

sec news digest

U.S. SECURITIES & EXCHANGE COMMISSION

Issue 75-110

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RECEIVED

June 6, 1975

JUN 9 1975

DECISIONS IN ADMINISTRATIVE PROCEEDINGS

GARY L. JONES & ASSOCIATES REVOKED AND PRESIDENT BARRED **LIBRARY.**

The Commission has revoked the broker-dealer registration of Gary L. Jones & Associates, of Salt Lake City, and barred Gary Leon Jones, its president, from association with any broker or dealer. After five years, Jones may apply to the Commission to become so associated in other than a supervisory position.

The sanctions were based on findings that, during April 1973, the firm and Jones accepted purchase and sale orders from customers at a time when the firm was insolvent. It was also found that the firm and Jones failed to comply with net capital, credit extension and reporting requirements. On June 5, 1973, they were preliminarily enjoined, with their consent, from violations of net capital and reporting provisions.

The Commission's action was taken under an offer of settlement in which the firm and Jones, without admitting or denying the charges against them, consented to the above findings and the indicated sanctions. (Rel. 34-11446)

COMMISSION ANNOUNCEMENTS

REQUEST FOR RECORDS RELATING TO ACTIVE INVESTIGATORY FILE DENIED

The Commission has denied the request of Stanley L. Kaufman, Esquire, for access to the records contained in an investigatory file relating to William Norton & Co., Inc. Public administrative proceedings resulting from this investigation are pending and it is expected that the matter will soon be set down for hearing before an administrative law judge. In these circumstances, the records comprising the file are exempt from disclosure by virtue of the seventh exemption. In addition, certain of the requested materials are exempt from disclosure as inter- or intra-agency memoranda. (Rel. FOIA-9)

COURT ENFORCEMENT ACTIONS

"OZZIE" CURTIS, OTHERS INDICTED

The Los Angeles Regional Office announced that on May 22 a federal grand jury in Los Angeles returned a 23-count criminal indictment against Alexander "Ozzie" Curtis, also known as Alexander Greenberg, Dwain L. Clark, Nathan "Nat" Debin, Frances H. Cording, Trans Western Industries, Inc., Western Investment Group, Inc., Morr Industries, Cannon Drive Corporation, General Transfer Agency, Telident, Inc., Ammon Corporation, and Zenith Development Corporation. The indictment charges the defendants with conspiracy, mail fraud, fraud in the sale of securities, sale of unregistered securities, and inducing interstate travel in furtherance of a scheme to defraud. In addition, the defendants were charged with conspiring to solicit perjury and obstructing justice by means of threats and influence. (U.S. v. Dwain Clark, et al., CR-75-807-AAH, CD CA). (LR-6916)

HERMANN MAYERS, OTHERS ENJOINED

The SEC announced that on May 30 the Honorable John H. Pratt, U.S. District Judge for the District of Columbia, entered a temporary restraining order enjoining Hermann Mayer, Dan Mayer, Refrax Handels Anstalt, Sanbil Handels Anstalt, Magnesit Holding A.G., Aldo Handels Anstalt and, among others, certain named agents from purchasing, selling, voting or otherwise acquiring, disposing of or encumbering any securities of General Refractories Company. The above individuals and companies were all named as

defendants in the Commission's injunctive action filed on May 21, 1975. Judge Pratt's order expires at 11:00 a.m., June 9, 1975, unless extended for an additional ten-day period. (SEC v. General Refractories Co., et al., D.C., Civil No. 75-0809). (LR-6919)

**COMPLAINT NAMES PARTNERSHIP MANAGEMENT ASSOCIATES, INC.,
OTHERS**

The Chicago Regional Office announced the filing on May 22 of a complaint in Federal District Court, Chicago, Illinois, seeking to enjoin Partnership Management Associates, Inc., International Currency Fund, Shank Nursing Home Associates, Trans Universal, The Four Million Dollar Company, Don W. Rodgers, John Alan McElwain, Robert Hasse, and Gaylord Landahl, from violations of the antifraud provisions of the securities laws in the offer and sale of securities in the form of limited partnership interests. (SEC v. Partnership Management Associates, Inc., et al., N.D. Civil No. 75C-1659). (LR-6921)

INVESTMENT COMPANY ACT RELEASES

FINANCIAL DYNAMICS FUND

An order has been issued on an application of Financial Dynamics Fund, Inc. (Dynamics) and Financial Venture Fund, Inc. (Venture), exempting from Section 17(a) of the Act the proposed merger of Venture into Dynamics. (Rel. IC-8808 - June 5)

