

SEC NEWS DIGEST

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COMMISSION ANNOUNCEMENTS

ORDER AFFIRMING DETERMINATION THAT CITYBROKER ANLAGENVERTRIEBS GMBH IS NOT A MEMBER OF THE SECURITIES INVESTOR PROTECTION CORPORATION

The Commission affirmed the Securities Investor Protection Corporation's (SIPC) determination that Citybroker Anlagenvertriebs GmbH (Citybroker) is not a member of SIPC pursuant to Section 3(a)(2)(A)(i) of the Securities Investor Protection Act of 1970 because Citybroker is a person whose business is conducted outside the United States, its territories and possessions. Publication of the Order is expected in the Federal Register during the week of July 22. (Rel. SIPA-158)

ENFORCEMENT PROCEEDINGS

PERMANENT INJUNCTION ENTERED AGAINST FRANK DUCA

The Commission today announced that the Honorable Judge Joanna Seybert, United States Judge for the Eastern District of New York, entered an Order of Permanent Injunction and Other Equitable Relief By Consent against Frank Duca. The Order enjoins the defendant from future violations of Section 17(a) of the Securities Act of 1933, Section 10(b) of the Securities Exchange Act of 1934 and Rule 10b-5 thereunder. The defendant consented to the entry of the Order without admitting or denying the allegations of the Commission's complaint.

The Commission's complaint, filed November 2, 1995, alleges that, from in or about May 1991 to in or about September 1993, Duca, former chief executive officer of Island Securities, Inc., a registered broker-dealer, misappropriated more than \$535,000 from sixteen of his customers' accounts using an elaborate scheme involving, among other things, material misrepresentations and omissions, forged client authorizations, forged endorsement signatures on mutual fund redemption checks, and fabricated account statements.

In addition, the complaint alleges that misappropriated money that customers had given him for the purchase of mutual fund shares and also misappropriated customers' monies which had been invested in mutual fund shares directly from the customers' accounts. The complaint alleges that Duca concealed his fraudulent activity by implementing a scheme in which he first changed the mailing addresses on his customers' accounts to the Island address without their knowledge or consent. Duca then redeemed shares from the customers' mutual funds by forging customer signatures on the redemption forms. After the redemption checks were mailed to the Island address, Duca endorsed the checks by forging the customers' signatures. Duca then deposited this money into his personal Franklin New York Tax-Exempt Money Fund and used the money for his own personal expenditures. For further information see LR-14709. [SEC v. Frank Duca and Jan Jusko, 95 Cv. 4475 USDC, EDNY] (LR-14990)

INVESTMENT COMPANY ACT RELEASES

IDS LIFE INSURANCE COMPANY OF NEW YORK, ET AL.

A notice has been issued giving interested persons until August 19 to request a hearing on an application filed by IDS Life Insurance Company of New York (IDS Life), IDS Life of New York Flexible Portfolio Annuity Account (Variable Account) and American Express Financial Advisors Inc. (Advisors) (collectively, Applicants). Applicants seek an order pursuant to Section 6(c) of the Investment Company Act granting exemptions from the provisions of Sections 26(a)(2)(C) and 27(c)(2) thereof to the extent necessary to permit the deduction of a mortality and expense risk charge from the assets of the Variable Account, in connection with the issuance and sale of certain variable annuity contracts (Contracts); and any other separate account established in the future by IDS Life, in connection with the issuance of variable annuity contracts that are substantially similar in all material respects to the Contracts. Exemptive relief also is requested to the extent necessary to permit the offer and sale of Contracts for which certain broker-dealers other than Advisors serve as the principal underwriter. (Rel. IC-22088 - July 23)

AMERICAN CENTURION LIFE ASSURANCE COMPANY, ET AL.

