

sec news digest

Issue 76-59

(SEC Docket, Vol. 9, No. 4 - April 6)

March 25, 1976

RULES AND RELATED MATTERS

INTERPRETATIONS OF SECTION 28(e); USE OF COMMISSION PAYMENTS BY FIDUCIARIES

The Commission called attention to practices that appear to be developing in the payment of brokerage commissions by fiduciary money managers and issued interpretations of Section 28(e). (Rel. 34-12251)

DECISIONS IN ADMINISTRATIVE PROCEEDINGS

NASD DISCIPLINARY ACTION AGAINST ROBERT M. GARRARD AFFIRMED

The Commission has affirmed the disciplinary action taken by the National Association of Securities Dealers, Inc. against Robert M. Garrard, formerly a broker-dealer in Saginaw, Michigan. The NASD found that Garrard had violated its Rules of Fair Practice by: (1) selling securities at unfair prices; (2) charging a disclosed brokerage commission in addition to an undisclosed mark-up or mark-down in 154 separate transactions; (3) engaging in the securities business at a time when he could not possibly have known what his net capital position was because his books and records were inaccurate and non-current and because neither monthly trial balances nor net capital computations were prepared; (4) violating the Federal Reserve System's Regulation T by failing to liquidate customers' purchase transactions that were not paid for within the time allowed by that Regulation; (5) doing business without written supervisory procedures; and (6) charging a substantial commission for his services in connection with the purchase of shares in a no-load mutual fund, whose shares were by definition available to the purchaser free from any such charge.

On the basis of these findings, the NASD fined Garrard \$5,000 and barred him from any future association with any member as a principal or in any managerial or supervisory capacity.

Garrard did not challenge any of the Association's factual findings. And he was already barred from managerial or proprietary associations with any broker or dealer by an order entered with his consent in a prior Commission proceeding. Hence the only real issue presented related to the \$5,000 fine. Garrard argued that this was excessive. The Commission disagreed. It found the fine appropriate in view of the gravity of Garrard's violations. (Rel. 34-12219)

NASD ACTION AGAINST NORMAN H. GREEN AFFIRMED

The Commission has affirmed the NASD's bar of Norman H. Green, of Long Beach, California, from association with any NASD member.

The Commission found, as had the NASD, that Green purchased stock for his firm's inventory which exceeded his trading authorization, and the deliberately deceived his employer in an effort to conceal his unauthorized transactions. In affirming the NASD's bar of Green, the Commission stated, "In a business that depends as heavily on candor and on fidelity to one's word as the securities business, such deceit is of the utmost seriousness." (Rel. 34-12220)

J. S. SECURITIES & EXCHANGE COMMISSION

RECEIVED

MAR 26 1976

LIBRARY

ORDERS FOR PUBLIC PROCEEDINGS

WINDSOR PLANNING CORP., OTHERS

Public administrative proceedings have been instituted against Windsor Planning Corp. a registered broker-dealer of New Jersey, and Dominick Stabile, its president, secretary, treasurer and sole stockholder.

The Commission's order alleges that Windsor Planning Corp. (1) altered a copy of the accountant's certificate filed with its Form X-17A-5 for the calendar year 1973 by changing references to "1973" appearing on said certificate to read "1974" and attaching the altered certificate to its Form X-17A-5 for calendar year 1974 and (2) failed to timely file the above Form X-17A-5 in violation of the annual financial reporting requirements of the Securities Exchange Act of 1934.

A hearing will be scheduled to take evidence on the staff's allegations and to afford the respondents an opportunity to offer any defenses. The purpose of the hearing is to determine whether the allegations are true and if any action of a remedial nature should be ordered by the Commission. (Rel. 34-12260)

COMMISSION ANNOUNCEMENTS

DELAY IN REFUNDING ANNUAL ASSESSMENTS PAID BY REGISTERED INVESTMENT ADVISERS

The Investment Adviser refunds announced by the Commission (Rel. IA-486) are currently being processed, but due to certain procedural difficulties there has been a delay in the timetable set for completion of the task. However, all checks should be in the mail within the next three to four weeks. It should be noted that the refunds pertain to annual assessment fees only. The \$150 fee payable with the initial application for registration as an Investment Adviser is not included.

TRADING SUSPENSIONS

TRADING SUSPENDED IN SUM INVESTMENT CORPORATION

The SEC has announced the temporary suspension of over-the-counter trading in the securities of SUM Investment Corporation, a Utah corporation located in Salt Lake City, Utah, for the single ten-day period beginning on March 24 and terminating at midnight (EST) on April 2, 1976.

