



SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST

A Daily Summary of
S.E.C. Activities

Washington, D.C. 20549

(In ordering full text of Releases from SEC Publications Unit cite number)

(Issue No. 71-237)

FOR RELEASE December 10, 1971

DECISION IN ADMINISTRATIVE PROCEEDING

ROBERT COSDEN BARRED. The SEC has entered orders instituting administrative proceedings against and barring Robert Cosden, of Philadelphia, Pa., formerly an officer and registered representative of a registered broker-dealer, from association with a broker or dealer. The bar order, entered with respondent's consent, was based on a finding that, as recited in the order instituting the proceedings, Cosden was permanently enjoined by the United States District Court for the Eastern District of Pennsylvania from violating or aiding and abetting violations of various registration, antifraud and reporting provisions of the Securities Act and Securities Exchange Act and rules thereunder. (Rel. 34-9414)

NEW RULES AND RULE PROPOSALS

SEC PROPOSES INVESTMENT COMPANY ACT RULE 27d-3 AND FORM N-27D-2. The Commission today announced that it has under consideration the adoption of proposed Rule 27d-3 and proposed Form N-27D-2 under the Investment Company Act of 1940, providing for quarterly reports to be filed by registered investment companies (unit investment trusts and management investment companies) issuing periodic payment plan certificates subject to the rights of refund contained in Sections 27(d) and 27(f) of the Act. The proposed Rule and Form are designed to facilitate the Commission's continuous review of the experience and operations of such issuers in connection with the rights of withdrawal and refund under Sections 27(d) and 27(f) and the reserves required to be established and maintained in accordance with Rule 27d-1 under the Act. Issuers would not be required to file the proposed Form if the depositor or underwriter has obtained an insurance company undertaking, pursuant to Rule 27d-2, to guarantee the performance of all of its obligations to refund charges.

All interested persons are invited to submit their views and comments on the proposed Rule and Form in writing to the Division of Corporate Regulation, Securities and Exchange Commission, Washington, D. C. 20549 on or before January 17, 1972. All such communications will be available for public inspection.

Printing and mailing of copies of the Release for distribution to the Commission's mailing list will be somewhat delayed. Therefore, the Association of Mutual Fund Plan Sponsors and the Investment Company Institute have undertaken to distribute copies to their memberships. The Release will also appear in the Federal Register within the next few days. (Rel. IC-6878)

INVESTMENT COMPANY ACT RELEASES

VANCE, SANDERS SPECIAL FUND. The SEC has issued a notice giving interested persons until December 28 to request a hearing upon an application of Vance, Sanders Special Fund, Inc., Boston mutual fund, and M. Colyer Crum, a director of the Fund, for an order exempting Crum from the classification of "interested person" as defined in the Act. Crum, in addition to being a director of the Fund, is also a director of Pennsylvania Life Company and a member of its Finance Committee. Penn Life, a holding company, derives the major portion of its income from two subsidiary insurance companies, although it is also involved, through subsidiaries and affiliates, in the securities brokerage business and in the sale of mutual fund shares to the public. Applicants represent that Crum is an "interested person" of the Fund, his affiliations will not impair his independence in acting on behalf of the Fund and its shareholders.

Pending resolution of this application, the SEC has also issued a temporary order exempting Crum from the definition of an "interested person" as defined in the Act. (Rel. IC-6876)

SERVICE FUND. The SEC has issued a notice giving interested persons until December 30 to request a hearing upon an application of Service Fund, Inc., Smithfield, Va. mutual fund, for an order declaring that it has ceased to be an investment company. The Fund's board of directors has determined to abandon any further offering of its securities and that the Fund should be liquidated and dissolved. (Rel. IC-6877)

HOLDING COMPANY ACT RELEASE

ALABAMA POWER COMPANY. The SEC has issued an order authorizing Alabama Power Company, Birmingham subsidiary of The Southern Company, to issue and sell \$25,500,000 of first mortgage bonds and 380,000 shares of cumulative preferred stock (\$100 par) at competitive bidding. Net proceeds of its financing will be applied to the repayment of \$63,715,000 of first mortgage bonds, 3-1/2% series, which mature on January 1, 1972. (Rel. 35-17388)

SECURITIES ACT REGISTRATIONS

FARMLAND INDUSTRIES, INC. (Farmland), 3315 N. Oak Trafficway, Kansas City, Mo. 64116, filed a registration statement on December 1 seeking registration of subordinated certificates of investment as follows: \$10 million of 7%, \$23 million of 7-1/2%, \$1.5 million of 8-1/2%, \$300,000 of 9% and \$750,000 of 10% certificates; \$10 million of 7-1/2% subordinated monthly income provider; 160,000 shares of 6% preferred stock; and 10,000 shares of common stock. The certificates of investment and income provider are to be offered for public sale at 100% of principal

