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TRADING SUSPENSIONS

U.S. SECURITIES AND EXCHANGE COMMISSION

TRADING SUSPENDED IN SCANFORMS, INC.

The SEC announced the single ten-day suspension of exchange and over-the-counter trading in the securities of Scanforms, Inc. (Scanforms), a Delaware corporation located in Bristol, Pennsylvania, for the period beginning on January 26 and terminating at midnight (EST) on February 4, 1977. The Commission ordered the suspension at the request of Scanforms because of the lack of current, adequate and accurate financial information about the company. (Rel. 34-13209)

COURT ENFORCEMENT ACTIONS

HARVEY L. STARR ENTERS PLEA

The Washington Regional Office announced that on January 17 Harvey L. Starr of Las Vegas, Nevada, entered a plea of nolo contendere to four counts of securities fraud and two counts of wire fraud of a thirteen count indictment charging the defendant with conversion of \$456,253 of investors monies. Judge Joseph P. Willson accepted the plea and set sentencing for April 20, 1977. Judge Willson further ordered the defendant to make a good faith effort prior to the said sentencing date to provide restitution to the investors involved in this case. (U.S. v. Harvey L. Starr, U.S.D.C., W.D. of Pa., Criminal No. 76-158). (LR-7749)

HJH, INC., OTHERS ENJOINED

The Fort Worth Regional Office announced that on January 13 Federal District Judge Robert W. Porter, Dallas, Texas, entered an order of preliminary injunction against HJH, Inc., Cappetro, Inc. and Fossil Petroleum Corporation, all of Dallas, forbidding further violations of the registration and antifraud provisions of the securities laws. Additionally, Judge Porter ordered the continuation of the previously instituted federal receivership for the three corporations until a hearing March 18, 1977.

Previously, on January 7, Judge Porter had entered orders of preliminary injunction by consent against Wayne Michael Luter, Mesquite, Texas, and Heinz Jurgen Hesse and Larry N. Cook, both of Dallas. Luter, Hesse and Cook were enjoined from further violations of the registration and antifraud provisions of the securities laws in the offer and sale to European investors of more than \$27 million in fractional undivided working interests issued by Cappetro, Inc. in oil and gas wells located in Texas, Ohio, West Virginia and Kentucky.

In addition, Judge Porter on January 3 entered an order of permanent injunction by consent against John P. Poulos, Dallas, forbidding further violations of the registration and antifraud provisions in connection with the previously described securities. (SEC v. HJH, Inc., et al., N.D. Tex., CA3-76-1611-F). (LR-7750)

COMPLAINT NAMES ADVENTURE LINE MANUFACTURING COMPANY, INC., OTHERS

The Fort Worth Regional Office announced the filing of a civil injunctive action on January 18 in Federal District Court at Wichita, Kansas against Adventure Line Manufacturing Company, Inc., Parsons, Kansas, and A. H. Speer Co. and Andrew H. Speer, both of Wichita. The complaint alleged that Speer violated the registration, trust indenture qualification, and antifraud provisions of the securities laws, and failed to keep proper records, "special reserve" customer accounts and maintain sufficient net capital in his registered broker-dealership.

The complaint also alleged that Adventure Line Manufacturing Company, Inc. violated the registration, trust indenture qualification and antifraud provisions of the securities laws, and that A. H. Speer Co., a registered broker-dealer, failed to keep proper records, "special reserve" customer accounts, and maintain sufficient net capital, all in violation of the securities laws. (SEC v. Adventure Line Manufacturing Company, Inc., et al., District of Kansas, CA-77-1013). (LR-7752)

GARY L. JONES AND PRESIDENT ENJOINED

The Denver Regional Office announced that on January 12 the Federal District Court in Salt Lake City, Utah, issued an order of permanent injunction against Gary L. Jones and Associates, formerly a Salt Lake City OTC broker-dealer, and Gary L. Jones, its president. The order enjoins them from engaging in the business of a broker-dealer without complying with the net capital requirements of Rule 15c3-1 and the reporting provisions of Rule 17a-11 under the Securities Exchange Act of 1934. Both consented to the order without admitting or denying the allegations in the complaint. (SEC v. Gary L. Jones and Associates and Gary L. Jones (D. Utah, Civil Action No. C-153-73). (LR-7753)

