

SEC NEWS DIGEST

Issue 96-135

July 18, 1996

ENFORCEMENT PROCEEDINGS

COMPLAINT FILED AGAINST HUGO SALLUSTRO, ANNA BARONI AND FERRUCIO CAMPONOVO

The Commission announced today that on July 18 it filed a complaint in U.S. District Court for the Southern District of New York charging Hugo Aldo Sallustro (Sallustro), Anna Baroni (Baroni), and Ferruccio Camponovo (Camponovo), with insider trading in the common stock of Skybox International, Inc. (Skybox) prior to the March 9, 1995 announcement of a tender offer for Skybox by Marvel Entertainment Group Inc. (Marvel).

According to the Commission's complaint, Sallustro, the Managing Director of Panini S.r.L., a Marvel subsidiary, learned of Marvel's planned acquisition of Skybox, a trading card company. The complaint alleges that Sallustro purchased shares of Skybox, and tipped Baroni, who also purchased shares of Skybox and, in turn, tipped Camponovo. Camponovo also purchased Skybox stock.

Without admitting or denying the complaint's allegations, Sallustro, Baroni, and Camponovo consented to the entry of a Final Judgment enjoining them from violating Sections 10(b) and 14(e) of the Securities Exchange Act of 1934 (Exchange Act) and Rules 10b-5 and 14e-3 thereunder. The Judgment also requires them to disgorge \$57,059, \$102,197, and \$6,724, respectively, which represents their illegal trading profits and prejudgment interest, and pay civil penalties of \$52,500, \$47,015, and \$3,093, respectively. [SEC v. Hugo Aldo Sallustro, Anna Baroni, and Ferruccio Camponovo, USDC, SDNY, Civil Action No. 96-5351, LAK] (LR-14982)

CORRECTION

An incorrect title, "DEFAULT JUDGMENT ENTERED AGAINST ANTHONY SARIVOLA", appeared in the July 9th issue of the Digest. The title should have read "FINAL JUDGMENTS BY DEFAULT AGAINST MILAN INTERNATIONAL, LTD., MILAN NATIONAL CORPORATION, LEONA ENTERPRISES, INC., STANDARD INVESTMENT HOLDINGS, INC., AND EUROBANC, LTD.

INVESTMENT COMPANY ACT RELEASES

COMMONWEALTH BANK OF AUSTRALIA

An order has been issued on an application filed by Commonwealth Bank of Australia (CBA) under Section 6(c) of the Investment Company Act for an exemption from Section 17(f) of the Act. The order permits registered investment companies other than investment companies registered under Section 7(d), for which CBA serves as custodian or subcustodian, to maintain foreign securities and other assets in Australia with CBA Nominees Limited, a wholly-owned subsidiary of CBA. (Rel. IC-22075; IS-1005 - July 16)

NUVEEN NEW YORK MUNICIPAL INCOME FUND, INC.

An order has been issued under Section 8(f) of the Investment Company Act declaring that Nuveen New York Municipal Income Fund, Inc. has ceased to be an investment company. (Rel. IC- 22076 - July 16)

NUVEEN CALIFORNIA MUNICIPAL INCOME FUND, INC.

An order has been issued under Section 8(f) of the Investment Company Act declaring that Nuveen California Municipal Income Fund, Inc. has ceased to be an investment company. (Rel. IC-22077 - July 16)

MFS SPECIAL VALUE TRUST

A notice has been issued giving interested persons until August 12 to request a hearing on an application filed by MFS Special Value Trust for an order under Section 6(c) of the Investment Company Act that would grant an exemption from Section 19(b) of the Act and Rule 19b-1 thereunder. The order would permit applicant to make up to twelve monthly distributions of long-term capital gains in any one taxable year, so long as applicant maintains in effect a distribution policy calling for monthly distributions of a fixed percentage of its net asset value. (Rel. IC-22078 - July 17)