A notice has been issued giving interested persons until August 19 to request a hearing on an application filed by American Centurion Life Assurance Company (ACL), ACL Variable Annuity Account 1 (ACL Account), and American Express Service Corporation (AESC) (collectively, Applicants). Applicants seek an order under Section 6(c) of the Investment Company Act granting exemptions from Sections

26(a)(2)(C) and 27(c)(2) of the Act to the extent necessary to permit the deduction of a mortality and expense risk charge from the assets of the ACL Account or other separate accounts established by ACL in the future (Other ACL Accounts) to support certain group variable annuity contracts and related certificates (Existing Contracts) as well as other variable annuity contracts and any related certificates that are substantially similar in all material respects to the Existing Contracts (Future Contracts, together with the Existing Contracts, Contracts). Applicants request that such exemptive relief extend to any broker-dealer other than AESC which may serve in the future as principal underwriter of the Contracts offered by ACL and made available through the ACL Account or Other ACL Accounts. (Rel. IC-22089 - July 23)

GREAT AMERICAN RESERVE INSURANCE COMPANY, ET AL.

A notice has been issued giving interested persons until August 19 to request a hearing on an application filed by Great American Reserve Insurance Company (the Company), Great American Reserve Variable Annuity Account G (the Separate Account), and GARCO Equity Sales, Inc. (GES) (collectively, Applicants). Applicants seek an order pursuant to Section 6(c) of the Investment Company Act granting exemptions from the provisions of Sections 26(a)(2)(C) and 27(c)(2) of the Act to the extent necessary to permit the deduction of a mortality and expense risk charge from the assets of the Separate Account in connection with the offer and sale of certain combined fixed and variable annuity contracts and certificates (Existing Contracts); the Separate Account in connection with the offer and sale of variable annuity contracts and certificates that are similar in all material respects to the Existing Contracts (Future Contracts, together with Existing Contracts, the Contracts); and any other separate account established in the future by the Company in connection with the offer and sale of Contracts. Exemptive relief also is requested to the extent necessary to permit the offer and sale of Contracts for which broker-dealers other than GES serve as the principal underwriter. (Rel. IC-22090 - July 23)

ACACIA NATIONAL LIFE INSURANCE COMPANY, ET AL.

A notice has been issued giving interested persons until August 19 to request a hearing on an application filed by Acacia National Life Insurance Company (Acacia), Acacia National Variable Annuity Separate Account II (Separate Account) and The Advisors Group, Inc. (collectively, Applicants). Applicants seek an order under Section 6(c) of the Investment Company Act exempting them from Sections 26(a)(2)(C) and 27(c)(2) thereof to the extent necessary to permit the deduction of mortality and expense risk charges from the assets

of the Separate Account in connection with the offering of certain variable annuity contracts (Contracts); and any other separate account established in the future by Acacia in connection with the offering of other variable annuity contracts (Future Contracts) which are similar in all material respects to the Contracts. Exemptions also are requested for any other broker-dealer who may, in the future, act as principal underwriter of the Contracts or Future Contracts. (Rel. IC-22092 - July 23)

AMERICAN CORPORATE TRUST

An order has been issued under Section 8(f) of the Investment Company Act declaring that American Corporate Trust has ceased to be an investment company. (Rel. IC-22093 - July 24)

ROYCE CAPITAL TRUST, ET AL.

An order has been issued pursuant to Section 6(c) of the Investment Company Act exempting Royce Capital Trust (Trust) and Quest Advisory Corp. (Quest) from the provisions of Sections 9(a), 13(a), 15(a) and 15(b) of the Act and Rules 6e-2(b)(15) and 6e-3(T)(b)(15) thereunder. The order permits the Trust, any current or future series of the Trust, and shares of any other investment company that is designed to fund variable insurance products and for which Quest or its affiliates may in the future serve as investment adviser, administrator, manager, principal underwriter or sponsor, to be sold to and held by variable annuity and variable life insurance separate accounts of both affiliated and unaffiliated insurance companies; and qualified pension and retirement plans outside of the separate account context. (Rel. IC-22094 - July 24)

SHERMAN, DEAN FUND, INC.

An order has been issued under Section 8(f) of the Investment Company Act declaring that Sherman, Dean Fund, Inc. has ceased to be an investment company. (Rel. IC-22095 - July 24)

SELF-REGULATORY ORGANIZATIONS

DELISTING GRANTED

An order has been issued granting the application of the Boston Stock Exchange to strike from listing and registration Thoratec Laboratories Corporation, Common Stock, No Par Value. (Rel. 34-37469)

WITHDRAWAL SOUGHT

A notice has been issued giving interested persons until August 13 to comment on the application of MedQuist Inc. to withdraw from listing and registration on the American Stock Exchange its Common Stock, No Par Value. (Rel. 34-37470)

