

# sec news digest

Issue 75-172

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U.S. SECURITIES & EXCHANGE COMMISSION

RECEIVED

September 4, 1975

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## RULES AND RELATED MATTERS

SEP 1975

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HEARINGS ON STOCK EXCHANGE RULES WHICH  
RESTRICT OFF-EXCHANGE TRADING TO BEGIN  
OCTOBER 1

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The SEC announced that it has transmitted to Congress, pursuant to §11A(c)(4) of the Securities Exchange Act of 1934 (the Act), a report of its review of exchange rules which limit or condition the ability of members to effect transactions otherwise than on such exchanges. The Commission also announced that it is commencing a proceeding, pursuant to Section 19(c) of the Act, to determine (i) whether to amend or abrogate such rules; and (ii) whether to compel exchanges to adopt any one or proposed Rules 19c-1/A, 19c-1/B or 19c-1/C or some variation thereof, to replace existing exchange rules in the event it is determined to amend or abrogate such existing rules. The Commission further stated that it will hold oral hearings beginning Wednesday, October 1, 1975, at 10 a.m., in Room 776 at the Commission's headquarters, 500 North Capitol Street, Washington, D.C. 20549.

All persons who wish to appear at the oral hearings should inform Bart Friedman, Assistant Director, Office of Market Structure and Trading Practices, Division of Market Regulation, Room 302, Securities and Exchange Commission, 500 North Capitol Street, Washington, D.C. 20549, telephone number (202) 755-4470, not later than September 26, 1975. Persons intending to appear should file with George A. Fitzsimmons, Secretary of the Commission, Room 892 at the above address, 30 copies of the text of any prepared statements not later than 48 hours prior to their appearance and are invited, at the time of their appearance, to make additional copies of their statements available for the benefit of the press and all other interested persons. Persons wishing to make written submissions of views, data and arguments should file 30 copies thereof with the Secretary no later than October 17, 1975. Copies of the Commission's report to the Congress, as well as all submissions and transcripts of the oral hearings, will be made available in the Public Reference Room, 1100 L Street, N.W., Washington, D.C., and at each regional office of the Commission. Persons wishing to submit written views, data or arguments in respect of submissions made by others or in respect to views, data and arguments presented at the oral hearings may do so until October 31, 1975. All submissions should refer to File No. 4-180. (Rel. 34-11628)

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## COMMISSION ANNOUNCEMENTS

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REPORT COORDINATING GROUP (ADVISORY)  
MEETING ANNOUNCED

The Commission's Report Coordinating Group (Advisory) will hold a meeting on September 22, 1975 at the Securities and Exchange Commission, 500 North Capitol St., Room 776, Washington, D.C. The meeting will commence at 10:00 a.m. local time and will be for the purpose of discussing the development of simplified trading forms and assessment forms.

The Group's meetings are open to the public. Any interested person may attend and appear before or file statements with the advisory committee. Said statements, if in written form, may be filed before or after the meeting. Oral statements shall be made at the time and in the manner permitted by the Report Coordinating Group.

The Report Coordinating Group was formed to assist the Commission in developing a coherent, industry-wide, coordinated reporting system. In carrying out this objective, the Report Coordinating Group is to review all reports, forms and similar materials required of broker-dealers by the Commission, the self-regulatory community and others. The Group is advising the Commission on such matters as eliminating unnecessary duplication in reporting, reducing reporting requirements where feasible, and developing the FOCUS Report for financial and operational information. (Rel. 34-10612; 34-10959; 34-11140; and 34-11149).

Information concerning the meeting, including the procedures for submitting statements to the Group, may be obtained by contacting: Mr. Daniel J. Piliero II, Secretary, SEC Report Coordinating Group, Securities and Exchange Commission, Washington, D.C. 20549.

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## TRADING SUSPENSIONS

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### VALHI, INC. SUSPENDED

The SEC has announced the suspension of over-the-counter trading for the ten-day period September 4 through midnight (EDT) on September 13, 1975 of the common stock of Valhi, Inc.