THE STALLION FUND

An order has been issued terminating on its own motion the registration under the Act of The Stallion Fund, Inc., a mutual fund. (Rel. IC-8809 - June 5)

HOLDING COMPANY ACT RELEASES

CONSOLIDATED NATURAL GAS COMPANY

An order has been issued authorizing Consolidated Natural Gas Company, and six of its subsidiaries, to engage in intrasystem financing, and also authorizing the issuance of commercial paper and notes to banks by the holding company. (Rel. 35-19028 - June 5)

JERSEY CENTRAL POWER & LIGHT COMPANY

A notice has been issued giving interested persons until July 2 to request a hearing on a proposal by Jersey Central Power & Light Company, subsidiary of General Public Utilities Corporation, that it sell a certain substation to an unaffiliated company. (Rel. 35-19029 - June 5)

TRADING SUSPENSIONS

ADDITIONAL ACTION ON TWO TRADING SUSPENSIONS

The SEC has announced the suspension of (a) exchange and over-the-counter trading in the securities of Canadian Javelin Ltd. for the further ten-day period June 8 - 17, inclusive; and (b) over-the-counter trading in the securities of Continental Vending Machine for the further ten-day period June 9 - 18, inclusive.

SECURITIES ACT REGISTRATIONS

(S-14) EATON & HOWARD STOCK FUND

24 Federal St., Boston, Mass. 02110 - 53,996 shares of beneficial interest. It is proposed to offer these shares to the shareholders of The Hornblower Equity Fund, Inc (Equity), 8 Hanover St., New York, N.Y., in connection with an agreement and plan of reorganization under the terms of which the assets of Equity will be acquired by Eaton & Howard Stock Fund (Stock) in exchange for shares of Stock, such exchange to be based on relative net asset values. Stock is a diversified, open-end investment company seeking growth of principal and income for its shareholders by investment in a number of carefully selected securities. (File 2-53859 - June 2)

(S-7) IOWA SOUTHERN UTILITIES COMPANY

300 Sheridan Ave., Centerville, Iowa, 52544 - \$10 million of first mortgage bonds, due 2005, to be offered and sold at competitive bidding. The company is an electric and gas utility serving south and southeastern Iowa. (File 2-53860 - June 4)

(S-14) FIRST VIRGINIA BANKSHARES CORPORATION

6400 Arlington Blvd., Falls Church, Va. 22046 - 714,616 shares of common stock; 510,440 shares of First Series B convertible preferred stock (together with 714,616 shares of common stock issuable upon conversion and an undetermined number of shares of common stock which may become issuable under the anti-dilution provisions of the preferred stock); and \$1,531,320 principal amount of the 8% subordinated capital notes, due 1985. Under the amended agreement of merger of Farmers National Bank, Salem, Va., into First Virginia Bank of Roanoke Valley, a wholly-owned subsidiary of First Virginia Bankshares Corporation, it is proposed to offer shareholders of Farmers, either 14 shares of common stock and 1 8% subordinated notes, due 1985, in the principal amount of \$30, or 10 shares of preferred stock for each share of the capital stock of Farmers National Bank. First Virginia Bankshares Corporation is a bank holding company, controlling 23 banks and several bank related subsidiaries. (File 2-53865 - June 4)

(S-1) VICTORIA STATION INCORPORATED

150 Chestnut St., San Francisco, Cal. 94111 - 630,000 shares of common stock, will be offered for sale through a group of underwriters headed by Robertson, Colman, Siebel & Weisel, 235 Montgomery St., San Francisco, Cal. 94104. Of the shares to be offered, 500,000 shares will be sold by the company and 130,000 shares will be sold by selling shareholders. A maximum of 50,000 additional shares may be sold by the company and 75,000 shares by certain of the selling shareholders under an over-allotment option granted to the underwriters. The company develops and operates full service restaurants, primarily under the name "Victoria Station," which offers a limited menu featuring high quality prime rib served in a unique railroad atmosphere. (File 2-53869 - June 5)

STOCK PLANS FILED

The following have filed Form S-8 registration statements with the SEC seeking registration of securities to be offered pursuant to employee stock and related plans:

