of visual patterns. (File 2-85681-C - Aug. 5) (Br. 10 - New Issue)
- (S-18) HEALTHWATCH, INC., Crossroads Medical Center, 1600 28th St., Suite 262, Boulder, CO 80301 - 10,000,000 shares of common stock. The company operates family medical centers which provide minor emergency services. (File 2-85688-D - Aug. 8) (Br. 6 - New Issue)
- (S-18) COMMODITY GROWTH FUND, LTD., Dunn and Hargitt Bldg., 22 North Second St., P.O. Box 1100, Lafayette, IN 47902 (317) 423-2624 - \$5 million of limited partnership units. Underwriter: LT Securities, Inc., 1700 South Harrison St., Denver, CO 80210. The company will engage in speculative trading of commodity futures contracts. (File 2-85707-C - Aug. 8) (Br. 2 - New Issue)
- (S-18) SOFTWARE SERVICES OF AMERICA, INC., 370 Essex St., Lawrence, MA 01842 (617) 681-0802 - 600,000 shares of common stock. Underwriter: Swartwood, Hesse Inc. The company designs, develops, markets and supports proprietary on-line transaction processing software packages for electronic banking systems. (File 2-85759-B - Aug. 10) (Br. 10 - New Issue)
- (S-18) CLASSIC ENTERTAINMENT CORPORATION, 67 Wall St., New York, NY 10005 (212) 269-3175 - 2,500,000 units. Underwriter: G.K. Scott & Co., Inc., 35 Pinelawn Rd., Melville, NY 11747 (516) 694-3000. The company intends to produce and market porcelain figurines. (File 2-85784-NY - Aug. 10) (Br. 10 - New Issue)
- (S-18) EMERGENCY ALERT RECEIVER, INC., One West 30th St., New York, NY 10001 (212) 695-4767 - 24,000,000 units. Underwriter: Southeast Securities of Florida, Inc., Five Marine View Plaza, Hoboken, NJ 07030 (201) 963-4470 or (800) 526-6057. The company intends to assemble and distribute emergency alerting radio receivers. (File 2-85785-NY - Aug. 10) (Br. 7 - New Issue)

- (S-18) CFS CITRUS GROVES 1983 LTD., 207 Sweetwater Sq., Longwood, FL 32779 (305) 869-9800 - 3,000 limited partnership units (\$700 per unit). (File 2-85809-A - Aug. 12) (Br. 3 - New Issue)
- (S-1) CIRCUS CIRCUS ENTERPRISES, INC., 2880 Las Vegas Boulevard South, Las Vegas, NV 89109 (702) 734-0410 - 3,350,000 shares of common stock. Underwriter: Drexel Burnham Lambert Incorporated. The company owns and operates casino-hotels. (File 2-85794 - Aug. 12) (Br. 4 - New Issue)
- (S-8) INTECOM INC., 601 InteCom Dr., Allen, TX 75002 - 8,780,300 shares of common stock. (File 2-85800 - Aug. 12) (Br. 7)
- (S-1) SUMMIT HEALTH LTD., 4070 Laurel Canyon Blvd., Studio City, CA 91604 (213) 985-8386 - 7,500,000 shares of common stock. Underwriters: Drexel Burnham Lambert Incorporated and Shearson/American Express Inc. The company operates hospitals and nursing facilities. (File 2-85801 - Aug. 12) (Br. 6 - New Issue)
- (F-1) UNIVERSAL FURNITURE LIMITED, 301-309 Yu To Sang Bldg., 37 Queen's Rd., Central, Hong Kong - 2,700,000 ordinary shares. Underwriter: Merrill Lynch Capital Markets. The company is a manufacturer and marketer of wooden dining room furniture. (File 2-85802 - Aug. 12) (Br. 6 - New Issue)
- (S-1) STARTEL CORPORATION, 2802 Alton Ave., Irvine, CA 92714 (714) 863-9292 - 1,200,000 shares of common stock. Underwriter: Rooney, Pace Inc. The company designs, develops manufactures and markets microprocessor controlled telecommunications systems. (File 2-85803 - Aug. 12) (Br. 8 - New Issue)
- (S-1) AMERICAN MEDICAL SYSTEMS, INC., 11001 Bren Road East, Minnetonka, MN 55343 (612) 933-4666 - 1,169,278 shares of common stock. Underwriters: Alex. Brown & Sons, Piper, Jaffray & Hopwood Incorporated and Robertson, Colman & Stephens. The company is engaged in the development, manufacture and marketing of implantable medical devices designed to treat chronic urinary incontinence and male sexual impotence. (File 2-85804 - Aug. 12) (Br. 8 - New Issue)
- (S-1) LANE TELECOMMUNICATIONS, INC., 7050 Portwest Dr., Houston, TX 77024 (713) 862-7200 - 1,250,000 shares of common stock. Underwriter: Montgomery Securities. The company designs, develops, manufactures, markets and services microprocessor-based terminal systems. (File 2-85805 - Aug. 12) (Br. 9 - New Issue)
- (S-3) MOBILE HOME INDUSTRIES, INC., 1309 Thomasville Rd., Tallahassee, FL 32316 (904) 224-5111 - 920,000 units. Underwriter: Dominick & Dominick Incorporated. The company is engaged in the retail sale of mobile homes. (File 2-85806 - Aug. 12) (Br. 1) [S]
- (S-1) COMPUTER IDENTICS CORPORATION, 5 Shawmut Road, Canton, MA 02021 (617) 821-0830 - 2,000,000 shares of common stock. Underwriter: Sherwood Securities Corp. The company develops, manufactures and markets a line of bar code scanning equipment. (File 2-85807 - Aug. 12) (Br. 1)
- (S-11) RYAN MORTGAGE ACCEPTANCE CORPORATION II, 111 Ryan Court, P.O. Box 900, Pittsburgh, PA 15230 - \$300 million of GNMA-collateralized bonds. (File 2-85808 - Aug. 12) (Br. 1 - New Issue) [S]
- (S-1) SKO-FED FINANCIAL SERVICES, INC., 4040 MacArthur Blvd., Suite 219, Newport Beach, CA 92660 (714) 752-6571 - 2,200,000 shares of common stock. Underwriter: Dean Witter Reynolds Inc. The company engages in the mortgage banking business. (File 2-85810 - Aug. 12) (Br. 2 - New Issue)
- (S-8) FIRST UNION CORPORATION, First Union Plaza, Charlotte, NC 28288 (704) 374-6828 - 475,000 shares of common stock. (File 2-85811 - Aug. 12) (Br. 1)
- (S-1) WESTERN TELE-COMMUNICATIONS, INC., 54 Denver Technological Center, 5455 South Valentia Way, Englewood, CO 80111 (303) 771-8200 - 3,350,000 shares of common stock. Underwriters: Blyth Eastman Paine Webber Incorporated and Merrill Lynch Capital Markets. The company owns and operates microwave relay systems. (File 2-85813 - Aug. 12) (Br. 7 - New Issue)
- (S-1) CLASSIC CORPORATION, 8214 Wellmoor Court, Jessup, MD 20794 (301) 953-1133 - 1,000,000 shares of common stock. Underwriters: Lehman Brothers Kuhn Loeb Incorporated and Dean Witter Reynolds Inc. The company is a manufacturer of flotation sleep surface components (water mattresses, liners and heaters). (File 2-85814 - Aug. 12) (Br. 6 - New Issue)

