

# sec news digest

Issue 81-189

OCT 1 1981

September 30, 1981

---

## RULES AND RELATED MATTERS

U.S. SECURITIES AND  
EXCHANGE COMMISSION

---

### RESCISSION OF RULE 17a-9

The Commission announced that it is rescinding Rule 17a-9 under the Securities Exchange Act of 1934 and related Forms X-17A-9(1), (2) and (3). Rule 17a-9 required broker-dealers to submit to the Commission specified information concerning their trading activities in the over-the-counter market. Most of the information supplied by broker-dealers under Rule 17a-9 will continue to be made available to the Commission from other sources. (Rel. 34-18101)

FOR FURTHER INFORMATION CONTACT: Bruce Beatt at (202) 272-2886

---

## INVESTMENT COMPANY ACT RELEASES

---

### FIDELITY FUND, INC.

A notice has been issued giving interested persons until October 26 to request a hearing on an application filed by Fidelity Fund, Inc., Fidelity Puritan Fund, Inc., Fidelity Trend Fund, Inc., Fidelity Equity-Income Fund, Inc., Fidelity Contrafund, Inc., Fidelity Congress Street Fund, Inc., Fidelity Magellan Fund, Inc., Fidelity Destiny Fund, Inc., Fidelity Corporate Bond Fund, Inc., Fidelity Daily Income Trust, Fidelity Thrift Trust, Fidelity High Income Fund, Fidelity Asset Investment Trust, Fidelity Money Market Trust, Fidelity Cash Reserves, Fidelity Triad Fund, Inc., Fidelity Exchange Fund, Fidelity Municipal Bond Fund, Inc., Fidelity Limited Term Municipals, Fidelity High Yield Municipals, Fidelity Tax-Exempt Money Market Trust, Fidelity Government Securities Fund, Ltd., Fidelity Qualified Dividend Fund, Fidelity Select Portfolios and Fidelity Ready Cash Fund (Funds), and Fidelity Management & Research Company (FMR), investment adviser to the Funds, for an order pursuant to the provisions of Section 17(d) of the Investment Company Act of 1940 and Rule 17d-1 thereunder to permit the Funds, as well as future investment companies which may be advised by FMR, to deposit their cash balances remaining uninvested at the end of each trading day in a single joint account whose daily balance would be used to enter into one or more repurchase agreements in a total amount equal to the aggregate daily balance in the account. (Rel. IC-11962 - Sept. 29)

### NEWTON INCOME FUND, INC.

A notice has been issued giving interested persons until October 26 to request a hearing on an application filed by Newton Income Fund, Inc. (Applicant), registered under the Investment Company Act of 1940 as an open-end, diversified, management investment company, for an order pursuant to Section 6(c) of the Act, exempting it from the provisions of Section 2(a)(41) of the Act and Rules 2a-4 and 22c-1 thereunder to the extent necessary to permit it to use the amortized cost valuation method for the purpose of pricing the shares of its class of capital stock designated as "Newton Money Market Fund" for sale, redemption and repurchase, subject to specific conditions. (Rel. IC-11963 - Sept. 29)

---

## HOLDING COMPANY ACT RELEASES

---

### MIDDLE SOUTH UTILITIES

A notice has been issued giving interested persons until October 20 to request a hearing on a proposal by Middle South Utilities, a registered holding company, to issue and sell at competitive bidding up to 10,000,000 authorized but unissued shares of common stock, \$5 par value. The proceeds will be applied toward the reduction of outstanding bank loans. (Rel. 35-22208 - Sept. 29)

### ALLEGHENY POWER SYSTEM, INC.

An order has been issued authorizing Allegheny Power System, Inc., a registered holding company, to issue, reissue, sell and renew from time to time through March 31, 1983, short-term notes to banks and commercial paper to a dealer in a maximum principal amount outstanding at any one time of \$225 million, including any notes to banks or commercial paper as may still be outstanding pursuant to prior authorization. The proceeds will be used to operate its business as a utility holding company, to make advances to Allegheny Pittsburgh Coal Company and Allegheny Generating Company, and to purchase common stock in its utility subsidiaries and Allegheny Generating Company. (Rel. 35-22209 - Sept. 29)

### CENTRAL AND SOUTH WEST CORPORATION

An order has been issued authorizing a proposal by Central and South West Corporation (CSW), a registered holding company, and its subsidiaries, Central Power and Light Company, Southwestern Electric Power Company, Public Service Company of Oklahoma, West Texas Utilities Company, Central and South West Services, Inc. and Transok Pipe Line Company, for Transok to participate in the CSW System money pool and to borrow up to an aggregate outstanding principal amount of \$15 million from the money pool through June 30, 1982. (Rel. 35-22210 - Sept. 29)

