

# sec news digest

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## DECISIONS IN ADMINISTRATIVE PROCEEDINGS

### U.S. SECURITIES AND EXCHANGE COMMISSION

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IRVING LEVINE BARRED

The Commission has simultaneously instituted public administrative proceedings against Irving Levine, former president and principal shareholder of A.J. Carno Co., Inc., of New York City and upon the acceptance of Irving Levine's offer of settlement, barred Levine from association with any broker-dealer, investment company, investment adviser or municipal securities dealer except that after one year from the order's entry, Levine may apply to become so associated in a non-supervisory and non-proprietary capacity. The sanctions were based on findings that Levine wilfully violated and wilfully aided and abetted violations of the registration and antifraud provisions of the Securities Act of 1933 and the antifraud and bookkeeping provisions of the Securities Exchange Act of 1934. Levine consented to the above findings and indicated sanctions without admitting or denying the charges placed against him. (Rel. 34-12665)

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## COURT ENFORCEMENT ACTIONS

COMPLAINT NAMES C. NORMAN DRISCOLL, OTHERS

The New York Regional Office announced that on August 3 the Commission filed a complaint in the U.S. District Court for the District of New Jersey against C. Norman Driscoll, Lyle Hatch, Stephen Skubina, and Richard L. Tecott, alleging violations of the antifraud and reporting provisions of the Securities Exchange Act of 1934 in connection with a series of prearranged transactions which took place between August 1973 and September 1974, whereby Driscoll, Hatch, and Skubina, while employed by Fidelity Union Trust Co. (Fidelity Bank), a wholly-owned subsidiary of Fidelity Union Bancorporation (Holding Company), and Tecott, then a partner in a now defunct municipal securities dealer, which were designed to cover up losses sustained in Fidelity Bank's municipal securities portfolio. The complaint further alleges that following the discovery of these prearranged transactions, an analysis was conducted to determine the impact of this wrongful conduct on the financial condition of Fidelity Bank. This analysis disclosed that Fidelity Bank had incurred a realized loss of approximately \$2 million and an unrealized loss of approximately \$1.3 million. It is also alleged that by concealing from the senior management of Fidelity Bank and the Holding Company, the true nature of (1) the transactions engaged in, and (2) the actual losses sustained as a result thereof, Driscoll, Hatch, Skubina, and Tecott caused the books and records of Fidelity Bank to inaccurately state its financial condition, and, accordingly, caused the Holding Company to file a false and misleading Form 10-Q for the six month period ending June 30, 1974. Skubina and Tecott consented, without admitting or denying the allegations contained in the Commission's complaint, to the entry of final judgments of permanent injunction, prohibiting further violations of Sections 10(b) and 13(a) of the Exchange Act and Rules 10b-5 and 13(a)-13 thereunder. (SEC v. C. Norman Driscoll, et al., 76 Civil D.N.J.). (LR-7515)

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## INVESTMENT COMPANY ACT RELEASES

WEEDEN CORPORATE BOND TRUST, SERIES 1

An order has been issued on an application of Weeden Corporate Bond Trust, Series 1 (and Subsequent Series), unit investment trusts, and its sponsor, Weeden & Co., exempting the trusts from the initial net worth requirements of Section 14(a), from the limitations on the distribution of capital gains contained in Rule 19b-1, and exempting the secondary market operations of the sponsor from the pricing requirements of Rule 22c-1. (Rel. IC-9390 - August 6)

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## SELF-REGULATORY ORGANIZATIONS

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### NOTICE OF PROPOSED RULE CHANGE

The Municipal Securities Rulemaking Board has filed a proposed rule change under Rule 19b-4 (SR-MSRB-76-8) to establish uniform rules applicable to all participants in the municipal securities industry with respect to the dissemination of quotations relating to municipal securities and reports of municipal securities transactions. Publication of the proposal is expected to be made in the Federal Register during the week of August 16. (Rel. 34-12696)

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## SECURITIES ACT REGISTRATIONS

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### (S-5) FIRST INDEX INVESTMENT TRUST