The Commission suspended trading because of questions concerning market activity in the company's common stock and because of inadequate information available to the public concerning the current status of certain contracts and contract negotiations which will have a major effect on SUM Investment Corporation's future operations. Neither the Commission nor its staff has made any statements concerning the current status of any contracts or contract negotiations purportedly having a major effect on SUM Investment Corporation's future operation. (Rel. 34-12253)

ADDITIONAL ACTION ON TWO TRADING SUSPENSIONS

The SEC has announced the suspension of (a) exchange and over-the-counter trading in the securities of Continental Vending Machine Corp. for the further ten-day period March 25 - April 3, inclusive; and (b) over-the-counter trading in the securities of Government Employees Insurance Co. for the further ten-day period March 28 - April 6, inclusive.

COURT ENFORCEMENT ACTIONS

COMPLAINT NAMES BRANIFF AIRWAYS, INCORPORATED, OTHERS

The Commission announced the filing of a complaint on March 24 and the entry on the same date by the Honorable William B. Bryant, U.S. District Judge for the District of Columbia, of orders of permanent injunction by consent against Braniff Airways,

Incorporated, Braniff International Corporation, Harding L. Lawrence, C. Edward Acker and Charles S. South. The defendants consented to the entry of these orders without admitting or denying the allegations of the complaint.

The Commission alleged in its complaint that during the period from 1969 to the present, defendant Braniff Airways and at certain times included therein defendants Braniff International, Lawrence, Acker and South maintained a secret fund of corporate monies and unaccounted-for-airline tickets with a potential value of over \$900,000; that defendants Braniff Airways, Lawrence, Acker and South caused \$40,000 in monies from this fund to be used in connection with a single illegal political contribution made in 1972; and that defendants Braniff Airways, Acker and South caused the remaining monies and tickets from the fund to be distributed as extra consideration to travel agents, tour groups and promoters in order to promote the company's international and foreign air travel business in violation of the Federal Aviation Act, foreign law and International Air Transport Association (IATA) resolutions.

The orders of permanent injunction enjoin defendants Braniff International and Braniff Airways from further violations of the reporting and proxy provisions of the Securities Exchange Act of 1934; from using corporate funds for unlawful political contributions or similar unlawful purposes; from making false or fictitious entries in their corporate books and records; and from establishing or maintaining any secret or unrecorded fund of corporate monies or other assets. The orders entered against the individual defendants restrain them from identical practices with respect to Braniff Airways, Braniff International or any other company.

As part of their consent to the entry of this order, the corporate defendants have undertaken to continue their ongoing investigation with respect to such payments and with respect to all other relevant matters as may be revealed in the course of such investigation. The corporate defendants have further undertaken to file a report of that investigation with the Commission and the Court. (SEC v. Braniff Airways, Incorporated, et al., D.C.D.C., 76-0485). (LR-7327)

ORDER ENTERED RE STANLEY J. MAGENHEIMER

The Atlanta Regional Office announced that on March 9 the Honorable Joe Eaton, U.S. District Judge for the Southern District of Florida, entered an order which: (1) dismissed with prejudice the complaint filed in SEC v. First Mortgage Investors, et al., against the defendant Stanley J. Magenheimer; (2) approved the terms of a Stipulation and Undertaking entered into between the Commission and Magenheimer, and (3) provided that the Court retain jurisdiction over the parties and subject matter for the purpose of ensuring that all of the terms and conditions of the Stipulation and Undertaking are fulfilled.

The terms of the Stipulation and Undertaking, which was entered into by Magenheimer without admitting or denying the allegations in the Commission's complaint and upon its not being construed as an injunction, provide that Magenheimer will not violate the antifraud, periodic reporting and proxy provisions of the securities laws. It is further provided that for a one-year period following the entry of the order, Magenheimer shall not: (1) hold the position of, or act as an officer or director or otherwise direct the management and policies of any publicly held company or trust, and (2) appear or practice as an attorney before the Commission. Finally, Magenheimer undertook to advise the Commission in advance, at the expiration of the one-year period, if he should seek to become associated with a public company or trust or appear or practice before the Commission as an attorney. (SEC v. First Mortgage Investor, et al., Civil Action No. 75-1850-JE). (LR-7321)

CHARLES H. ELDRIDGE ENJOINED

The Chicago Regional Office announced that on March 12 the Honorable John F. Grady, U.S. District Judge, issued two orders, a final judgment of permanent injunction and order of disgorgement of \$145,000 in proceeds, and an order of disgorgement of proceeds in excess of \$55,000 against Charles H. Eldredge, Jr., an investment adviser.