PROPOSED RULE CHANGE

The Government Securities Clearing Corporation filed a proposed rule change (SR-GSCC-96-06) to amend GSCC's rules to permit GSCC netting members to receive credit forward mark adjustment payments from GSCC pursuant to GSCC's funds-only settlement process. Publication of the proposal is expected in the Federal Register during the week of July 29. (Rel. 34-37461)

SIGNIFICANT NO-ACTION, EXEMPTIVE AND INTERPRETIVE LETTERS

Listed below are significant interpretive, exemptive, or no-action letters issued by the Division of Market Regulation for the period April 1 to June 30, 1996. The list includes: Company, Act, Section, Rule, Date Mailed and Date Available.

1. Unicom Corp., 1934 Act, Section 13(e), Rule 13e-4, Mailed 4/16/96, Avail. 4/16/96
2. Foreign Fund, Inc., 1934 Act, Sections 10(a), 10(b), 11(d), and 15(c), Rules 10a-1, 10b-6, 10b-7, 10b-10, 10b-13, 10b-17, 11d1-2, 15c1-5, and 15c1-6, Mailed 4/17/96, Avail. 4/17/96
3. Mobil Exploration & Producing Australia Pty. Ltd., 1934 Act, Section 10(b), Rule 10b-13, Mailed 4/19/96, Avail. 4/19/96
4. United Mexican States Invitation to Bondholders to Offer to Exchange Brady Bonds, 1934 Act, Section 10(b), Rule 10b-6, Mailed 4/29/96, Avail. 4/29/96
5. SAES Getters S.p.A., 1934 Act, Section 10(b), Rule 10b-7, Mailed, 5/14/96, Avail. 5/14/96
6. Westamerica Bancorporation, 1934 Act, Section 13(e), Rule 13e-4, Mailed 6/20/96, Avail. 6/20/96
7. Donegal Group Inc., 1934 Act, Section 10(b), Rule 10b-6, Mailed 6/20/96, Avail. 6/20/96

8. Santa Isabel S.A., 1934 Act, Section 10(b), Rule 10b-6, Mailed 6/24/96, Avail. 6/24/96
9. Telefonica del Peru S.A., 1934 Act, Section 10(b), Rule 10b-6, Mailed 6/27/96, Avail. 6/27/96
10. Amway Japan Ltd., 1934 Act, Sections 10(b) and 13(e), Rules 10b-13 and 13e-4 Mailed 7/11/96, Avail. 7/11/96
11. Real Goods Trading Corporation, 1934 Act, Sections 5, 6, and 15, Mailed 6/24/96, Avail. 6/24/96
12. Societe de Compensation des Marches Conditionnels - MONEP Equity and Index Options, 1934 Act Sections 6, 15, and 17A, Mailed 6/17/96, Avail. 6/17/96.
13. SI Financing/Salomon Brothers, 1934 Act Sections 7 and 11(d)(1), Regulation T, Mailed 6/24/96, Avail. 6/24/96.
14. Institutional Real Estate Clearinghouse/Cantor Fitzgerald & Co., 1934 Act, Sections 6 and 17A, Mailed 5/28/96, Avail. 5/28/96.
15. Stolt-Nielsen, 1934 Act Rules 10b-6 and 10b-7, Mailed 1/24/96, Avail. 1/24/96.
16. Scania Aktiebolag, 1934 Act Rule 10b-7, Mailed 3/29/96, Avail. 3/29/96.

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.

- S-1 AMEDISYS INC, 3029 S SHERWOOD FOREST BLVD STE 300, BATON ROUGE, LA 70816
(504) 292-2031 - 595,909 (\$4,171,363) COMMON STOCK. (FILE 333-8329 - JUL. 18) (BR. 9)
- S-3 PARACELSIAN INC /DE/, 222 LANGMUIR LABORATORY, CORNELL TECHNOLOGY PARK, ITHACA, NY 14850 (607) 257-4224 - 825,001 (\$3,168,003.84) COMMON STOCK. (FILE 333-8333 - JUL. 17) (BR. 1)
- S-1 CN BIOSCIENCES INC, 10394 PACIFIC CENTER COURT, SAN DIEGO, CA 92121
(619) 450-5600 - 1,840,000 (\$24,840,000) COMMON STOCK. (FILE 333-8335 - JUL. 18) (NEW ISSUE)
- S-8 DIAMOND ENTERTAINMENT CORP, 16818 MARQUARDT AVE, CERRITOS, CA 90703
(310) 921-3999 - 1,000,000 (\$100,000) COMMON STOCK. (FILE 333-8337 - JUL. 18) (BR. 5)