---

## SELF-REGULATORY ORGANIZATIONS

---

### APPROVAL OF PROPOSED RULE CHANGE

The Commission has approved a proposed rule change filed by Chicago Board Options Exchange, Incorporated (SR-CBOE-81-7) increasing position and exercise limits for GNMA options to 2,000 contracts. (Rel. 34-18129)

---

## TRUST INDENTURE ACT RELEASES

---

### DART & KRAFT, INC.

An order has been issued under the Trust Indenture Act of 1939 on an application of Dart & Kraft, Inc., Dart Industries Inc. and Duracell International Inc. that the trusteeship of The Chase Manhattan Bank (N.A.) under various specified indentures is not so likely to involve a material conflict of interest as to make it necessary to disqualify Chase Manhattan from acting as trustee. (Rel. TI-660)

---

## SECURITIES ACT REGISTRATIONS

---

The following registration statements have been filed with the SEC pursuant to the Securities Act of 1933. The information noted below has been taken from the cover page and the facing sheet of the prospectus and registration statement and will appear as follows: Form; Name, address and phone number (if available) of the issuer of the security; Title and the number or face amount of the securities being offered; Name of the managing underwriter (if applicable); Whether the offering is a rights offering; File number and date filed; Assigned Branch; and whether the registration statement is a New Issue.

(S-18) DATAFLEX CORPORATION, 777 Walnut Ave., Cranford, NJ 07016 - 600,000 shares of common stock. Underwriters: Gilford Securities Incorporated, 509 Madison Ave., New York, NY 10022, and L. L. Fane & Company, Inc. The company is engaged in selling and leasing various types of computer data terminals and computer peripheral devices. (File 2-74145-NY - Sept. 23) (Br. 9 - New Issue)

- (S-1) PARKER & PARSLEY PETROLEUM COMPANY, 800 Empire Plaza, Midland, TX 79701 - 1,000,000 shares of common stock. Underwriter: Schneider, Bernet & Hickman, Inc. The company is engaged in oil and gas exploration, development and production. (File 2-74188 - Sept. 28) (Br. 10 - New Issue)
- (S-1) CMI AIRCRAFT FUND 81, 755 West Big Beaver Rd., Troy, MI 48084 (313) 326-1000 - \$20 million of limited partnership interests. (File 2-74195 - Sept. 28) (Br. 3 - New Issue)
- (S-1) HEMISPHERE ENERGY RESOURCES GROUP, INC., Suite 100 - Springer Bldg., 3411 Silver-side Rd., Wilmington, DE 19803 - 2,500,000 units. Underwriter: Kormendi, Byrd Brothers, Inc., 50 Broadway, Tower Suite 3700, New York, NY 10004. (File 2-74197 - Sept. 28) (Br. 4 - New Issue)
- (S-8) MSI DATA CORPORATION, 340 Fisher Ave., Costa Mesa, CA 92626 (714) 549-6000 - 398,351 shares of common stock. (File 2-74199 - Sept. 28) (Br. 10 - New Issue)
- (N-1) ST. PAUL FIDUCIARY FUND, INC., 50 Bielenberg Dr., Woodbury, MN 55125 (612) 738-4000 - 1,000,000 shares of common stock. (File 2-74200 - Sept. 29) (Br. 16 - New Issue)
- (S-2) PARAGON PETROLEUM CORPORATION, 410 Seventeenth St., Suite 1110, Denver, CO 80202 - 17,500,000 shares of common stock. Underwriter: Vantage Securities of Colorado, Inc., 7000 E. Belleview Ave., Suite 307, Englewood, CO 80111. The company is a development-stage company which plans to engage in the acquisition, exploration and development of oil, gas, and other mineral properties. (File 2-74201 - Sept. 29) (Br. 3 - New Issue)
- (S-16) HOUSTON INDUSTRIES INCORPORATED, 611 Walker Ave., Houston, TX 77002 (713) 228-2474 - 4,500,000 shares of common stock. Underwriters: Dean Witter Reynolds Inc., Kidder, Peabody & Co. Incorporated and Blyth Eastman Paine Webber Incorporated. (File 2-74203 - Sept. 29) (Br. 8)
- (S-1) FOUNDERS FINANCIAL CORPORATION, 100 Twiggs St., Tampa, FL 33602 - 4,626,773 shares of common stock. The company is a life insurance holding company. (File 2-74204 - Sept. 28) (Br. 9)
- (S-1) GOLD KIST INC., 244 Perimeter Center Parkway, N.E., Atlanta, GA 30346 - \$7,970,000 of 15%, fifteen year subordinated capital certificates of interest (Series C); \$9,966,000 of 15-1/2%, ten year subordinated capital certificates of interest (Series C); \$9,615,000 of 15-1/2%, five year subordinated capital certificates of interest (Series B); \$13,824,000 of 16%, two year subordinated capital certificates of interest (Series A); and \$82,408,000 of 16-1/2%, one year subordinated loan certificates (Series C). The company is a diversified agricultural membership cooperative. (File 2-74205 - Sept. 29) (Br. 3)
- (S-15) SOUTHWEST BANCSHARES, INC., 20th Floor, Southwest Tower, 707 McKinney, Houston, TX 77002 (713) 751-7800 - 1,125,000 shares of common stock. (File 2-74207 - Sept. 29) (Br. 1)
- (S-1) ORROX CORPORATION, 3303 Scott Blvd., Santa Clara, CA 95050 - 500,000 shares of common stock. Underwriter: Peterson, Diehl & Company. (File 2-74209 - Sept. 29) (Br. 7)
- (S-16) CENTRAL MAINE POWER COMPANY, Edison Dr., Augusta, ME 04336 (207) 623-3521 - 2,000,000 shares of common stock. Underwriters: Kidder, Peabody & Co. Incorporated and Blyth Eastman Paine Webber Incorporated. The company is an electric utility engaged in the generation, purchase, transmission, distribution and sale of electric energy. (File 2-74214 - Sept. 29) (Br. 7)
- In a separate statement the company seeks registration of \$45 million of general and refunding mortgage bonds, Series E, % due 1991. (File 2-74215 - Sept. 29)
- (N-1) SANTA FE CASH RESERVES, INC., 231 Washington Ave., Suite No. 2, Santa Fe, NM 87501 (505) 983-4335 - an indefinite number of securities. (File 2-74216 - Sept. 29) (Br. 16 - New Issue)