The defendant consented to the final judgment of permanent injunction and order of disgorgement of proceeds after three days of trial, without admitting or denying the allegations of the Commission's complaint, filed September 25, 1975, alleging that Eldredge made misrepresentations and omissions of material facts in selling securities to his advisory clients, and misappropriated clients' funds and securities. In addition, the Court entered findings of fact and conclusions of law that the defendant received over \$55,000 from clients to purchase stock and failed to purchase such stock. (SEC v. Charles H. Eldredge, Jr., N.D. Ill. 75-C-3198). (LR-7322)

**COMPLAINT NAMES PETCO OIL AND GAS,
INC., OTHERS**

The Fort Worth Regional Office announced the filing March 18 in Federal District Court at Oklahoma City, Oklahoma, of a civil injunctive complaint charging Petco Oil and Gas, Inc., Simoneaux Judge Alexander, David W. Berry, Carlyle Jerry Howe, George A. Schoepf, Betty Jo Juanita Whitaker and Floyd C. Wilson, all of Oklahoma City, Kentucky Crude Oil and Gas Co. Inc., Gordon Atwell, Jr. and Tom Bohanan, all of Louisville, Kentucky, Donald R. Bernard, Thomas M. Bertch, Jr., John V. Holden, also known as Jack Holden, and Nancy Jean Holden, all of Houston, Texas, and John E. Faletti of Metairie, Louisiana, with violations of various provisions of the securities laws in the offer and sale of fractional undivided working interests in oil and gas leases located in Oklahoma, New Mexico and Texas issued by Petco Oil and Gas, Inc., U.S. Crude Oil and Gas, Inc., and Kentucky Oil and Gas, Inc. All of the defendants were charged with violations of both the registration and antifraud provisions of the securities laws except Howe who was named only as violating the antifraud provisions. (SEC v. Petco Oil and Gas, Inc., et al., W/D Okla.). (LR-7323)

**CHALLENGE MINISTRIES, INC.,
OTHERS ENJOINED**

The Fort Worth Regional Office announced that on March 19 Federal District Judge William M. Taylor, Jr., at Dallas, Texas, entered orders permanently enjoining Challenge Ministries, Inc., Challenge Homes, Inc., Challenge Homes of the Dakotas, Inc., Lowell D. Kramer, all of Dallas, and Jesse A. Toavs, Lewisville, Texas, from violations of the registration and antifraud provisions of the securities laws. In addition, an order of permanent injunction was entered against Assured Funds, Inc., Dallas, from violations of the antifraud provisions. Each of the defendants consented to the entry of the orders without admitting or denying the allegations in the Commission's complaint.

In addition, the orders provided that new boards of directors be appointed for Challenge Ministries, Inc., Challenge Homes, Inc., Challenge Homes of the Dakotas, Inc., Assured Funds, Inc., Challenge Child Care Centers, Inc., Challenge Evangelism, Inc., and New Challenge Homes, Inc. (SEC v. Challenge Homes, Inc., et al., N.D. Tex.). (LR-7324)

**EARTH ENERGIES, INC.,
LYNN G. SECORD ENJOINED**

The Fort Worth Regional Office announced that on March 18 Federal District Court in Dallas, Texas, entered orders of permanent injunction enjoining Earth Energies, Inc. and Lynn G. Secord, both of Dallas, from violations of the registration and antifraud provisions of the securities laws. Earth Energies, Inc. and Secord consented to the entry of the orders without admitting or denying the allegations in the complaint filed on January 28, 1975. (SEC v. Republic Energy Corp., et al., N.D. Tex.). (LR-7325)

**HUBERT DANIEL DAWSON,
OTHERS GUILTY**

The Washington Regional Office announced that on February 23 Hubert Daniel Dawson, also known as Hubie Dawson, pled guilty to two counts of mail fraud and Ruth Josephine Dawson, also known as Jo Dawson, and Aaron Hall each pled guilty to one mail fraud count of an indictment charging 17 mail fraud counts in connection with the fraudulent offer and sale of the common stock of Protector Security Centers, Inc. (PSC). In addition, on March 1, 1976, following a one week trial, co-defendants Robert Broce and Charles Reynolds were each found guilty of one count of the indictment and not guilty on four counts. The jury was unable to reach agreement as to the remaining 12 counts. Sentencing for all defendants has been scheduled for May 10, 1976. (U.S. v. Hubert Daniel Dawson, et al., U.S.D.C., S.D. W. Va., Crim. No. 75-50-H). (LR-7326)