WDOWIK AND MASSIE INDICTED

The Chicago Regional Office announced that on September 23, 1976, George Ernest Wdowik and John Charles Massie, both of Phoenix, Arizona, were indicted by federal grand jury in Phoenix, Arizona. The indictment charges the defendants with 10-counts of mail fraud, five-counts of securities fraud and 5-counts of securities registration violations in connection with the offer and sale of securities of Marketing Specialists, Inc. (U.S. v. Wdowik, et al., D. AZ, CR-76-340). (LR-7754)

C. LELAND HAMEL APPOINTED AS TEMPORARY RECEIVER

The Houston Branch Office announced that the Federal District Court at Houston, Texas entered an order appointing C. Leland Hamel, Esq., Houston, Texas, as temporary receiver of P&A Salvage Corp., doing business as Pasco Operating Company, Houston, pursuant to the Commission's request in a complaint which was filed on November 15, 1976. The complaint alleged P&A Salvage Corp. was insolvent and could not meet its obligations as they became due. (SEC v. P&A Salvage Corp., S.D. Tex., Civil Action No. 76-H-1898). (LR-7755)

RANDY COPELAND SENTENCED

The Fort Worth Regional Office announced that on January 14 Federal District Judge Robert M. Hill at Dallas, Texas sentenced Randy Copeland, Dallas, to four years imprisonment and five years probation following Copeland's plea of guilty to two counts of a seven-count criminal indictment.

Copeland pled guilty on December 13, 1976 to two counts charging him with violations of the securities fraud and mail fraud statutes in the offer and sale of fractional undivided working interests in oil and gas leases located in Schleicher County, Texas issued by Cope-Land Oil & Gas Company, Dallas. (U.S. v. Randy Copeland, N.D. Tex., CR-3-76-307). (LR-7756)

SELF-REGULATORY ORGANIZATIONS

NOTICE OF PROPOSED RULE CHANGE

The American Stock Exchange, Inc. (Amex) has filed a proposed rule change under Rule 19b-4 (SR-Amex-77-1) to rescind a requirement that members' advertisements and broadcast activities gain prior approval from the Amex. Publication of the proposal is expected to be made in the Federal Register during the week of January 31. (Rel. 34-13203)

The Pacific Stock Exchange, Inc. (PSE) has filed a proposed rule change under Rule 19b-4 (SR-PSE-77-2) to amend various sections of Article I through XIII, X through XII, and XIV through XV of the PSE Constitution for the purpose of conforming those provisions with the Securities Acts Amendments of 1975 and eliminating unnecessary language from the PSE Constitution. Publication of the proposal is expected to be made in the Federal Register during the week of January 31. (Rel. 34-13204)

The PSE has also filed a proposed rule change under Rule 19b-4 (SR-PSE-77-1) to amend its Constitution to require that Floor Representatives be members or nominee members of the Exchange; comments by 15 days from date of this publication. Publication of the submission is expected to be made in the Federal Register during the week of January 31. (Rel. 34-13206)

MISCELLANEOUS

ADVANCED SYSTEMS, INCORPORATED

An order has been issued granting the application of Advanced Systems, Incorporated (Applicant), a Delaware corporation, pursuant to Section 12(h) of the Securities Exchange Act of 1934, as amended for an exemption from the reporting requirements of Sections 13 and 15(d) of the Act.

It appeared to the Commission that the granting of the requested exemption would not be inconsistent with the public interest or the protection of investors in view of the fact that none of the securities of Applicant subject to these reporting provisions are held by any other person other than URS Corporation and the financial information about Applicant is incorporated in all reports of URS Corporation filed with the Commission. (Rel. 34-13211)

SECURITIES ACT REGISTRATIONS

(S-7) IOWA-ILLINOIS GAS AND ELECTRIC COMPANY

206 East Second St., Davenport, Iowa 52801 - \$30 million of first mortgage bonds, due 2007, to be offered for sale at competitive bidding. The company is an operating public utility, engaged in the business of generating, transmitting, distributing and selling electric energy and distributing and selling natural gas. (File 2-57912 - Dec. 17)

In a separate statement the company seeks registration of 750,000 common shares, to be offered for sale through underwriters managed by The First Boston Corporation, 20 Exchange Pl., New York, N.Y. 10005. (File 2-57913 - Dec. 17)

(S-16) IOWA BEEF PROCESSORS, INC.