SELF-REGULATORY ORGANIZATIONS

ACCELERATED APPROVAL OF PROPOSED RULE CHANGE

The Commission approved, on an accelerated basis, proposed rule change filings by the American Stock Exchange (SR-Amex-96-24), the Chicago Board Options Exchange (SR-CBOE-96-41), the Pacific Stock Exchange (SR-PSE-96-18), the Philadelphia Stock Exchange (SR-Phlx-96-22), and the New York Stock Exchange (SR-NYSE-96-19) to extend for one year, a pilot program, under which the exchanges may select

certain listed equity options with strike prices between \$25 and \$50 for the listing of 2-1/2 point strike price intervals. Publication of the approval order is expected to appear in the Federal Register during the week of July 22. (Rel. 34-37441)

SECURITIES ACT REGISTRATIONS

The following registration statements have been filed with the SEC under the Securities Act of 1933. The reported information appears as follows: Form, Name, Address and Phone Number (if available) of the issuer of the security; Title and the number and/or face amount of the securities being offered; Name of the managing underwriter or depositor (if applicable); File number and date filed; Assigned Branch; and a designation if the statement is a New Issue.

F-10 ALLIANCE COMMUNICATIONS CORP, 920 YONGE ST, STE 400, TORONTO ONTARIO, A6
(416) 967-1174 - 7,750,000 (\$58,822,500) FOREIGN COMMON STOCK. (FILE
333-5244 - JUL. 09) (BR. 5)

S-8 DEFINITION LTD, 1334 KILLIAN DR, LAKE PARK, FL 33403 (407) 844-7701 -
190,000 (\$534,375) COMMON STOCK. (FILE 333-5254 - JUL. 01) (BR. 5)

S-3 VIDEO UPDATE INC, 3100 WORLD TRADE CENTER 30 EAST 7TH ST, STREET,
ST PAUL, MN 55101 (612) 222-0006 - 6,325,000 (\$56,925,000) COMMON STOCK.
(FILE 333-7929 - JUL. 11) (BR. 5)

S-4 WPL HOLDINGS INC, 222 W WASHINGTON AVE, MADISON, WI 53703 (608) 252-3311
- 42,798,875 (\$1,276,690,442) COMMON STOCK. 761,371 (\$38,069,050)
PREFERRED STOCK. (FILE 333-7931 - JUL. 11) (BR. 4)

S-4 SHURGARD STORAGE CENTERS INC, 1201 THIRD AVE, STE 2200, SEATTLE, WA
98101 (206) 624-8100 - 4,609,303 (\$72,939,928) COMMON STOCK. (FILE
333-7937 - JUL. 11) (BR. 5)

S-3 UCFC FUNDING CORP, 4041 ESSEN LANE, BOTON ROUGE, LA 70809 (504) 924-6007
- 1,000,000 (\$1,000,000) EQUIPMENT TRUST CERTIFICATES. (FILE 333-7939 -
JUL. 11) (BR. 7 - NEW ISSUE)

S-8 CHASE MANHATTAN CORP /DE/, 270 PARK AVE, NEW YORK, NY 10017
(212) 270-6000 - 35,000,000 (\$2,369,062,500) COMMON STOCK. (FILE 333-7941
- JUL. 11) (BR. 7)

S-8 MASON DIXON BANCSHARES INC/MD, 45 WEST MAIN ST, WESTMINSETER, MD 21157
(410) 857-3400 - 25,000 (\$437,500) COMMON STOCK. (FILE 333-7943 - JUL. 11)
(BR. 7)

S-8 MASON DIXON BANCSHARES INC/MD, 45 WEST MAIN ST, WESTMINSETER, MD 21157
(410) 857-3400 - 50,000 (\$875,000) COMMON STOCK. (FILE 333-7945 - JUL. 11)
(BR. 7)

S-3 DEAN WITTER DISCOVER & CO, TWO WORLD TRADE CENTER, NEW YORK, NY 10048
(212) 392-2222 - 2,000,000,000 (\$2,000,000,000) MORTGAGE BONDS. (FILE
333-7947 - JUL. 11) (BR. 7)

S-8 SANTA FE ENERGY RESOURCES INC, 1616 S VOSS RD STE 1000, HOUSTON, TX
77057 (713) 507-5000 - 500,000 (\$5,968,750) COMMON STOCK. (FILE 333-7949 -
JUL. 11) (BR. 4)