INVESTMENT COMPANY ACT RELEASES

FIDELITY DAILY INCOME TRUST

An order has been issued on an application of Fidelity Daily Income Trust, an open-end, diversified management company to permit applicant to distribute any long-term capital gains immediately after their realization, rather than only once annually. (Rel. IC-9215 - Mar. 23)

HOLDING COMPANY ACT RELEASES

NEW ENGLAND ELECTRIC SYSTEM

An order has been issued authorizing New England Electric System, a registered holding company, to amend its corporate charter to further limit preemptive rights of shareholders and to solicit proxies in connection therewith. (Rel. 35-19442 - Mar. 24)

JERSEY CENTRAL POWER & LIGHT COMPANY

An order has been issued authorizing certain changes in terms of guarantees of loans made by Jersey Central Power & Light Company, subsidiary of General Public Utilities Corporation, and Delmarva Power & Light Company, to an unaffiliated coal supplier. (Rel. 35-19441 - Mar. 24)

SELF-REGULATORY ORGANIZATIONS

NOTICE OF PROPOSED RULE CHANGE

The Pacific Stock Exchange Incorporated (PSE) has filed a proposal under Rule 19b-4 (SR-PSE-76-11) to adopt a policy whereby it would list options on the same underlying securities on which other exchanges list options. The proposal states that the expiration months of the options so listed on PSE would differ from the expiration months of options on the same underlying securities listed on other exchanges. Publication of the proposal is expected to be made in the Federal Register during the week of March 29. (Rel. 34-12250)

SECURITIES ACT REGISTRATIONS

(S-14) WHITE CONSOLIDATED INDUSTRIES, INC.

11770 Berea Rd., Cleveland, Ohio 44111 - 2,476,640 shares of common stock and 1,651,093 warrants to purchase common stock, to be offered for sale in connection with the proposed merger of a wholly-owned subsidiary of White Consolidated Industries, Inc. into White Motor Corporation, 100 Erieview Plaza, Cleveland, Ohio 44114, with the result that White Motor Corporation will become a subsidiary of White Consolidated Industries, Inc. White Consolidated Industries, Inc. is a diversified manufacturer and distributor of a wide range of products and services for the consumer and machinery and equipment for industry. (File 2-55767 - Mar. 23)

(S-1) SCIENTIFIC-ATLANTA, INC.

3845 Pleasantdale Rd., Atlanta, Ga. 30340 - 250,000 shares of common stock, to be offered for sale, 133,932 shares by the company and 116,068 shares by certain shareholders, through underwriters headed by Salomon Brothers, One New York Plaza, New York, N.Y. 10004 and The Robinson-Humphrey Company, Inc., Two Peachtree St., Atlanta, Ga. 30303. The company designs, manufactures and markets communications equipment, instrumentation products and engineered mechanical products. (File 2-55768 - Mar. 23)

(S-1) NATCO INDUSTRIES, INC.

19 West 34th St., New York, N.Y. 10001 - 525,000 shares of common stock, to be offered for sale by underwriters managed by Shearson Hayden Stone Inc., 767 Fifth Ave., New York, N.Y. 10022. Selling security-holders are offering for sale 250,000 shares of common stock. The company operates a nationwide chain of 257 men's apparel stores. (File 2-55770 - Mar. 23)

(S-14) ASSOCIATED FREIGHTWAYS, INC.

200 Monroe Ave., N.W., Grand Rapids, Mich. 49502 - 1,177,675 shares of common stock. It is proposed to offer these shares in exchange for the outstanding Class A common stock of Associated Truck Lines, Inc., of Grand Rapids, Michigan, at the rate of one Associated Freightways share for each Associated Truck Lines share, as part of a merger of AIF, Inc., of Grand Rapids, Michigan, a wholly-owned subsidiary of Associated Freightways, into Associated Truck Lines. Neither Associated Freightways nor AIF, Inc. is engaged in any business whatever at the present time. (File 2-55772 - Mar. 23)

(S-14) NORTH AMERICAN PHILIPS CORPORATION

100 East 42nd St., New York, N.Y. 10017 - 372,249 shares of common stock, to be offered in connection with the proposed merger of a wholly-owned subsidiary of North American Philips Corporation with and into Airpax Electronics Incorporated on the basis of one North American Philips share for each 2.25 Airpax shares. North American Philips manufactures and sells electrical and electronic products, professional equipment, consumer products and services and chemical and pharmaceutical products. (File 2-55773 - Mar. 23)