Continental Oil Co., Stamford, Conn. (File 2-53820 - May 29) - 500,000 shares
The Gorman-Rupp Co., Mansfield, Ohio (File 2-53821 - May 29) - 8,421 shares
Norlin Corp., Panama 5, Republic of Panama (File 2-53823 - May 29) - 280,000 shares
Technical Publishing Co., Barrington, Ill. (File 2-53824 - May 29) - 110,000 shares
Sprague Electric Co., North Adams, Mass. (File 2-53825 - May 29) - 100,000 shares
Penton, Inc., Cleveland, Ohio (File 2-53826 - May 30) - 100,000 shares
Central Crude Oil Co., Houston, Tex. (File 2-53831 - May 30) - 100,000 shares
Weil-McLain Co., Inc., Dallas, Tex. (File 2-53832 - May 30) - 406,874 shares
Hospital Affiliates International, Inc., Nashville, Tenn. (File 2-53833 - May 30) - 287,670 shares
Real Estate Data, Inc., Miami, Fla. (File 2-53834 - May 30) - 165,000 shares
Management Assistance Inc., New York, N.Y. (File 2-53837 - May 30) - 709,150 shares
Keene Corp., New York, N.Y. (File 2-53839 - May 30) - 100,000 shares
FMC Corp., Chicago, Ill. (File 2-53840 - May 30) - 20,614 shares
Foote, Cone & Belding Communications, Inc., New York, N.Y. (File 2-52841 - June 2) - 125,000 shares
Medenco, Inc., Houston, Tex. (File 2-53842 - June 2) - 250,000 shares
Dial Financial Corp., Des Moines, Iowa (File 2-53846 - June 2) - \$4,000,000 of employee notes
Abbott Laboratories, North Chicago, Ill. (File 2-53848 - June 2) - 125,000 shares
United Gas Pipe Line Co., Houston, Tex. (File 2-53852 - June 3) - 500,000 shares
Studebaker-Worthington, Inc., New York, N.Y. (File 2-53857 - June 3) - 150,000 shares
Genovese Drug Stores, Inc., Melville, N.Y. (File 2-53858 - June 3) - 30,000 shares
Morgan Guaranty Trust Co. of New York, New York, N.Y. (File 2-53861 - June 4) - 100,000 shares
Sears, Roebuck and Co., Chicago, Ill. (File 2-53866 - June 5) - 4,500,000 shares
American Financial Corp., Cincinnati, Ohio (File 2-53868 - June 4) - 400,000 shares
Bertea Corp., Irvine, Cal. (File 2-53870 - June 5) - 25,000 shares
Interlake, Inc., Chicago, Ill. (File 2-53871 - June 5) - 398,300 shares

REGISTRATIONS EFFECTIVE

June 3: United States Guaranteed Assets Inc., 2-53024.

June 4: A-T-O Inc., 2-52381; American Tax-Exempt Bond Trust, Series 5, 2-53657; General Motors Acceptance Corp., 2-53679; International Telephone & Telegraph Corp., 2-53699 - 2-53700; Knight Ridder Newspapers, Inc., 2-53746; Myer Emporium Ltd., 2-53683;

Public Service Co. of Oklahoma, 2-53592; Whitehall Money Market Trust, 2-52698; UGI Corp., 2-53554 & 2-53553.
June 5: Arizona Public Service Co., 2-53689 & 2-53691; C. I. T. Financial Corp., 2-53714; Kansas City Power & Light Co., 2-53597; Mor-Flo Industries, Inc., 2-53608; Union Oil Co. of California, 2-53729.

MISCELLANEOUS

CONNECTICUT MUTUAL LIFE INSURANCE COMPANY

An order has been issued on an application of Connecticut Mutual Life Insurance Company (CM), a registered investment adviser, exempting it from the provisions of Section 205(1) of the Investment Advisers Act so as to permit CM to enter into a proposed advisory contract with CM Properties, a limited partnership, under a compensation arrangement which may involve performance fees prohibited by the Act. (Rel. IA-461)

CORRECTION RE RELEASE NO. 11444

The second sentence, second paragraph, of Release No. 11444 dated May 28, 1975, announcing the termination of the suspension of over-the-counter trading in the securities of Integrity Entertainment Corp., read: "On May 16, 1975, Integrity Entertainment Corp. announced its nine-month earnings results, which showed a loss, reflecting the inventory theft estimated at \$1 million." The correct text of the sentence should read: "On May 16, 1975, Integrity Entertainment Corp. announced its nine-month earnings results reflecting the inventory theft estimated at \$1 million."

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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