S-8 ALABAMA NATIONAL BANCORPORATION, 1927 FIRST AVENUE NORTH, BIRMINGHAM, AL
35209 (205) 583-3600 - 200,899 (\$2,160,694) COMMON STOCK. (FILE 333-7951 -
JUL. 11) (BR. 7)

S-8 AHMANSON H F & CO /DE/, 4900 RIVERGRADE RD, IRWINDALE, CA 91706

- (818) 960-6311 - 400,000 (\$10,350,000) COMMON STOCK. (FILE 333-7955 - JUL. 11) (BR. 7)
- S-8 NEUROGEN CORP, 35 NORTHEAST INDUSTRIAL RD, BRANFORD, CT 06405
(203) 488-8201 - 100,000 (\$2,250,000) COMMON STOCK. (FILE 333-7957 - JUL. 11) (BR. 1)
- S-8 CARDIOVASCULAR DYNAMICS INC, 13900 ALTON PARKWAY, STE 122, IRVINE, CA 92718 (714) 457-9546 - 1,200,000 WARRANTS, OPTIONS OR RIGHTS. 1,400,000 (\$17,150,000) COMMON STOCK. (FILE 333-7959 - JUL. 11) (BR. 1)
- S-3 NORWEST AUTO RECEIVABLES CORP, SIXTH AND MARQUETTE, MINNEAPOLIS, MN 55479 (612) 667-8655 - 1,000,000 (\$1,000,000) EQUIPMENT TRUST CERTIFICATES. (FILE 333-7961 - JUL. 11) (BR. 8 - NEW ISSUE)
- S-3 MINNESOTA POWER & LIGHT CO, 30 W SUPERIOR ST, DULUTH, MN 55802
(218) 722-2641 - 96,526 (\$2,648,433) COMMON STOCK. (FILE 333-7963 - JUL. 11) (BR. 4)
- S-8 ACCENT SOFTWARE INTERNATIONAL LTD, 28 PIERRE KOENIG ST, JERUSALEM 91530 ISRA, L3 - 300,000 (\$8,943,750) FOREIGN COMMON STOCK. (FILE 333-7965 - JUL. 11) (BR. 3)
- S-4 ASCEND COMMUNICATIONS INC, 1275 HARBOR BAY PKWY, ALAMEDA, CA 94502
(510) 769-6001 - 4,160,930 (\$232,491,964) COMMON STOCK. (FILE 333-7967 - JUL. 11) (BR. 3)
- S-8 INHALE THERAPEUTIC SYSTEMS, 1001 E MEADOW CIRCLE, PALO ALTO, CA 94303
(415) 354-0700 - 1,500,000 (\$27,093,750) COMMON STOCK. (FILE 333-7969 - JUL. 11) (BR. 1)
- S-4 HEALTHCARE REALTY TRUST INC, 3310 WEST END AVE, FOURTH FL, NASHVILLE, TN 37203 (615) 269-8175 - \$50,000,000 COMMON STOCK. (FILE 333-7971 - JUL. 11) (BR. 8)
- S-8 IMAGICA ENTERTAINMENT INC, P O BOX 2121, 1518 SW 12TH AVENUE, OCALA, FL 34478 (352) 867-7861 - 475,000 (\$1,125,750) COMMON STOCK. (FILE 333-7973 - JUL. 11) (BR. 2)
- S-8 RIGHT MANAGEMENT CONSULTANTS INC, 1818 MARKET ST, 14TH FL, PHILADELPHIA, PA 19103 (215) 988-1588 - 600,000 (\$20,850,000) COMMON STOCK. (FILE 333-7975 - JUL. 11) (BR. 1)
- S-4 ISOLYSER CO INC /GA/, 4320 INTERNATIONAL BLVD NW, NORCROSS, GA 30093
(770) 381-7566 - 2,785,427 (\$24,266,977.65) COMMON STOCK. (FILE 333-7977 - JUL. 11) (BR. 1)
- S-11 WELLS REAL ESTATE FUND X L P, 3885 HOLCOMB BRIDGE RD, NORCROSS, GA 30092
(770) 449-7800 - 70,000,000 (\$70,000,000) LIMITED PARTNERSHIP CERTIFICATE. (FILE 333-7979 - JUL. 11) (BR. 8 - NEW ISSUE)
- S-8 MICROLOG CORP, 20270 GOLDENROD LANE, GERMANTOWN, MD 20876 (301) 428-9100
- 1,000,000 (\$9,250,000) COMMON STOCK. (FILE 333-7981 - JUL. 11) (BR. 3)
- S-8 SIEBEL SYSTEMS INC, 4005 BOHANNON DR, MENLO PARK, CA 94025
(415) 329-6500 - 5,483,790 (\$49,205,254.50) COMMON STOCK. (FILE 333-7983 - JUL. 11) (BR. 3)
- S-8 HARRIS CORP /DE/, 1025 W NASA BLVD, MELBOURNE, FL 32919 (407) 727-9100
- 2,000,000 (\$118,375,000) COMMON STOCK. 2,000,000 WARRANTS, OPTIONS OR RIGHTS. (FILE 333-7985 - JUL. 11) (BR. 3)
- S-8 VITAFORT INTERNATIONAL CORP, 1800 AVE OF THE STARS STE 480, LOS ANGELES, CA 90067 (310) 552-6393 - 3,062,261 (\$872,744) COMMON STOCK. (FILE 333-7989 - JUL. 11) (BR. 2)
- S-3 UNITED WASTE SYSTEMS INC, FOUR GREENWICH OFFICE PARK, GREENWICH, CT 06830 (203) 622-3131 - 730,765 (\$21,557,568) COMMON STOCK. (FILE 333-7991 - JUL. 12) (BR. 4)