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amount and the preferred stock at \$25 per share; the common stock is to be offered for sale at \$25 per share only to member local cooperatives and local cooperatives eligible for membership in Farmland through Edward D. Jones & Co., 101 N. 4th St., St. Louis, Mo. In addition, it is proposed to offer \$4 million of 7% and \$13 million of 7-1/2% certificates of investment, \$2 million of subordinated monthly income provider and 160,000 shares of preferred stock to holders of outstanding subordinated certificates of indebtedness and 5-1/2% preferred stock in exchange for an equivalent principal amount of certificates of investment, 6% preferred stock or the monthly income provider (\$5,000 minimum) or any combination thereof. Farmland is operated on a cooperative basis as a supply source for local farmers' cooperative associations. Net proceeds will be added to the company's general funds and applied to facility expansion, redemption of securities and investments in subsidiaries and affiliates. (File 2-42493)

AMERICAN HEALTH FOODS, INC., 9000 Sunset Blvd., Los Angeles, Calif. 90069, filed a registration statement on December 2 seeking registration of 200,000 shares of common stock, to be offered for public sale at \$5.50 per share through underwriters headed by A. J. Butler & Co., 55 Broad St., New York 10004. The company proposes to engage in the distribution and sale of products generally associated with the health food industry. Of the net proceeds of its stock sale, \$250,000 will be used for fixtures, equipment and inventory to open departments in ten Interstate Department Stores and the balance for working capital and other corporate purposes. (File 2-42510)

TRANSCO REALTY TRUST (Trust), 10 Post Office Sq., Boston, Mass. 02109, filed a registration statement on December 2 seeking registration of 203,005 shares of beneficial interest and warrants to purchase 203,005 shares of beneficial interest. It is proposed to offer these securities for subscription by shareholders in units, each consisting of one share and one warrant, and at the rate of one unit for each two shares held. The offering is to be made (*at \$5 per unit maximum) through underwriters headed by Sterling, Grace & Co. Inc., 39 Broadway, New York 10004. The primary objective of the Trust is to acquire or invest in fee interests and long-term leasehold interests in real property, primarily shopping centers. Courtland-Transco, Inc. is investment adviser. (File 2-42512)

TEXAS INTERNATIONAL REALTY CORPORATION (the general partner), 3545 N.W. 58th St., Oklahoma City, Okla. 73112, filed a registration statement on December 3 seeking registration of \$20 million of units of participation in the company's Series A Real Estate Fund, to be offered for public sale at \$5,000 per unit (with a minimum subscription of two units). No underwriting is involved. A series of limited partnerships are to be formed to engage in the acquisition, development and management of improved and unimproved real estate. The general partner is a wholly-owned subsidiary of Texas International Petroleum Corporation. (File 2-42514)

PURULATOR, INC., 970 New Brunswick Ave., Rahway, N. J. 07065, filed a registration statement on December 3 seeking registration of 48,517 outstanding shares of common stock, which may be offered for sale from time to time by the holders thereof at prices current at the time of sale (*\$82 per share maximum). (File 2-42515)

AUTOMATIC DATA PROCESSING, INC., 405 Route 3, Clifton, N. J. 07015, filed a registration statement on December 2 seeking registration of 12,944 outstanding shares of common stock, to be offered for public sale by the holder thereof (*at \$57-5/8 per share maximum). (File 2-42516)

REXHAM CORPORATION, 260 Madison Ave., New York 10016, filed a registration statement on December 3 seeking registration of 4,543,305 shares of common stock. These shares are to be issued to holders of shares of common stock of Riegel Paper Corporation (Riegel) on a share-for-share basis pursuant to the spin-off of the Riegel Packaging Group (Riegel's packaging division and industrial division). Riegel is engaged in the manufacture and sale of paperboard, paper and pulp and in related activities. Pursuant to certain agreements, Riegel will transfer to Rexham that portion of Riegel's business attributable to, and the assets and properties of, Riegel's Packaging Group in exchange for additional shares of common stock of Rexham and the assumption by Rexham of obligations and agreements of Riegel attributable to the Packaging Group. (File 2-42518)

APPLIED INFORMATION INDUSTRIES, 345 New Albany Rd., Moorestown, N. J. 08057, filed a registration statement on December 3 seeking registration of 100 shares, to be offered for sale only to employees participating in the company's Stock Purchase Plan and at \$3,000 per share. No underwriting is involved. The company is engaged in the design, manufacture and sale of digital data processing, communications navigation and guidance and related electronic systems and devices. Net proceeds will be used for working capital and other corporate purposes. (File 2-42519)

ECOLOGICAL CORRECTIVES, INC., 153 Pearl St., Paterson, N. J. 07501, filed a registration statement on December 3 seeking registration of 200,000 shares of common stock, to be offered for public sale at \$5 per share. The offering is to be made on a best efforts basis by Doores Securities Corp., 110 Washington St., New York 10006. The company was formed in June to acquire a franchise to sell and pursuant to certain limitations manufacture "Halox" for use in the fields of water pollution and liquid effluents. Of the net proceeds of its stock sale, \$225,000 will be used for used for research and development and the balance for working capital and other corporate purposes. (File 2-42521)

REAL ESTATE INVESTMENT TRUST FUND OF AMERICA, INC., 1800 Century Park East, Los Angeles, Calif. 90067, filed a registration statement on December 6 seeking registration of 10,000,000 shares of common stock, to be offered for public sale at net asset value plus an 8-1/2% sales charge on purchases of less than 2,500 shares. The Fund is a diversified, open-end, managed investment company emphasizing current income and growth of future income primarily through investments in publicly held real estate investment trusts. Winkler/Scheid Management Company is Fund manager. (File 2-42522)