1250 Drummers Lane (P.O. Box 1100), Valley Forge, Pa. 19482 - 2,000,000 shares of beneficial interest, to be offered for sale at a maximum offering price of \$15 per share through underwriters managed by Dean Witter & Co. Inc., 130 Liberty St., New York, N.Y. 10005, Bache Halsey Stuart Inc., 100 Gold St., New York, N.Y. 10038, Paine, Webber, Jackson & Curtis Inc., 140 Broadway, New York, N.Y. 10005 and Reynolds Securities Inc., 120 Broadway, New York, N.Y. 10005. The Trust, a new open-end investment trust and an "index fund" whose investment objective is to provide investment results that correspond to the price and yield performance of common stocks for which the Trustees have selected the Standard & Poor's 500 Composite Stock Price Index as the standard of performance comparison. The Trust is neither sponsored by nor affiliated with Standard & Poor's Corporation. Since the Trust's portfolio will not be "managed," the Trust has no investment adviser and pays no advisory fees. (File 2-56846 - July 19)

### (S-16) HAWKEYE BANCORPORATION

Sixth Floor, Stephens Building, 7th and Locust, Des Moines, Iowa 50309 - 91,566 shares of common stock, issuable upon exercise of outstanding common stock purchase warrants. The company is a bank holding company owning controlling interest in fourteen commercial banks. (File 2-56869 - July 22)

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

501-409 Granville Mall, Vancouver, British Columbia - 850,000 shares of common stock. It is proposed to offer 700,000 of these shares for subscription by common stockholders of record on August 6, at the rate of one share for each four shares held, at a price 15% below the bid price for the common stock. The registration statement also covers 150,000 other 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. Hope Bay is engaged in exploring and developing certain properties containing silver mineralization and gold mineralization. (File 2-56949 - August 5)

### (S-4) BUNKER HILL INCOME SECURITIES, INC.

Suite 930, Sunset Tower Bldg., 9200 Sunset Blvd., Los Angeles, Cal. 90069 - a proposed offering of rights which will entitle each shareholder to purchase an additional share of common stock of Bunker Hill for every three shares held on a record date yet to be decided. It is anticipated that the total number of shares subject to subscription rights will be 644,000. In addition, Bunker Hill proposes to offer to shareholders who exercise their subscription rights in full a nontransferable oversubscription privilege to purchase up to 356,000 shares of common stock. It is anticipated that the offering will commence some time during the month of September. The subscription price will be at a discount from the market price of the common stock and will be fixed at the time of offering based upon market conditions at that time. Bunker Hill is a closed-end, diversified management investment company which invests primarily in high-quality marketable debt securities. (File 2-56959 - August 6)

### (S-7) GENERAL TELEPHONE COMPANY OF MICHIGAN

455 East Ellis Rd., Muskegon, Mich. 49443 - \$25 million of first mortgage bonds, due 2006, to be offered for sale at competitive bidding. The company provides telephone service. (File 2-56961 - August 6)

(S-7) VIRGINIA ELECTRIC AND POWER COMPANY

700 East Franklin St., Richmond, Va. 23261 - \$100 million of first and refunding mortgage bonds, to be offered for sale in a negotiated transaction with Morgan Stanley & Co. Inc., 1251 Avenue of the Americas, New York, N.Y. 10020, Merrill Lynch, Pierce, Fenner & Smith Inc., One Liberty Plaza, 165 Broadway, New York, N.Y. 10006 and Wheat, First Securities, Inc., 801 East Main St., Richmond, Va. 23219. The company is an electric and gas utility operating company. (File 2-56963 - August 6)

(S-7) THE TAYLOR WINE COMPANY, INC.

