

# sec news digest

Issue 74-187

(SEC Docket, Vo. 5, No. 7 - Oct. 8)

September 25, 1974

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## DECISIONS IN ADMINISTRATIVE PROCEEDINGS

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ROBERTS, SCOTT & CO., INC.;  
FILOR, BULLARD & SMYTH; HARVEY GELLER;  
JAMES TORPIE AND DAVID SALTZMAN SANCTIONED

The SEC has censured two broker-dealers, Roberts, Scott & Co., Inc. of San Diego, California, and Filor, Bullard and Smyth, of New York City. It also censured James V. Torpie, of Centerport, New York, and David I. Saltzman, of New York City, and suspended them from association with any broker-dealer for 30 days. In addition, it suspended Harvey H. Geller, of Island Park, New York, from association with any broker-dealer for 180 days, and thereafter barred him from such association, except that he may become so associated in a non-supervisory capacity upon a showing that he would be adequately supervised. The suspensions of Geller and Torpie are effective as of the date of the order, and the suspension of Saltzman will commence on the seventh day after the expiration of Torpie's suspension.

The sanctions were based on findings that Roberts and Filor falsely represented that they had distributed the SaCom stock assigned to them for public sale; that Torpie, Saltzman and Geller had material non-public information concerning SaCom which they did not disclose when effecting transactions in the stock; and that Geller participated in activities involving the artificial maintenance of the price of SaCom stock and the creation of a false and misleading appearance of the market for it. It was also found that Geller purchased the securities of SaCom and Manchester Life & Casualty Management Corporation while participating in their distributions, and aided and abetted violations of the Securities Exchange Act in connection with the submission of quotations for SaCom stock without the disclosure of certain arrangements to the inter-dealer quotation system.

The order was based upon offers of settlement in which the respondents, without admitting or denying the charges, consented to the above findings and sanctions. (Rel. 34-11013)

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## COURT ENFORCEMENT ACTIONS

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SECURITY LAND AND DEVELOPMENT  
CORP. ENJOINED

The Atlanta Regional Office announced that on September 18 the Federal Court in Augusta, Georgia, entered a consent order permanently enjoining Security Land and Development Corporation of Augusta (Security Land) from violations of the registration and antifraud provisions of the securities laws in the offer and sale of its common stock or other securities of the corporation. The order further directed that the Clerk of the Court return to subscribers to shares of the common stock of Security Land all funds deposited with the Court pursuant to its order dated May 8, 1974. (SEC v. Security Land and Development Corp., et al., S.D. Ga., Civil No. CV 174-22). (LR-6524)

**SEC**  
**40<sup>th</sup>**  
ANNIVERSARY

REMEMBER SEC 40TH ANNIVERSARY/RESERVE NOW, PAY LATER

The SEC 40th Anniversary Celebration will be held on October 24, 1974, at the Statler Hilton, 16th and K Sts., N.W., Washington, D.C. For additional information and registration form see page 7 of the Digest.

COMPLAINT NAMES FINANCIAL HOUSE, INC.;  
SIPC TRUSTEE APPOINTED

The Chicago Regional Office and the Securities Investor Protection Corporation (SIPC) announced that on September 17 a complaint was filed in the federal court at Detroit, Michigan against Financial House, Inc., a Detroit brokerage firm, for alleged violations of the Commission's net capital rule and the rule requiring brokerage firms to maintain the required amount in a reserve bank account for benefit of customers. The complaint asked for a temporary restraining order, a preliminary and a permanent injunction, prohibiting further violations of these rules. On that same day, U.S. District Judge Ralph M. Freeman issued a temporary restraining order, which, among other things, prohibited the sale or transfer of firm assets or property.

On September 18, in the same court, SIPC filed an application asking for the appointment of a trustee for the firm, under the Securities Investor Protection Act of 1970. On that day, Judge Freeman entered the requested order and named Detroit attorney David Robb as trustee. Upon appointment of the trustee, the temporary restraining order previously entered was dissolved, upon request of the Commission.