- S-8 INSURANCE AUTO AUCTIONS INC /CA, 1270 WEST NORTHWEST HIGHWAY, PALATINE, IL 60067 (847) 705-9550 - 250,000 (\$2,390,000) COMMON STOCK. (FILE 333-8339 - JUL. 18) (BR. 5)
- S-1 CASMYN CORP, 1335 GREG ST #104, SPARKS, NV 89431 (702) 331-5524 - 4,371,267 (\$31,491,245) COMMON STOCK. (FILE 333-8341 - JUL. 18) (BR. 4)
- N-2 CAM BALANCED FUND INC, C/O RODNEY SQUARE MANAGEMENT CORP, 1100 NORTH MARKET ST, WILMINGTON, DE 19890 - 1,500,000 (\$15,000,000) COMMON STOCK. (FILE 333-8347 - JUL. 18)
- S-8 CARDIOMETRICS INC, 645 CLYDE AVE, MOUNTAIN VIEW, CA 94043 (415) 961-6993 - 225,000 (\$1,138,500) COMMON STOCK. (FILE 333-8349 - JUL. 18) (BR. 1)
- S-8 DIAMOND MULTIMEDIA SYSTEMS INC, 2880 JUNCTION AVE, SAN JOSE, CA 95134 (408) 325-7000 - 2,000,000 (\$15,380,000) COMMON STOCK. (FILE 333-8351 - JUL. 18) (BR. 3)
- S-8 TCSI CORP, 2121 ALLSTON WAY, BERKELEY, CA 94704 (510) 649-3700 - 5,250,000 (\$103,950,000) COMMON STOCK. (FILE 333-8353 - JUL. 18) (BR. 3)
- S-8 ENVIRONMENTAL TECHNOLOGIES CORP, 550 JAMES STREET, LAKEWOOD, NJ 08701 (908) 370-3400 - 500,000 (\$4,272,085) COMMON STOCK. (FILE 333-8355 - JUL. 18) (BR. 4)
- S-3 IONICS INC, 65 GROVE ST, WATERTOWN, MA 02172 (617) 926-2500 - 145,754 (\$5,958,424) COMMON STOCK. (FILE 333-8357 - JUL. 18) (BR. 5)
- S-8 NATIONAL RV HOLDINGS INC, 3411 N PERRIS BLVD, PERRIS, CA 92571 (909) 943-6007 - 97,125 (\$1,038,267) COMMON STOCK. (FILE 333-8359 - JUL. 18) (BR. 5)
- S-11 REDWOOD TRUST INC, 591 REDWOOD HWY, STE 3100, MILL VALLEY, CA 94941 (415) 389-7373 - 1,006,250 (\$32,703,125) PREFERRED STOCK. (FILE 333-8363 - JUL. 18) (BR. 8)
- S-8 CLINTRIALS RESEARCH INC, ONE BURTON HILLS BLVD, STE 210, NASHVILLE, TN 37215 (615) 665-9665 - 450,000 (\$17,606,250) COMMON STOCK. (FILE 333-8365 - JUL. 18) (BR. 1)
- S-8 CLASSIC RESTAURANTS INTERNATIONAL INC /CO/, 3091 GOVERNORS LAKE DR BLDG 100 STE 500, SUITE 14, NORCROSS, GA 30071 (770) 729-9010 - 800,000 (\$2,623,750) COMMON STOCK. (FILE 333-8367 - JUL. 18) (BR. 9)
- S-8 AMERICAN MANAGEMENT SYSTEMS INC, 4050 LEGATO RD, FAIRFAX, VA 22033 (703) 267-8000 - 3,800,000 (\$101,878,000) COMMON STOCK. (FILE 333-8371 - JUL. 18) (BR. 3)
- S-8 BAOA INC, 1011 CAMINO DEL RIO S, STE 520, SAN DIEGO, CA 92108 (619) 686-8660 - 3,000,000 (\$270,000) COMMON STOCK. (FILE 333-8375 - JUL. 18) (BR. 5)
- S-4 SOUTHERN NATIONAL CORP /NC/, 500 N CHESTNUT ST, LUMBERTON, NC 28358 (919) 671-2000 - 6,467,888 (\$163,445,709) COMMON STOCK. (FILE 333-8377 - JUL. 18) (BR. 7)
- S-4 KEEBLER CORP, 1 HOLLOW TREE LANE, ELMHURST, IL 60126 (708) 833-2900 - 125,000,000 (\$125,000,000) STRAIGHT BONDS. (FILE 333-8379 - JUL. 18) (NEW ISSUE)
- S-8 GLASGAL COMMUNICATIONS INC, 151 VETERANS DR, PEGUANNOCK, NJ 07440 (201) 768-8082 - 1,380,000 (\$6,838,961) COMMON STOCK. (FILE 333-8381 - JUL. 18) (BR. 3)
- S-1 CYMER LASER TECHNOLOGIES, 16275 TECHNOLOGY DR, SAN DIEGO, CA 92127 (619) 487-2442 - \$34,500,000 COMMON STOCK. (FILE 333-8383 - JUL. 18)
- S-3 SPECTRUM HOLOBYTE INC, 2490 MARINER SQ LOOP STE 100, ALAMEDA, CA 94501 (510) 522-3584 - 1,818,368 (\$5,020,814) COMMON STOCK. (FILE 333-8385 - JUL. 18) (BR. 3)