Hammondsport, N.Y. 14840 - 603,648 shares of common stock, to be offered for sale by certain shareholders of the company through underwriters managed by Merrill Lynch, Pierce, Fenner & Smith Inc., One Liberty Plaza, 165 Broadway, New York, N.Y. 10006. The company produces domestic premium still and sparkling wines marketed under the Taylor and Great Western trade names. (File 2-56964 - August 6)

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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
ALABAMA GAS CORP	3	07/76
ALD INC	6,13	07/76
AMERICAN INTERNATIONAL PICTURES INC	7,13	07/76
AMERICAN LIST CORP	11	08/76
AMERICAN STANDARD INC	7,14	07/76
BANDAG INC	13	07/76
BIRDSBORO CORP	7	07/76
BLACK GIANT OIL CO	12	07/76
BOISE CASCADE CORP	10,14	07/76
BOOTH NEWSPAPERS INC	7	07/76
BRISTOL MYERS CO	14	07/76
BROOME GENE SYSTEMS INC	12	06/76
CENTRAL & SOUTH WEST CORP	3	07/76
CHEMOTRONICS INTERNATIONAL INC	12,14	07/76
COHEN HATFIELD INDUSTRIES INC	11,14	07/76
CONNECTICUT BANC FEDERATION INC	10,14	06/76
CONTEXT INDUSTRIES INC	13	07/76
DELTA CALIFORNIA INDUSTRIES	2,13	07/76
DEVON GROUP INC	11,14	07/76
ELLIS BANKING CORP	3	07/76
FERRO CORP	7,14	07/76
FINANCIERA METROPOLITANA S A	7	06/76
FIRESTONE TIRE & RUBBER CO	3	07/76
FIRST CHEYENNE CORP	2,11	06/76
FIRST GENERAL RESOURCES CO	13	06/76
GAMBLES CREDIT CORP	7,13,14	07/76
GARRETT FREIGHTLINES VOTING TRUST	13,14	06/76
GINN M S & CO	7	07/76
GLOBE AMERADA GLASS CO	13,14	07/76
GOODYEAR TIRE & RUBBER CO	3,7,14	07/76
HOME OIL CO LTD	7,14	07/76
HYDRO OPTICS INC	13	07/76
IDEAL TOY CORP	13,14	07/76
INTERNATIONAL ROYALTY & OIL CO	12	07/76
INTERWAY CORP	3	07/76
KENT MOORE CORP	11,13	07/76
KRAFTCO CORP	3	07/76

RECENT 8K FILINGS CONT.

LIFE OF PENNSYLVANIA FINANCIAL CORP	3	07/76
LOUISIANA PACIFIC CORP	4,7,14	07/76
MACDONALD E F CO	4,14	07/76
MALLORY P R & CO INC	3	07/76
MARATHON MANUFACTURING CO	8	07/76
METRO GOLDWYN MAYER INC	8,13	07/76
MONROE AUTO EQUIPMENT CO	8,14	07/76
NATIONAL BY PRODUCTS INC	3	07/76
NATIONAL CSS INC	7,14	07/76
NATIONAL MORTGAGE FUND	10	06/76
NIAGARA FRONTIER SERVICES INC	7,8,13	07/76
PARSONS RALPH M CO	7	07/76
PONDEROSA SYSTEM INC	13	07/76
PROCESS PLANTS CORP	3	07/76
PUBLIC SERVICE CO OF INDIANA INC	3,13	07/76
RADIATION DYNAMICS INC	13	07/76
REDLAKE CORP	11	07/76
RESEARCH COTTRELL INC	8,14	07/76
RIPLEY INDUSTRIES INC	4,14	07/76
SARGENT WELCH SCIENTIFIC CO	13,14	07/76
SB PARTNERS	2,14	07/76
SEAGRAM JOSEPH E & SONS INC	7,14	07/76
SLOAN TECHNOLOGY CORP	10	03/76
SOUNDESIGN CORP	3	07/76
THIRD NATIONAL CORP	9,14	07/76
UNIBRAZE CORP	13	07/76
VENDO CO	2,3,14	07/76
VULCAN MATERIALS CO	3	07/76
WELLCO ENTERPRISES INC	12	07/76
WEST TEXAS UTILITIES CO	3	07/76
WINTERS NATIONAL CORP	13	07/76

AMENDMENTS TO REPORTS ON FORM 8-K

BURNS R L CORP	2	04/76
EMC ENERGIES INC	2,14	04/76
FIRST FIDELITY INVESTMENT TRUST	14	04/76
FIRST HAWAIIAN INC	14	06/76
KANE MILLER CORP	3	09/73
PACER PHENIX CORP	2	06/76
THETFORD CORP	7	06/76

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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