The defendant firm consented to the initial entry of the temporary order, and to the appointment of a SIPC trustee, without admitting or denying the allegations in the Commission's complaint, or the SIPC application. (SEC v. Financial House, Inc., & District of Mich. Civ. Action NO. 472434). (LR-6525)

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## INVESTMENT COMPANY ACT RELEASES

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### ASHLAND OIL FINANCE CORPORATION

An order has been issued on an application of Ashland Oil Finance Corporation, exempting it from all provisions of the Act. (Rel. IC-8515 - Sept. 24)

### INVESTORS SYNDICATE OF AMERICA

A notice has been issued giving interested persons until October 18 to request a hearing on an application of Investors Syndicate of America, Inc. a registered face-amount certificate company, for an order approving an amendment to a depository agreement to cover a new series of face-amount certificates. (Rel. IC-8516 - Sept. 24)

### FIRST SPECTRUM FUND

An order has been issued declaring that First Spectrum Fund, Inc., of New York, has ceased to be an investment company. (Rel. IC-8517 - Sept. 24)

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## TRADING SUSPENSIONS

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### ADDITIONAL ACTION ON THREE TRADING SUSPENSIONS

The SEC has announced the suspension of exchange and over-the-counter trading in the securities of Canadian Javelin Ltd., and over-the-counter trading in the securities of Winner Industries, Inc. and Royal Properties, Inc. for the further ten-day period September 25-October 4, inclusive.

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## SECURITIES ACT REGISTRATIONS

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### (S-3) HOPE BAY MINES LTD.

815 West Hastings St., Vancouver, British Columbia - 684,518 shares of common stock. It is proposed to offer to repurchase these shares from United States shareholders at prices ranging from \$1.0 to \$1.40 per share. The company explores, mines and develops silver mining properties. (File 2-51871 - Sept. 3)

### (S-14) HARTER BANCORP

126 Central Plaza, North Canton, Ohio - 645,868 shares of common stock, which are to be issued in connection with the proposed merger of The Harter Bank & Trust Company into a wholly-owned subsidiary of Harter BanCorp, at the rate of one Harter BanCorp share for each Bank share held by them. (File 2-51873 - Sept. 3)

(S-7) FLORIDA POWER & LIGHT COMPANY

4200 Flagler St., Miami, Fla 33134 - \$125 million of first mortgage bonds, to be offered for sale through underwriters headed by Salomon Brothers; Goldman, Sachs & Co.; Merrill Lynch, Pierce, Fenner & Smith Incorporated; and White, Weld & Co. Incorporated, c/o Salomon Brothers, One New York Plaza, New York, N.Y. 10004. The company is in the electric utility business. (File 2-51901 - Sept. 6)

(S-B) PROVINCE OF ONTARIO (CANADA)

\$175 million of thirty year debentures, due 2004, to be offered for sale through underwriters headed by Salomon Brothers, One New York Plaza, New York, N.Y. 10004 and Wood Gundy Incorporated, 100 Wall St., New York, N.Y. 10005. (File 2-51913 - Sept. 10)

(S-7) DIAL FINANCIAL CORPORATION

207 Ninth St., Des Moines, Iowa 50307 - \$25 million of senior notes 1981 Series, to be offered for sale through underwriters headed by Salomon Brothers, One New York Plaza, New York, N.Y. 10005. The company is primarily in the consumer finance business. (File 2-51923 - Sept. 11)

(S-6) CORPORATE INVESTMENT TRUST FUND,  
SECOND SHORT TERM SERIES

\$33 million of units. The Trust will be created under a trust agreement under which Bache & Co. Incorporated will act as Sponsor, United States Trust Company of New York as Trustee and Interactive Data Service, Inc. as Evaluator. It will consist of a diversified portfolio of short term debt obligations including certificates of deposit bankers' acceptances and commercial paper. (File 2-51926 - Sept. 11)

(S-7) NIAGARA MOHAWK POWER CORPORATION

300 Erie Blvd., West, Syracuse, N.Y. 13202 - 400,000 shares of preferred stock, to be offered for sale to underwriters headed by Drexel Burnham & Co. Incorporated; White, Weld & Co. Incorporated; and Merrill Lynch, Pierce, Fenner & Smith Incorporated as Representatives c/o Drexel Burnham & Co. Incorporated, 60 Broad St., New York, N.Y. 10004. (File 2-51933 - Sept. 12)

In a separate statement the company seeks registration of \$50 million of general mortgage bonds, due 1981, and \$50 million of general mortgage bonds, due 1994, to be offered for sale to underwriters headed by the same representatives stated above - (File 2-51934 - Sept. 12) Niagara Mohawk is in the electric and gas utility business.

