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Issue 78-225

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CIVIL PROCEEDINGS

U.S. SECURITIES AND EXCHANGE COMMISSION

RUSSELL REED, OTHERS ENJOINED

The New York Regional Office announced that on November 20 a complaint was filed in the U.S. District Court for the Southern District of New York seeking a temporary restraining order, preliminary and permanent injunctions against Russell Reed (also known as Russell Siebach and Stephen Whitney), James S. Doyle, Thomas Francis Ryan, International Credilogical Corp., Universal Gym Equipment Corp. and Whitney, Stonehill & Lawler (WS&L). The complaint charges each defendant with violations of the antifraud provisions of the securities laws.

The Commission's complaint alleges that beginning in August 1978, Reed opened brokerage accounts in the names of International, Universal and WS&L, at Shearson Hayden Stone Inc., a broker-dealer registered with the Commission. Thereafter, Reed allegedly placed orders to purchase securities, totalling approximately \$1,600,000, in the above brokerage accounts, without informing Shearson that he would pay for the securities by the issuance of checks drawn on out-of-state bank accounts, which bank accounts had insufficient funds. In addition, as part of this scheme, Reed allegedly placed orders to sell securities in the brokerage accounts of International, Universal, and WS&L, which securities had not been paid for, in order to generate proceeds for other securities or meet requests for additional collateral (margin calls).

The complaint further alleges that Doyle and Reed participated in Reed's scheme by continuing to permit Reed to effect purchases and sales of securities even though they knew, or should have known, that (a) the checks drawn by Reed had been returned by the banks for insufficient funds; and (b) securities were being sold in order to generate proceeds to pay for securities or to meet margin calls. (SEC v. Russell Reed, et al., S.D.N.Y., 78 Civil 5581 HW).

INVESTMENT COMPANY ACT RELEASES

JET CAPITAL CORPORATION

A second notice has been issued giving interested persons until December 11 to request a hearing on an application of Jet Capital Corporation for an order pursuant to Section 3(b)(2) declaring that the company is not an investment company. (Rel. IC-10484 - Nov. 17)

PEMBROKE CAPITAL COMPANY INC.

A notice has been issued giving interested persons until December 12 to request a hearing on an application of Pembroke Capital Company Inc., a Delaware corporation, for an order pursuant to Section 6(c) of the Act exempting it from all provisions of the Act. (Rel. IC-10485 - Nov. 17)

BAYROCK CAPITAL SERIES, INC.

A notice has been issued giving interested persons until December 12 to request a hearing on an application of Bayrock Capital Series, Inc., a registered closed-end, diversified investment company, declaring that it has ceased to be an investment company. (Rel. IC-10486 - Nov. 17)

MARATHON SECURITIES CORPORATION

A notice has been issued giving interested persons until December 12 to request a hearing on an application of Marathon Securities Corporation declaring that it has ceased to be an investment company. (Rel. IC-10487 - Nov. 17)

HOLDING COMPANY ACT RELEASES

MONONGAHELA POWER COMPANY

A notice has been issued giving interested persons until December 12 to request a hearing on a post-effective amendment filed by Monongahela Power Company, The Potomac Edison Company and West Penn Power Company, subsidiaries of Allegheny Power System, Inc., seeking authorization to permit Monongahela and Potomac to issue up to \$52 million and \$50 million, respectively, of short-term notes and commercial paper outstanding at any one time. (Rel. 35-20781 - Nov. 17)

LOWELL GAS COMPANY

A notice has been issued giving interested persons until December 11 to request a hearing on a proposal of Lowell Gas Company and Cape Cod Gas Company, subsidiaries of Colonial Gas Energy, regarding the private placement of \$4,900,000 first mortgage bonds and \$3,150,000 of Cape Cod's first mortgage bonds with institutional lenders at an interest rate of 11½ per annum. (Rel. 35-20782 - Nov. 17)

THE CONNECTICUT LIGHT & POWER COMPANY

An order has been issued authorizing The Connecticut Light & Power Company, subsidiary of Northeast Utilities, to terminate a long-term lease with the Connecticut Railway & Lighting Company and acquire the leased properties for a total consideration of \$2,800,000. (Rel. 35-20783 - Nov. 20)

A notice has been issued giving interested persons until December 14 to request a hearing on proposals of The Connecticut Light & Power Company, The Hartford Electric Light Company, and Western Massachusetts Electric Company, subsidiaries of Northeast Utilities, regarding the proposed sale and leaseback of utility assets and certain lease financing. (Rel. 35-20785 - Nov. 20)