Dakota City, Neb. 68731 - 9,000 shares of common stock, to be offered for sale from time to time by certain shareholders at prices current at the time of sale. The company is engaged in beef slaughtering and processing. (File 2-57998 - Dec. 29)

(S-16) CENTRAL TELEPHONE & UTILITIES CORPORATION

5725 East River Rd., Chicago, Ill. 60631 - 193,066 shares of common stock, to be offered through Goldman, Sachs & Co., in a secondary offering by a shareholder at prices current from time to time. The company is a telephone holding company controlling seventeen telephone companies and it also owns and operates electric utility properties. (File 2-58096 - Jan. 24)

(S-14) DELCO CORPORATION

534 Merrick Rd., Lynbrook, N.Y. 11563 - 2,025,000 shares of common stock. It is proposed to offer these shares in exchange for the outstanding shares of Sunny Land Tours, Inc., a New Jersey corporation, pursuant to a statutory merger, at the rate of two Delco shares for each share of Sunny Land Tours common stock. Delco is engaged in the sale and application of "RE-NU-IT Exterior Wall Resurfacer" to homeowners in the New York metropolitan area. Sunny Land Tours is engaged in business as a whole-sale tour company packaging all-inclusive tours to the Middle East, Eastern Europe and the rest of the world. (File 2-58098 - Jan. 24)

(S-B) STATE OF ISRAEL

Jerusalem, Israel - \$350 million of the Fifth Development Investment Issue Twenty Year 5-1/2% Dollar Bonds, to be offered for sale in denominations of \$2,500, \$5,000, \$10,000, \$25,000, and \$100,000 through Development Corporation for Israel, 215 Park Avenue South, New York, N.Y. 10003. (File 2-58101 - Jan. 24)

(S-16) UNIVERSAL FOODS CORPORATION

433 East Michigan St., Milwaukee, Wis. 53202 - 9,619 shares of common stock, to be offered for sale from time to time by certain shareholders of the company. The offering is not underwritten. The company is a diversified food company engaged in the manufacture and distribution of food products to food processors and to consumer and food service markets. (File 2-58102 - Jan. 24)

(S-14) LYDALL, INC.

615 Parker St., Manchester, Conn. 06040 - 139,095 shares of \$1 cumulative preferred stock and up to 854,558 shares of common stock, to be offered in connection with a proposed merger with Logistics Industries Corporation. It is proposed to offer these shares in exchange for Logistics shares at the rate of one Lydall preferred share for each share of Logistics \$1 cumulative convertible preferred share and .42 Lydall common shares or cash in an amount to be determined for each Logistics common share. Lydall manufactures and sells fiberboard, paperboard, metal balls and specialty paper. Logistics designs, produces and markets packaging products and materials, laminated paperboard products and materials handling and storage equipment.

A subsidiary of Logistics, which produces and sells electronic theft prevention systems, will be distributed, pro rata, to holders of Logistics common stock prior to consummation of the merger. (File 2-58104 - Jan. 25)

REGISTRATIONS EFFECTIVE

Jan. 19: American Hospital Supply Corp., 2-57872; Applied Digital Data Systems Inc., 2-57867; Avnet, Inc., 2-57951; Cardinal Tax-Exempt Bond Trust, Eighth Series, 2-57380; Emerson Electric Co., 2-58032; Fund C 771 Partnership, 2-57974; G. T. Pacific Fund, Inc., 2-57526; Intermountain Gas Co., 2-57900; Interstate Power Co., 2-57882; National Municipal Trust, Eighteenth Series, 2-57950; Pennsylvania Insured Municipal Bond Trust, Fifth Series, 2-57536; Profile Bankshares Inc., 2-56698; Southern Indiana Gas & Electric Co., 2-57847.

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.

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

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