(S-7) PHILADELPHIA ELECTRIC COMPANY

2301 Market St., Philadelphia, Pa. 19101 - \$125 million of first and refunding mortgage bonds including: \$75 million of Series due 1994, and \$50 million of Series due 1980, to be sold to an underwriting group headed by Drexel Burnham & Co. Incorporated and The First Boston Corporation. The company is a public utility supplying electric, gas and steam service. (File 2-51938 - Sept. 13)

(S-16) FIBREBOARD CORPORATION

55 Francisco St., San Francisco, Cal. 94133 - 45,000 shares of common stock, which may be offered for sale from time to time by certain shareholders at prices current at the time of sale. Fibreboard Corporation is a manufacturer of paperboard and forest products. (File 2-51950 - Sept. 16)

(S-14) SOUTHLAND EQUITY CORPORATION

Crane's Roost Office Park, P.O. Box 400, Orlando, Fla. 32802 - 748,500 shares of common stock. 720,000 of these shares are to be offered in connection with the proposed merger of SECO Life Insurance Company of Birmingham, Alabama (SECO), a majority owned subsidiary of Southland Equity Corporation (Southland), into SEC Life Insurance Company of Orlando, Florida (SEC Life), a wholly-owned subsidiary of Southland Equity Corporation. The conversion ratio will be 3 Southland shares for each outstanding share of SECO. The remaining 28,500 shares are reserved for issuance upon exercise of outstanding warrants of SECO. Southland is an insurance holding company engaged in the management and control of SECO and SEC Life. (File 2-51954 - Sept. 16)

(S-1) THEODORE HAMM COMPANY

720 Payne Ave., Saint Paul, Minn. 55165 - 300,000 shares of common stock, to be offered for sale by the company at \$10.50 per share without any underwriter. The company is the brewer of Hamm's, Burgie, Hamm's Preferred Stock and other brands of beer. (File 2-51979 - Sept. 20)

(S-7) JERSEY CENTRAL POWER & LIGHT COMPANY

Madison Avenue at Punch Bowl Road, Morristown, N.J. 07960 - \$25 million of first mortgage bonds, due 1979, to be offered for sale at competitive bidding. The company is a public utility supplying electric service in parts of New Jersey. (File 2-51984 - Sept. 20)

(S-12) THE CHASE MANHATTAN BANK (NATIONAL ASSOCIATION)

1 New York Plaza, New York, N.Y. 10015 - seeks registration of 100,000 American Depository Receipts for dollar validated common stock of The Mitsubishi Rayon Company Limited, a Japanese Corporation. (File 2-51986 - Sept. 23)

REGISTRATIONS EFFECTIVE

Sept. 24: Advanced Micor Devices, Inc., 2-51313; Amarex, Inc., 2-51450; American International Reinsurance Company, Inc., 2-51497; The Bendix Corp., 2-51897; The Corporate Income Fund, 2-51883; MB Associates, 2-51656; Wisconsin Power & Light Co., 2-51837.  
Sept. 25: JMB Income Properties, Ltd. II, 2-51051; Lucky Stores, Inc., 2-51921.

REGISTRATIONS WITHDRAWN

Sept. 23: Charter Investment Company, Inc., 2-49619; Keystone Custodian Funds, Inc., 2-48489.  
Sept. 25: Anglo American Stamp Co., Ltd., 2-39011; Carolina Power & Light Co., 2-51668.