The Commission announced the suspension of trading because questions as to who constitutes the current directors and management of Valhi have not yet been fully resolved. (Rel. 34-11630)

### ADDITIONAL ACTION ON THREE TRADING SUSPENSIONS

The SEC has announced the suspension of exchange and over-the-counter trading in the securities of Equity Funding Corp. and over-the-counter trading in the securities of Industries International Inc. and Westgate California Corp. for the further ten-day period September 4 - 13, inclusive.

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## COURT ENFORCEMENT ACTIONS

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### JAMES E. CORR, III, OTHERS INDICTED

The New York Regional Office announced that on August 13 a federal grand jury filed a forty-two count indictment charging James E. Corr, III, a private investor, and R. Bruce Buschbaum, Roger Drayer, Barry Drayer, Barry Chajet, Alan Kern, William Murphy and Richard Sobel, former registered representatives of brokerage firms, with conspiracy to violate the securities laws, securities fraud and mail fraud in connection with transactions in the securities of Jerome Mackey's Judo Inc. Corr was also charged with filing a false bank loan application, perjury and false statements. (U.S. v. James E. Corr, III, et al., S.D.N.Y.). (LR-7066)

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## INVESTMENT COMPANY ACT RELEASES

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### DELAWARE FUND

An order has been issued on an application of Delaware Fund, Inc., Decatur Income Fund, Inc., Delta Trend Fund, Inc. (the Fund(s), all registered open-end diversified management investment companies, and Delaware Management Company, Inc., the Funds' principal underwriter, permitting the Funds to exchange their shares for shares of Delchester Bond Fund, Inc. (Bond Fund) which were purchased under a sales load schedule lower than that applicable to the other Funds, on the basis of relative net asset values plus an amount equal to the difference between the sales charge as described in the appropriate prospectus for the Fund whose shares are being acquired and the sales charge which was paid on the Bond Fund shares exchanged. (Rel. IC-8917 - Sept. 3)

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## HOLDING COMPANY ACT RELEASES

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### CONNECTICUT LIGHT & POWER COMPANY

An order has been issued approving a proposal of Connecticut Light & Power Company, subsidiary of Northeast Utilities, to issue and sell at competitive bidding up to \$50 million of first mortgage bonds and 400,000 shares of preferred stock, par value \$50 per share. The proceeds of the sales will be used to repay short term indebtedness and to finance the company's construction program. (Rel. 35-19152 - Sept. 3)

### DELMARVA POWER & LIGHT COMPANY

An order has been issued approving a proposal of Delmarva Power & Light Co., a registered holding company, to lease seventy-seven coal hopper cars under a leveraged lease agreement. (Rel. 35-19153 - Sept. 3)

A notice has been issued giving interested persons until September 26 to request a hearing on a proposal of Pennsylvania Power Company, subsidiary of Ohio Edison Company, to issue and sell \$25 million of first mortgage bonds at competitive bidding and to issue \$1,169,000 of first mortgage bonds for sinking fund purposes. (Rel. 35-19154 - Sept. 3)

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## DELISTING AND UNLISTED TRADING ACTIONS

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### UNLISTED TRADING SOUGHT

A notice has been issued giving interested persons until September 14 to request a hearing on the application of the Midwest Stock Exchange for unlisted trading privileges in the common stock of Campbell Red Lake Mines Ltd. (Rel. 34-11631)

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## SECURITIES ACT REGISTRATIONS

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### (S-1) FRANK B. HALL & CO. INC.

549 Pleasantville Rd., Briarcliff Manor, N.Y. 10510 - 2,000,000 shares of common stock, to be issued in connection with the acquisition of other businesses and properties. Frank B. Hall & Co. Inc. and its subsidiaries are engaged in a general insurance brokerage and agency business. (File 2-54435 - Aug. 19)

### (S-B) MONTREAL URBAN COMMUNITY

385 Sherbrooke St. East, Montreal, Quebec, Canada - \$60 million of sinking fund debentures, due 2000, to be offered for sale through underwriters headed by White, Weld & Co. Incorporated, One Liberty Plaza, 91 Liberty St., New York, N.Y. 10006. The Montreal Urban Community is a regional governmental body for the City of Montreal and 29 other municipalities and has responsibility for certain municipal functions. (File 2-54501 - Aug. 28)