#### REGISTRATIONS EFFECTIVE

Sept. 23: Big Sky Transportation Co., 2-72719; Wells Fargo & Company, 2-74113.  
 Sept. 24: American Recreation Centers, Inc., 2-73729; Baltimore Gas and Electric Company, 2-73717; Israel Dead Sea Oil Project, 2-73412; Nucorp Energy, Inc., 2-73907; Peoples Banking Corporation, 2-73951; Umet Trust, 2-73345.  
 Sept. 25: Agway Inc., 2-73928; Napco Industries, Inc., 2-73831; Sovereign Corporation, 2-73982.

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, registration statements, and other filings may be ordered by writing to the Public Reference Branch, Securities and Exchange Commission, Washington, D.C. 20549. When you are ordering more than one, we prefer that the documents be listed in alphabetical order by registrant name to expedite service. Cost estimates are given on request. Two types of service are available through the Public Reference Branch, one of which (priority service) is also available directly from the SEC's service contractor.

**REGULAR SERVICE** — The regular service reproduction cost is 10c per page, including applicable sales taxes, plus postage (\$5.00 minimum order). Regular service orders will be shipped within seven calendar days of the receipt by the SEC's service contractor of your request, forwarded from the Public Reference Branch. Slight delays may occur if the materials to be copied are not already in the contractor's master files.

**PRIORITY SERVICE** — Copies of documents may be ordered by telephone directly from the SEC's service contractor by calling 301/951-1350 (Maryland callers), or the toll-free number, 800-638-8241. The priority reproduction cost is 35¢ per page plus postage and applicable sales taxes (\$10.00 minimum order). Priority service orders will be shipped by 4:00 PM of the working day following the day of your telephoned request for materials already in the contractor's master files. Cost estimates are given on request.

All other reference material is available in the SEC Docket.

**SEC NEWS DIGEST** is published daily. Subscription rates: \$100.00/yr in U.S. first class mail; \$125.00 elsewhere.

**SEC DOCKET** is published weekly. Subscription rates: \$110.00/yr in U.S. first class mail; \$137.50 elsewhere.

**SEC MONTHLY STATISTICAL REVIEW** is published monthly. Subscription rates: \$19.00/yr in U.S. first class mail; \$23.75 elsewhere.

The News Digest, the Docket, and the Statistical Review are for sale by the Superintendent of Documents, Government Printing Office, Washington, D.C. 20402.