U.S. Securities and Exchange Commission

Litigation Release No. 14982 / July 18, 1996

SECURITIES AND EXCHANGE COMMISSION v. HUGO ALDO SALLUSTRO, ANNA BARONI, AND FERRUCIO CAMPONOVO, U.S. District Court for the Southern District of New York, 96 Civ.5351(LAK) (July 18, 1996)

On July 18, 1996, the Commission filed a complaint charging Hugo Aldo Sallustro, Anna Baroni, and Ferruccio Camponovo with insider trading in the common stock of Skybox International, Inc., in violation of Sections 10(b) and 14(e) of the Securities Exchange Act of 1934 ("Exchange Act") and Rules 10b-5 and 14e-3 thereunder.

According to the Commission's Complaint, in February 1995, an officer of Marvel Entertainment Group Inc. contacted Sallustro, the Managing Director of Panini S.r.L., a Marvel subsidiary that sells Marvel products in Europe, and discussed with him whether Panini would be able to sell Skybox' products. The Complaint alleges that Sallustro deduced from that conversation that Marvel was evaluating a possible acquisition of Skybox, a North Carolina-based trading card company. The Complaint alleges that Sallustro misappropriated the information concerning Skybox by purchasing 15,000 shares of Skybox through an account at Banque Indosuez, and by tipping Anna Baroni, who had a close personal relationship with Sallustro and advised Panini with respect to tax matters. The Complaint further alleges that Baroni purchased 23,000 shares of Skybox stock through her account at Indosuez. According to the Complaint, Baroni also tipped Camponovo, who acted as her and Sallustro's banking advisor at Indosuez. Camponovo thereafter purchased 1,500 shares of Skybox through an account he controlled at Indosuez. The Complaint alleges that Marvel and Skybox announced the tender offer for Skybox shares on March 9, 1995, and that Sallustro, Baroni, and Camponovo later tendered their shares and realized profits of \$52,500, \$94,031, and \$6,187, respectively.

Sallustro, Baroni, and Camponovo, without admitting or denying the allegations of the Complaint, each have consented to the entry of a Final Judgment enjoining them from future violations of Sections 10(b) and 14(e) of the Exchange Act and Rules 10b-5 and 14e-3 thereunder, and requiring them to disgorge their illegal trading profits which, together with prejudgment interest, totals \$57,059, \$102,197, and \$6,724, respectively. The Judgment also orders Sallustro, Baroni, and Camponovo to pay civil penalties of \$52,500, \$47,015, and \$3,093, respectively.

The Commission acknowledges the assistance of the National Association of Securities Dealers, Inc. in this matter. The investigation is continuing with respect to other trading in Skybox securities.