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## RECENT 8K FILINGS

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Form 8K is a report which must be filed with the SEC by the 10th of the month after any of the following important events or changes: changes in control of the registrant; acquisition or disposition of assets; legal proceedings; changes in securities (i.e., collateral for registered securities); defaults upon senior securities; increase or decrease in the amount of securities outstanding; options to purchase securities; revaluation of assets; submission of matters to a vote of security holders.

The companies listed below have filed Form 8-K reports for the month indicated, responding to the item of the form specified. Photocopies may be purchased from the Commission's Public Reference Section (in ordering, please give month and year of report). An index of the captions of the items of the form was included in Monday's News Digest.

COMPANY	ITEM NO.	MONTH
BETHLEHEM CORP	2,14	08/74
BIO DYNAMICS INC	2,14	08/74
BLUE CROWN INC	2,14	08/74
BRAND INSULATIONS INC	7,8,13	08/74
BRANIFF INTERNATIONAL CORP	3	08/74
BROWN FORMAN DISTILLERS CORP	7,10	08/74
BUEHLER CORP	7	08/74
CADENCE INDUSTRIES CORP	3,7,13	08/74
CALIFORNIA MICROWAVE INC	3	09/74
CAPITAL FINANCIAL SERVICES INC	7	08/74
CARTER WALLACE INC	3,11,13,14	08/74
CASCADE NATURAL GAS CORP	3	08/74
CB&T BANCSHARES INC	13	04/74
CELANESE CORP	3	08/74
CENTRAL ILLINOIS PUBLIC SERVICE CO	13	08/74
CFS CONTINENTAL INC	4,7,13,14	08/74
CHEM NUCLEAR SYSTEMS INC	3	08/74

## RECENT 8K FILINGS CONT.

CINEMA FIVE LTD	3,7	08/74
CITIZENS GROWTH PROPERTIES	10,13,14	08/74
COASTAL STATES GAS CORP	3,14	08/74
COMBUSTION ENGINEERING INC	3,14	08/74
COMMONWEALTH EDISON CO	3,8,13	08/74
COMMUNICATIONS SATELLITE CORP	3	08/74
CONSOLIDATED EQUITIES CORP	12	08/74
CONSUMERS WATER CO	2,7,14	08/74
CONTINUED CARE FACILITIES INC	12,14	08/74
COOK UNITED INC	7,12,14	08/74
CREATIVE FOODS CORP	11	06/74
CURTIS NOLL CORP	7,14	08/74
DALLAS POWER & LIGHT CO	13	08/74
DARFIELD INDUSTRIES INC	2,4,7,14	08/74
DATA DISC INC	7,13	08/74
DATATROL INC	10,14	08/74
DBA SYSTEMS INC	13,14	08/74
DECORATOR INDUSTRIES INC	14	08/74
DELMARVA POWER & LIGHT CO	3	08/74
DELTONA CORP	7	08/74
DELTONA FOODS INC	13	08/74
DIAMOND INTERNATIONAL CORP	3	08/74
DIAMOND M DRILLING CO	2,14	08/74
DISC INC OF AMERICA	11	08/74
DIVERSIFIED MORTGAGE INVESTORS	11,13,14	08/74
DOW CHEMICAL CO	13,14	09/74
DRESSER INDUSTRIES INC	3	08/74
DUPONT E I DENEMOURS & CO	10,14	08/74
EATON CORP	7	08/74
ELCO CORP	1,11,13,14	08/74
ELECTRONIC ARRAYS INC	11	08/74
ENFLO CORP	13	08/74
ENVIROTECH CORP	11	08/74
FALCONBRIDGE NICKEL MINES LTD	13,14	08/74
FASHION FABRICS INC	13	08/74
FINNIGAN CORP	7	08/74
FIRST MIDWEST CORP	11	08/74
FIRST NATIONAL LINCOLN CORP	7,10	08/74
FISHER FOODS INC	4,7,8,13	08/74
FLYING TIGER LINE INC	7	08/74
FNB DEVELOPMENT CORP	12,14	08/74
FOR BETTER LIVING INC	10,14	08/74
FORD MOTOR CO	3	08/74
FPA CORP	7,13,14	08/74
GENERAL AMERICAN TRANSPORTATION CORP	7,13,14	08/74
GENERAL ELECTRIC CREDIT CORP	8	08/74
GENERAL TELEPHONE CO OF THE SOUTHEAST	3	08/74
GEON INDUSTRIES INC	3,14	08/74
GETTY OIL CO	3,8	08/74
GIFFORD HILL & CO INC	3	08/74
GLOBAL DEVELOPMENT INC	8,10,14	08/74
GLOBAL GAS CORP	13,14	09/74
GRACE W R & CO	3	08/74
GREAT SOUTHWEST CORP	3,6,14	08/74
GROUND WATER INDUSTRIES INC	13,14	08/74
GRUMMAN CORP	13,14	08/74
GULF LIFE HOLDING CO	3	08/74
HARMAN INTERNATIONAL INDUSTRIES	3,4,13,14	08/74
HASTINGS MANUFACTURING CO	8,11	08/74
HEINZ H J CO	3	08/74
HOWELL CORP	13	08/74
HUFFMAN MANUFACTURING CO	13	08/74
HYSTER CO	4,7,13,14	08/74
HYTEK INTERNATIONAL CORP	11,13	08/74
IDS FINANCIAL CORP	13	08/74
IFC COLLATERAL CORP	13	08/74
IMAGE SYSTEMS INC	13,14	08/74
INTERNATIONAL BANKNOTE CO INC	13,14	08/74
INTERNATIONAL BASIC ECONOMY CORP	13	08/74
INTERNATIONAL BUSINESS MACHINES CORP	3	08/74
INTERNATIONAL TELEPHONE & TELEGRAPH CORP	7,14	08/74