GEORGIA POWER COMPANY

An order has been issued amending a previous order of November 7 authorizing a proposal of Georgia Power Company, subsidiary of The Southern Company, whereby Georgia will enter into arrangements for the lease of coal cars. The prior order misstated the total purchase price and the seller's name. (Rel. 35-20784 - Nov. 20)

ARKANSAS-MISSOURI POWER COMPANY

An order has been issued releasing jurisdiction over fees and expenses incurred by Arkansas-Missouri Power Company and Associated Natural Gas Company in connection with the transfer by Ark-Mo to Associated of its gas utility properties and various related financing transactions. (Rel. 35-20786 - Nov. 20)

LISTING, DELISTING AND UNLISTED TRADING ACTIONS

LISTING ACTIONS

Orders have been issued pursuant to Section 12(d) of the Securities Exchange Act of 1934 granting the applications of the following companies to list the specified securities on the following stock exchanges: New York Stock Exchange, Inc. - Ford Motor Credit Co., 8-3/8% notes, due May 1, 1984 and 8-1/2% notes, due May 1, 1988 (effective as of October 26, 1978); Time, Inc., Series B, \$1.575 cumulative convertible preferred stock (effective as of November 1, 1978); Carter Hawley Hale Stores, Inc., 9-1/8% debentures, due 2008; Realty Refund Trust, 11-3/8% senior sinking fund debentures, due 1998; Sea Containers, Inc., 10-1/4% subordinated debentures, due 1998; Southwestern Bell Telephone Co., forty year 8-3/4% debentures, due September 1, 2018 (all effective as of November 7, 1978). Philadelphia Stock Exchange, Inc. - MGF Oil Corp., 12,000,000 of 10-1/2% convertible subordinated debentures, due 1996 (effective as of November 3, 1978).

SELF-REGULATORY ORGANIZATIONS

NOTICE OF EFFECTIVENESS OF A RULE CHANGE

A rule change filed by Bradford Securities Processing Service, Inc. pursuant to Rule 19b-4 (SR-BSPS-78-4) has become effective in accordance with Section 19(b)(3)(A) of the Securities Exchange Act of 1934. This proposal provides for the expansion of

BSPS's network of regional clearing facilities. Publication of the proposal is expected to be made in the Federal Register during the week of November 27. (Rel. 34-15342)

SECURITIES ACT REGISTRATIONS

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; and File number and date filed.

- (S-14) BERKSHIRE HATHAWAY INC., 97 Cove St., New Bedford, Mass. 02744 (617) 997-4561 - 234,747 shares of common stock. (File 2-63071 - Nov. 20)
- (S-16) WELLS FARGO MORTGAGE AND EQUITY TRUST, 475 Sansome St., San Francisco, Cal. 94144 (415) 396-2887 - 20,600 shares of beneficial interest. The trust is engaged in making construction and related loans. (File 2-63072 - Nov. 20)
- (S-8) CONSOLIDATED FOODS CORPORATION, Room 1625, 135 South LaSalle St., Chicago, Ill. 60603 - 29,252 shares of common stock. (File 2-63074 - Nov. 17)

REGISTRATIONS EFFECTIVE

Nov. 14: Envirotronics, Inc., 2-61497 (90 days).

Nov. 15: NVF Co., 2-57235.

Nov. 16: Barnett Banks of Florida, Inc., 2-62716; Avantek, Inc., 2-62773; Charlotte Park View Partners, Ltd., 2-62663 (90 days); The Dreman Fund, Inc., 2-61571; The Gap Stores, Inc., 2-62804; JMB Income Properties Ltd-VI, 2-61840; The Lincoln National Life Insurance Co., 2-62459.

NOTE TO DEALERS. When applicable the 90-day period of time dealers are required to use the prospectus is noted above in parentheses after the name of the issuer. As to the other issuers, there may be no such requirement to use a prospectus, or the requirement may be for a period of only 40 days; see Section 4(3) of the Securities Act of 1933 and Rule 174 (17 CFR 230.174) thereunder.

REGISTRATIONS WITHDRAWN

Nov. 15: Unilith Enterprises, Inc., 2-62244.



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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 10c per page plus postage (7 days) (\$3.50 minimum); 20c per page plus postage for expedited service (4 days) (\$5.00 minimum) and 30c per page plus postage for priority service overnight (\$5.00 minimum). Cost estimates are given or request. All other reference material is available in the SEC Docket.

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