(S-7) FORD MOTOR CREDIT COMPANY

The American Rd., Dearborn, Mich. 48121 - \$200 million of medium-term notes, due from 9 months to 7 years from date of issue, which will be offered for sale through Goldman, Sachs & Co., 55 Broad St., New York, N.Y. 10004, as agents for the company acting on a best efforts basis. The primary business of the company is providing wholesale financing to and purchasing retail instalment sales paper from franchised Ford vehicle dealers. (File 2-55774 - Mar. 23)

(S-1) K B MARKETING SYSTEMS, INC.

Brilliant, Ohio 43913 - \$800,000 of sinking fund debentures, due 1981, \$1,400,000 of sinking fund debentures, due 1986, and \$1,800,000 of sinking fund debentures, due 1991, to be offered for sale in denominations of \$1,000 or integral multiples thereof at 100% of face amount thereof through the underwriter, The Ohio Company, 51 North High St., Columbus, Ohio 43215. The company operates self-service retail shoe stores. (File 2-55775 - Mar. 23)

(S-14) FIRST MARYLAND BANCORP

25 South Charles St., Baltimore, Md. 21201 - 55,125 shares of common stock. It is proposed that the shares will be issued in connection with a merger between a subsidiary of the company and The Citizens National Bank of Havre de Grace, Maryland. The exchange rate is 4.5 First Maryland shares for each Bank share. (File 2-55777 - Mar. 23)

ACQUISITIONS OF SECURITIES

Companies and individuals must report to the Commission within 10 days on Schedule 13D if after the acquisition of equity securities of a public company their beneficial interest therein exceeds 5%. The following companies or individuals filed Schedule 13D's during the period March 3 - 8, 1976. The number of shares of the security which are beneficially owned, and the number of shares concerning which there is a right to acquire are set forth for each beneficial owner.

<u>REPORTING COMPANY OR INDIVIDUAL</u>	<u>ISSUER & NUMBER OF SHARES</u>	<u>DATE FILED</u>
Harvey B. Rodstein	Rodac Corp. (Carson, Calif.) Common Stock - 265,075 shs. Common Stock - 50,000 shs. on exercise of Option	3- 3-76
Fuji Heavy Industries Ltd. (Japan)	Subaru of America, Inc. (Pennsauken, NJ) Common Stock - 321,000 shs.	3- 3-76
Edward J. DeBartolo	G. F. Business Equipment, Inc. (Youngstown, Ohio) Common Stock - 140,760 shs.	3- 3-76
Group of Shareholders	Pharmacare, Inc. (Largo, Fla.) Common Stock - 477,166 shs. (Options and Warrants to purchase an aggregate of 40,000 shares are held by certain members of the Group)	3- 3-76
Mutual of Omaha Insurance Co.	United Benefit Life Insurance Co. (Omaha, Nebr.) Capital Stock - 512,609 shs. (71.2%)	3- 4-76
* Berkshire Hathaway Inc.	Affiliated Publications, Inc. (Boston, Mass.) Common Stock - 251,700 shs.	3- 4-76

ACQUISITION REPORTS CONT.