- S-2 CHILDRENS COMPREHENSIVE SERVICES INC, 805 S CHURCH ST, P O BOX 8, MURFREESBORO, TN 37133 (615) 896-3100 - 2,875,000 (\$56,062,500) COMMON STOCK. (FILE 333-8387 - JUL. 18) (BR. 1)
- S-3 CWMBIS INC, 155 N LAKE AVE, PASADENA, CA 91101 (800) 669-6655 - 2,750,000,000 (\$2,750,000,000) EQUIPMENT TRUST CERTIFICATES. (FILE 333-8389 - JUL. 18) (BR. 8)
- S-3 CPI AEROSTRUCTURES INC, 200A EXECUTIVE DR, EDGEWOOD, NY 11717 (516) 586-5200 - 3,280,000 (\$4,305,000) COMMON STOCK. 668,538 (\$455,018) WARRANTS, OPTIONS OR RIGHTS. 866,038 (\$900,000) COMMON STOCK. (FILE 333-8391 - JUL. 18) (BR. 5)
- S-1 VOXWARE INC, 305 COLLEGE ROAD EAST, PRINCETON, NJ 08540 (609) 513-4100 - 4,600,000 (\$36,800,000) COMMON STOCK. (FILE 333-8393 - JUL. 18)
- S-3 PARLUX FRAGRANCES INC, 3725 S W 30TH AVE, FT LAUDERDALE, FL 33312 (305) 946-7700 - 2,077,646 (\$17,140,579.50) COMMON STOCK. (FILE 333-8395 - JUL. 18) (BR. 2)
- S-1 CII TECHNOLOGIES INC, 1396, 1396 CHARLOTTE HIGHWAY, FAIRVIEW, NC 28730 (704) 628-1711 - 4,025,000 (\$44,275,000) COMMON STOCK. (FILE 333-8397 - JUL. 18) (NEW ISSUE)
- S-8 PROVIDENCE JOURNAL CO, PROVIDENCE, 75 FOUNTAIN ST, PROVIDENCE, RI 02902 (401) 277-7031 - 20,000 (\$318,800) COMMON STOCK. (FILE 333-8399 - JUL. 18) (BR. 3)
- S-3 LANDRY'S SEAFOOD RESTAURANTS INC, 1400 POST OAK BLVD, STE 1010, HOUSTON, TX 77056 (713) 850-1010 - 698,333 (\$15,230,642.73) COMMON STOCK. (FILE 333-8401 - JUL. 19) (BR. 2)
- S-3 CAPSTONE PHARMACY SERVICES INC, 2930 WASHINGTON BLVD, BALTIMORE, MD 21230 (410) 646-7373 - 10,350,000 (\$111,262,500) COMMON STOCK. (FILE 333-8403 - JUL. 19) (BR. 1)