RECENT 8K FILINGS CONT.

INTERSERVICE CORP	2,14	08/74
INTERSTATE BRANDS CORP	13,14	08/74
INVESTORS DIVERSIFIED SERVICES INC	13	08/74
INVESTORS FUNDING CORP OF NEW YORK	13	08/74
IOWA ELECTRIC LIGHT & POWER CO	13,14	08/74
ITEK CORP	13	08/74
IVAC CORP	3,13	08/74
JAYS INDUSTRIES INC	2,4,7,9,14	08/74
JERSEY CENTRAL POWER & LIGHT CO	13,14	08/74
KAISER ALUMINUM & CHEMICAL CORP	7	08/74
KAPLAN LAZARE INTERNATIONAL INC	3	08/74
KAUFMAN & BROAD INC	10	08/74
KAWECKI BERYLCO INDUSTRIES INC	7	06/74
KDI CORP	3,8	08/74
KELLWOOD CO	11,13	08/74
KERR MCGEE CORP	3	08/74
KOEHRING CO	10	08/74
KOPPERS CO INC	7,8,14	08/74
KRESGE S S CO	7,14	08/74
LEVINGSTON SHIPBUILDING CO	3,13	08/74
LIFE SCIENCES INC	2,14	05/74
LOCKHEED AIRCRAFT CORP	10,14	08/74
LYNN BARBARA STORES INC	8,13,14	08/74
MARATHON OIL CO	3	08/74
MARRIOTT CORP	7,8,13,14	08/74
MASSACHUSETTS ELECTRIC CO	3	08/74
MASTAN CO INC	13,14	08/74
MCDERMOTT J RAY & CO INC	11,13	08/74
MEMOREX CORP	7,8,13,14	08/74
MERCANTILE INDUSTRIES INC	1	08/74
MEREDITH CORP	3	08/74
MFY INDUSTRIES INC	2,7,14	08/74
MICHIGAN GENERAL CORP	7,8,14	08/74
MIDLAND ROSS CORP	3,8,10,14	08/74
MISSOURI PORTLAND CEMENT CO	3	08/74
MOBIL OIL CORP	3	08/74
MONARCH CEMENT CO	7,8	08/74
NACHMAN CORP	14	08/74
NARRAGANSETT ELECTRIC CO	7	08/74
NATIONAL CAN CORP	7,8,14	08/74
NATIONAL SPINNING CO INC	13,14	08/74
NBS FINANCIAL CORP	12,14	08/74
NEW ENGLAND POWER CO	3,13	08/74
NEW YORK STATE ELECTRIC & GAS CORP	3,7,14	08/74
NEWELL COMPANIES INC	2,3,4,7,13,14	08/74
NORTH SHORE GAS CO ILLINOIS	13	08/74
NORTHERN INVESTMENT PROPERTIES	2,8,14	08/74
NORTHERN REAL ESTATE TRUST	2,7,14	08/74
NUCLEAR SERVICES CORP	3	08/74
NVF CO	8	08/74
OAKMONT CORP	12	08/74
OLD DOMINION REAL ESTATE INVESTMENT TRUS	7,13,14	08/74
OMEGA ALPHA INC	3,6,8	08/74
OMEGA EQUITIES CORP	12	08/74
OUTLET CO	9	08/74
OWENS CORNING FIBERGLAS CORP	3,4,7,14	08/74
PACIFIC ASBESTOS CORP	3,6	08/74
PACIFIC POWER & LIGHT CO	3	08/74
PELOREX CORP	1,4,9,13,14	08/74
PENNZOIL CO	3,7,8,14	08/74
PENTAIR INDUSTRIES INC	3,14	08/74
PEOPLES GAS LIGHT & COKE CO	7,13,14	08/74
PERTEC CORP	13	08/74
PETRO LEWIS OIL INCOME PROGRAM 73 8 74 5	2,13,14	07/74
PETTIBONE CORP	3,10,14	08/74
PHOENIX STEEL CORP	7,8,14	08/74
PHOTO CONTROL CORP	9,14	08/74
PIONEER NATURAL GAS CO	7	08/74
PITTSTON CO	3	08/74
POLLUTION CONTROL INDUSTRIES INC	13,14	08/74
PORTLAND GENERAL ELECTRIC CO	13	08/74
POTOMAC ELECTRIC POWER CO	7,14	08/74