Pay'N Pak Stores, Inc. Employee Stock Ownership Trust	Pay'N Pak Stores, Inc. (Kent, Wash.) Common Stock - 180,000 shs.	3- 4-76
Edward S. Elliman	Douglas L. Elliman & Co. Inc. (New York City) Common Stock - 145,000 shs.	3- 4-76
* Albert M. Zlotnick	Y & S Candies Inc. (Westfield, NJ) Common Stock - 47,987 shs.	3- 4-76
Sacramento Publishing Co. John P. McGoff	Panax Corp. (East Lansing, Mich.) Common Stock - 45,309 shs. Common Stock - 24,528 shs. on exercise of Options Common Stock - 57,238 shs. to be acquired under an Agreement	3- 5-76
Mutual Benefit Life Insurance Co.	First Mortgage Investors (Miami Beach, Fla.) Shares of Beneficial Interest - 270,000 on conversion of Preferred (Under an Exchange Agreement, Mutual will acquire 27,000 Series B Preferred shares in exchange for \$2,700,000 principal amount of Notes)	3- 5-76
Patricia D. Goldman	McGregor-Doniger Inc. (New York City) Class A Common - 122,550 shs. Class B Common - 16,713 shs.	3- 5-76
Bruce B. Doniger	McGregor-Doniger Inc. (New York City) Class A Common - 122,550 shs. Class B Common - 16,713 shs.	3- 5-76
David D. Doniger	McGregor-Doniger Inc. (New York City) Class A Common - 121,050 shs. Class B Common - 16,713 shs.	3- 5-76
Peter S. Doniger	McGregor-Doniger Inc. (New York City) Class A Common - 121,800 shs. Class B Common - 16,713 shs.	3- 5-76
United Insurance Co. of America	Public Service Co. of Indiana (Plainfield, Ind.) \$9.44 Preferred Stock - 25,000 shs.	3- 8-76
Goldman, Sachs & Co.	Allied Stores Corp. (New York City) 4 1/2% Conv. Debentures - \$2,515,000	3- 8-76
* Northwest Industries, Inc.	Microdot Inc. (Greenwich, Conn.) Common Stock - 3,210,000 shs. (Above shares have been tendered pursuant to the Offer)	3- 8-76
Group of Shareholders	Booz Allen & Hamilton Inc. (Chicago, Ill.) Common Stock - 122,056 shs. Common Stock - 28,500 shs. on exercise of Options (The individuals comprising the Group are depositors under an Escrow Agreement)	3- 8-76
Mercantile National Corp. Equitable Co. of Texas	Capital Southwest Corp. (Dallas, Texas) Common Stock - 689,995 shs.	3- 8-76
John Hancock Mutual Life Insurance Co.	First Mortgage Investors (Miami Beach, Fla.) Common Stock - 450,000 shs. on conversion of Preferred (Hancock will exchange \$5,000,000 Notes on or before April 30 for cash and 45,000 Series B Preferred shares pursuant to the Plan of Reorganization)	3- 5-76

ACQUISITION REPORTS CONT.

New England Mutual Life Insurance Co.	First Mortgage Investors (Miami Beach, Fla.) Common Stock - 450,000 shs. on conversion of Preferred (New England will exchange Notes for cash and Preferred shares pursuant to a Plan of Reorganization)	3- 8-76
* Berkshire Hathaway Inc.	Blue Chip Stamps (Los Angeles, Calif.) Common Stock - 1,382,459 shs.	3- 8-76
United Insurance Co of America	Houston Light & Power Co. (Houston, Tex.) \$9.52 Preferred Stock - 25,000 shs.	3- 8-76
United Insurance Co. of America	Oklahoma Gas & Electric Co. (Oklahoma City, Okla.) \$9.45 Preferred Stock - 24,500 shs.	3- 8-76
Ghaith R. Pharaon (Saudi Arabia)	Sam P. Wallace Co., Inc. (Dallas, Texas) Common Stock - 289,304 shs. (250,104 of above shares are held in escrow. Pharaon has the right to vote such shares)	3- 8-76
Robert V. Palan Michael Milens Meyer Lerner	King Louie International, Inc. (Kansas City, Mo.) Common Stock - 83,146 shs. Common Stock - 30,000 shs. on exercise of Options	3- 8-76
* American General Insurance Co.	Lincoln American Corp. (Lake Success, NY) Common Stock - 991,056 shs. (19.21%)	3- 8-76
CNA Financial Corp.	General Growth Properties (Des Moines, Iowa) Shares of Beneficial Interest - 450,000	3- 8-76
* H. A. Pope & Sons, Inc.	Forum Restaurants, Inc. (Kansas City, Mo.) Common Stock - 81,457 shs.	3- 8-76
Stannet Corp.	Nasco International, Inc. (Fort Atkinson, Wisc.) Common Stock - 300,000 shs. (26%)	3- 8-76
EVT Partners	Electric Hose & Rubber Co. (Wilmington, Del.) Common Stock - 95,437 shs.	3- 8-76
* Capital Investment of Hawaii, Inc.	InterIsland Resorts, Ltd. (Honolulu, Hawaii) Common Stock - 124,156 shs.	3- 8-76
* Southland Royalty Acquisition Corp.	Aztec Oil & Gas Co. (Dallas, Texas) Common Stock - 5,220,974 shs. (Above shares were tendered pursuant to the Offer)	3- 8-76

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.

SEC NEWS DIGEST is published daily. Subscription rates: \$64.45/yr in U.S. first class mail; \$80.60 elsewhere.
SEC DOCKET is published weekly. Subscription rates: \$43.70/yr in U.S. first class mail, \$54.65 elsewhere. The News Digest and the Docket are for sale by the Superintendent of Documents, Government Printing Office, Washington, D.C. 20402.