LOUISIANA POWER & LIGHT COMPANY, 142 Delaronde St., New Orleans, La. 70114, filed a registration statement on December 6 seeking registration of \$25 million of first mortgage bonds, due 2002, and 100,000 shares of cumulative preferred stock (\$100 par), to be offered for public sale at competitive bidding. A subsidiary of Middle South Utilities, Inc., the company will use the net proceeds of its stock sale for payment of any short-term borrowings outstanding at the time proceeds are received, for construction and other corporate purposes. Construction expenditures are estimated at \$79,900,000 for the year 1971 and \$107,600,000 for 1972. (File 2-42523)

WESTERN AIR LINES, INC., 6060 Avion Dr., Los Angeles, Calif. 90009, filed a registration statement on December 6 seeking registration of \$6,184,000 of outstanding 5-1/4% convertible subordinated debentures, due 1993, and 15,000 outstanding shares of capital stock. These securities may be offered for sale from time to time by the holder thereof (Kirk Kerkorian, owner of 28% of the company's outstanding common stock) at prices current at the time of sale (*\$28 per share maximum). (File 2-42524)

THE SUMMIT ORGANIZATION, INC., 14 Pelham Parkway, Pelham Manor, N. Y., filed a registration statement on December 6 seeking registration of 2,116,706 outstanding shares of common stock. These shares may be offered for sale from time to time by the holders thereof at prices current at the time of sale (*\$3 per share maximum) through Chartered New England Corporation. The company is engaged in the manufacture and sale of intimate and other apparel, the sale of undeveloped real estate, the manufacture and sale of mobile and sectional homes and in providing agency services for acquisition and operation of cattle breeding herds. (File 2-42526)

ATICO MORTGAGE INVESTORS (the Trust), 28 State St., Boston, Mass. 02109, filed a registration statement on December 6 seeking registration of \$25 million of subordinated debentures, due 1992, with Series C warrants to purchase shares of beneficial interest, to be offered for public sale in units, each consisting of a \$1,000 debenture and an unspecified number of Series C warrants, and at \$1,000 per unit. The offering is to be made through underwriters headed by Shields & Co. Inc., 44 Wall St., and Reynolds Securities, Inc., 120 Broadway, both of New York 10005. The Trust operates in a manner intended to enable it to qualify as a real estate investment trust under the Internal Revenue Code. Atico Advisory Corporation is investment adviser. (File 2-42528)

GENERAL FOODS CORPORATION, 250 North St., White Plains, N. Y. 10625, filed a registration statement on December 6 seeking registration of 40,441 outstanding shares of common stock, which may be offered for sale from time to time by the holder thereof at prices current at the time of sale(*\$34 per share maximum). (File 2-42529)

ATLANTIC INDUSTRIES, INC., 720 N.W. 27th Ave., Miami, Fla. 33125, filed a registration statement on December 6 seeking registration of 270,000 shares of common stock, of which 150,000 are to be offered for public sale by the company and 120,000 (being outstanding shares) by the holders thereof. The offering is to be made (*at \$20 per share maximum) through underwriters headed by Anderson & Strudwick, 913 East Main St., Richmond, Va. 23212. The company is engaged in the direct sale of portrait plans and baby furniture on an installment payment basis. Of the net proceeds of its stock sale, \$636,395 will be used to repay notes payable, incurred for working capital purposes, and the balance for working capital and other corporate purposes. (File 2-42530)

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:

Mathematica, Inc., Princeton, N. J. (File 2-42513) - 64,000 shares
Sav-A-Stop Midwest, Inc., Harrison, Ark. (File 2-42517) - 50,000 shares
Alan Wood Steel Company, Conshohocken, Pa. (File 2-42525) - 40,000 shares
Standard Oil Company, Chicago, Ill. (File 2-42527) - 4,000,000 shares

SECURITIES ACT REGISTRATIONS. Effective December 7: Coleco Industries, Inc., 2-42422; Servisico, 2-42262. Effective December 8: Alco Standard Corp., 2-41173; Alpex Computer Corp., 2-40794; Avnet, Inc., 2-42049; Colorflo Holding International, 2-41644 (90 days); Dannemann Fabrics Inc., 2-41941 (Feb 21); Dart Drug Corp., 2-42289; Gelco-IVM Leasing Co., 2-42176; Granite Management Services, Inc., 2-39175; Graphic Scanning Corp., 2-34218 (90 days); Hickory Furniture Co., 2-42073; Kirsch Co., 2-42382; New Product Development Services, Inc., 2-40944 (90 days); Shorebank, Inc., 2-41587 (40 days); United Utilities, Inc., 2-42350; Warlock Computer Corp., 2-36876 (90 days); Western Pacific Industries, Inc., 2-42021.

NOTE TO DEALERS. The period of time dealers are required to use the prospectus in trading transactions is shown above in parentheses after the name of the issuer.

*As estimated for purposes of computing the registration fee.

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