SEC 40TH ANNIVERSARY CELEBRATION

The SEC wishes to invite all past employees to attend its 40th Anniversary Celebration to be held on October 24, 1974, at the Statler Hilton in Washington. The price will be \$25 per person for all former employees. The dress is optional.

RESERVE NOW, PAY LATER -- To facilitate planning of the dinner, the Committee will accept indications of interest for the reservation of complete tables, even if they are at this moment incomplete, without payment of the entire cost of the table. Thus, if you are reasonably sure that you will be reserving a table -- even if you have not obtained confirmations from all of your party -- please notify Ms. Betty Lear at (202) 755-1114 and send in your reservation form. In the event that you are unable to fill your tabel, you will not be responsible for unused seats.

DINNER RESERVATION & REGISTRATION FORM

To The SEC Anniversary Committee:

Herewith is my check or money order in the amount of \$\_\_\_\_\_ for which please issue \_\_\_\_\_ tickets to the SEC 40th Anniversary Celebration for the following persons (please PRINT names as they should appear in the Anniversary Program, listing married couples as "Mr. and Mrs."):

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Please send the tickets to:

(Name) \_\_\_\_\_

(Address) \_\_\_\_\_  
\_\_\_\_\_

Please seat the persons listed above with the following additional persons (please PRINT names):

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Make checks or money orders payable to "SEC Anniversary Committee," and mail to

SEC Anniversary Committee, Room 856  
Securities and Exchange Commission  
Washington, D. C. 20549

Present staff members and employees may make payment to Lawrence A. Friend, Treasurer, in Room 502.

NOTICE

*Many requests for copies of documents referred to in the SEC News Digest have erroneously been directed to the Government Printing Office. Copies of such documents and of registration statements may be ordered from the Public Reference Section, Securities and Exchange Commission, Washington, D.C. 20549. The reproduction cost is 15¢ per page plus postage (\$2 minimum) and 30¢ per page plus postage for expedited handling (\$5 minimum). Cost estimates are given on request. All other referenced material is available in the SEC Docket.*

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