### (S-1) WOODS PETROLEUM CORPORATION

3555 Northwest 58th St., Oklahoma City, Okla. 73112 - 2,749,859 shares of common stock, to be distributed to stockholders of Woods Corporation, as a dividend on the basis of one Woods Petroleum Corporation share for each Woods Corporation share. The company is engaged in the exploration for and production of oil and gas. (File 2-54519 - Aug. 29)

### (S-11) 501 SEVENTH AVENUE MORTGAGE COMPANY

60 East 42nd St., New York, N.Y. 10017, a general partnership consisting of Lawrence A. Wien and Peter L. Malkin - \$1,780,000 of participations in general partnership interest, to be offered for sale in units of \$10,000 each. The partnership has been formed to make a first mortgage loan to Seventh & 37th Building Associates, the fee owner of the building located at 501 Seventh Ave., New York, N.Y. (File 2-54520 - Aug. 29)

### (S-11) BERKELEY BUILDING MORTGAGE COMPANY

60 East 42nd St., New York, N.Y. 10017, a general partnership consisting of Lawrence A. Wien and Peter L. Malkin - \$2,650,000 of participations in general partnership interests, to be offered for sale in units of \$10,000 each. The partnership has been formed to make a first mortgage loan to 19 West 44th St. Associates, the fee owner of the Berkeley Building, located at 19 West 44th St., New York, N.Y. (File 2-54521 - Aug. 29)

### (S-1) SUN BANKS OF FLORIDA, INC.

Sun First National Bank Bldg., Orlando, Fla. 32801 - 140,000 shares of common stock, to be offered in exchange for all outstanding shares of common stock of Peoples Bank of Broward County, Tamarac, Fla., at the rate of 3.5 shares for each Peoples Bank share. Sun Banks of Florida, Inc., is a multi-bank holding company. (File 2-54524 - Aug. 29)

### (S-7) FLORIDA POWER CORPORATION

3201 34th St. South, St. Petersburg, Fla. 33711 - 200,000 shares of common stock, to be offered pursuant to an Automatic Dividend Reinvestment and Stock Purchase Plan. The company is engaged in the electric utility business. (File 2-54525 - Aug. 29)

(S-12) MORGAN GUARANTY TRUST COMPANY OF NEW YORK

23 Wall St., New York, N.Y. 10015 - seeks registration of 100,000 American Depositary Receipts for ordinary shares of Consolidated Gold Fields Limited, an English corporation. (File 2-54528 - Sept. 2)

(S-11) CHURCH LOANS & INVESTMENTS TRUST

4102 West 51st St., Amarillo, Tex. 79109 - \$12,500,000 secured savings certificates, to be offered for sale in units of \$1,000 or more, through Affiliated Managers, Inc., 4102 West 51st St., Amarillo, Tex. 79109. The Trust makes loans to congregations of churches of Christ. (File 2-54531 - Sept. 2)

(S-7) AMERICAN TELEPHONE AND TELEGRAPH COMPANY

195 Broadway, New York, N.Y. 10007 - 12,000,000 shares of common stock, to be offered for sale through underwriters headed by Morgan Stanley & Co. Incorporated, Goldman, Sachs & Co., Merrill Lynch, Pierce, Fenner & Smith Incorporated and Salomon Brothers. The company is engaged in the business of furnishing communications services, mainly telephone service. (File 2-54535 - Sept. 3)

REGISTRATIONS EFFECTIVE

Aug. 29: Aetna Variable Encore Fund Inc., 2-53038.

Sept. 2: C. R. Bard Inc., 2-54410; Florida Power & Light Co., 2-54242; Louisiana Pacific Corp., 2-54305.

REGISTRATIONS WITHDRAWN

Aug. 13: First Arbitrage Fund of America, Inc., 2-26607.

Aug. 25: American Energy Oil & Gas Income Program, 2-48832; Southwest Bancshares Inc., 2-51808.

Aug. 26: Benal Beach Corporations A., 2-51472.

Aug. 27: Zoecon Corp., 2-53944.

Aug. 28: Little Lake Industries Inc., 2-47229.

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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