## ACQUISITIONS OF SECURITIES

Companies and individuals must report to the Commission within ten days on Schedule 13D if after the acquisition of equity securities of a public company their beneficial interest therein exceeds five percent. Persons eligible to use the short form (Schedule 13G) may in lieu of filing a Schedule 13D file a Schedule 13G within 45 days after the end of the calendar year in which the person became subject to Section 13(d)(1). Companies and individuals making a tender offer must have on file at the time the tender offer commences a Schedule 14D-1.

Below is a list of recent filings of Schedules 13D and 14D, which includes the following information: Column 1 - the company purchased (top), and the name of the purchaser; Column 2 - the type of security purchased; Column 3 - the type of form filed; Column 4 - the date the transaction occurred; Column 5 - the current number of shares (in 000's) owned (top) and the current percent owned; Column 6 - the CUSIP number (top) and the prior percent owned; and Column 7 - the status of the filing, i.e., new, update, or revision.

		EVENT	SHRS(000) /	CUSIP /	FILIN
	FORM	DATE	% OWNED	PRIOR%	STATUS
COMPUTER NETWORK CORP THOMSON MCKINNON SECS INC	COM 13D	8/10/83	27 1.4	20525520 0.0	UPDATE
DEVELOPMENT CORP AMER BASS BROTHERS ENTERP, INC ET AL	COM 13D	8/ 1/83	1,200 20.1	25159710 19.9	UPDATE
DEVELOPMENT CORP AMER TEXAS PARTNERS ET AL	COM 13D	8/ 1/83	789 13.2	25159710 11.8	UPDATE
FIRST COLONY SAV LN ASSOC NORTH STATE SVGS & LN ASSN	COM 13D	8/ 1/83	456 67.0	31975090 0.0	UPDATE
FIRST FED LIFE INS CO NORTH CENTRAL LIFE INS ET AL	COM 13D	7/15/83	0 N/A	32018910 N/A	UPDATE
GEORGE WASHINGTON CORP WALDEN WALTER C	COM 13D	6/21/83	193 7.8	37248710 0.0	NEW
GRANITEVILLE CO SOUTHERSTERN PBL SVC CO ET AL	COM 14D-1	8/10/83	4,320 86.6	38747810 22.9	UPDATE
NEW WORLD COMPUTER INC BAKER DOUGLAS K	COM 13D	7/29/83	2,007 22.0	64927010 17.6	UPDATE
NORLIN CORP NORLIN INDS ET AL	COM 13D	7/31/83	210 12.9	65604110 12.9	UPDATE
OCCIDENTAL PETROLEUM MURDOCK DAVID H ET AL	PFD CUM \$14 13D	7/21/83	733 81.6	67459960 81.6	UPDATE
OCCIDENTAL PETROLEUM CORP CANNON MILLS CO ET AL	PFD CUM 13D	7/21/83	251 6.7	67459970 0.0	NEW
OPELIKA MFG CORP TECH ED LEASING CORP ET AL	COM PAR \$5.00 13D	7/21/83	143 35.4	68357420 35.2	UPDATE
RESERS FINE FOODS INC WOODLAND INVESTMENT CO ET AL	COM 13D	7/29/83	130 28.3	76104910 27.8	UPDATE
RMD INDS INC DUGDALE WILLIAM K	COM 13D	2/15/83	155 8.0	78452710 0.0	NEW
UNITED RLTY INVS INC WEINBERG LAWRENCE J	SH BEN INT 13D	7/23/83	614 16.8	91190010 16.2	RYSION
WILCOX & GIBBS INC GREEN FUND	COM 13D	7/14/83	184 4.9	96920710 6.8	RYSION
ZENITH LABS INC HARRIS PHARMACEUTICALS	CL B 13D	7/ 7/83	0 0.0	98936510 5.9	UPDATE