

sec news digest

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U.S. SECURITIES AND
EXCHANGE COMMISSION

January 22, 1985

ADMINISTRATIVE PROCEEDINGS

NYSE ACTION AGAINST RICHARD DALE GRAFMAN AFFIRMED

The Commission affirmed a sanction imposed by the New York Stock Exchange on Richard Dale Grafman, of Los Angeles, a former salesman for an Exchange member firm. The NYSE barred Grafman from membership, allied membership, and employment or association in any capacity with any member or member organization.

Grafman admitted that, from January 1981 through February 1982, he fraudulently obtained money from his employer's self-funded insurance program. During that period, Grafman submitted for reimbursement from that program at least 28 bills for medical services and drugs that he had altered by increasing the monetary amounts.

In affirming the bar imposed by the NYSE, the Commission noted that Grafman's admitted misconduct "did not involve a single, isolated act of dishonesty but a pattern of fraudulent activity that continued over an extended period of time and, presumably, would have continued even longer had it not been detected by Grafman's employer." (Rel. 34-21648)

WILLIAM D. STUART, SR. CITED

The Commission instituted an administrative proceeding against William D. Stuart, Sr. of Memphis, Tennessee, a registered representative of a broker-dealer registered with the Commission. Simultaneous with the institution of these proceedings, Stuart submitted an Offer of Settlement which the Commission accepted. Stuart consented to the Commission's Order without admitting or denying any of the facts or findings, other than admitting to the fact that he is permanently enjoined by judgment of the U.S. District Court for the Northern District of Texas from violations of the antifraud provisions of the Securities Exchange Act of 1934. The Commission ordered that Stuart be suspended from association with any broker, dealer, investment adviser, investment company or municipal securities dealer for 30 days. (Rel. 34-21671) [see LR-10655]

CIVIL PROCEEDINGS

CIVIL ACTION FILED AGAINST WILLIAM D. STUART, JR., OTHERS

The Commission filed a civil action on January 18 in the U.S. District Court for the Northern District of Texas against William D. Stuart, Jr., Odom Sherman, Jr. and William D. Stuart, Sr. The civil action alleged that the defendants violated the antifraud provisions of the Securities Exchange Act of 1934 in trading in options contracts for the sale of Texas Instruments, Inc. common stock in June 1983, while in possession of material non-public information concerning Texas Instruments. Without admitting or denying the allegations in the complaint, the defendants consented to the Final Judgments of Permanent Injunction enjoining them and ordering the Stuarts to disgorge certain monies. (SEC v. William D. Stuart, Jr., et al., USDC NDTX, Dallas Division, CA 3 85 0117G). (LR-10655) [see 34-21671]

EMERSON G. WELKER AND JAMES W. HINES ENJOINED

The Chicago Regional Office announced that on January 2 the U.S. District Court for the Southern District of Illinois entered Final Judgments against Emerson G. Welker and James W. Hines, both of Salem, Illinois, permanently restraining and enjoining them from violations of the registration and antifraud provisions of the securities laws. Welker and Hines consented to the Final Judgments without admitting or denying the allegations of the complaint which was filed simultaneously.

The complaint alleged that: from 1979 through 1982, the defendants schemed to defraud in excess of 375 investors in 35 oil wells through Welker Oil Company; the defendants raised in excess of \$3.4 million; and the scheme involved misuse of investor proceeds and fabrication of projected returns on investments. (SEC v. Emerson G. Welker and James W. Hines, SD IL, Civil Action No. 84-5614, filed December 21, 1984). (LR-10657)

INVESTMENT COMPANY ACT RELEASES

TRUST FOR SHORT-TERM INSTRUMENTS

A notice has been issued giving interested persons until February 11 to request a hearing on an application of Trust For Short-Term Instruments for an order declaring that it has ceased to be an investment company. (Rel. IC-14329 - Jan. 17)

STONE STREET FUND 1984

An order has been issued amending an previous order to permit the modification of certain undertakings and representations by Stone Street Fund 1984 and Stone Street Corp. (Rel. IC-14330 - Jan. 17)

STATE BOND COMMON STOCK FUND, INC.

An order has been issued on an application filed by State Bond Common Stock Fund, Inc., State Bond Diversified Fund, Inc., State Bond Progress Fund, Inc. (collectively, the Funds), State Bond and Mortgage Company, and State Bond Sales Corporation, granting an exemption from Section 22(d) of the Investment Company Act and Rule 22d-1 to permit sales of securities of the Funds at net asset value without a sales charge to or for the benefit of State Bond Associated Persons, as defined in the application. (Rel. IC-14331 - Jan. 17)

MERRILL LYNCH/GREAT WESTERN MORTGAGE SECURITIES, INC.

An order has been issued exempting Merrill Lynch/Great Western Mortgage Securities, Inc. from all provisions of the Investment Company Act. (Rel. IC-14332 - Jan. 17)

AMERICAN CAPITAL COMSTOCK FUND, INC.

A notice has been issued giving interested persons until February 12 to request a hearing on an application filed by the following companies for an order permitting certain offers of exchange and exempting those exchanges from the provisions of Section 22(d) of the Investment Company Act: American Capital Comstock Fund, Inc., American Capital Corporate Bond Fund, Inc., American Capital Enterprise Fund, Inc., American Capital Government Securities, Inc., American Capital Harbor Fund, Inc., American Capital High Yield Investments, Inc., American Capital Municipal Bond Fund, Inc., American Capital Over-The-Counter Securities, Inc., American Capital Pace Fund, Inc., American Capital Reserve Fund, Inc., American Capital Venture Fund, Inc., Fund of America, Inc. and American Capital Marketing, Inc. (Rel. IC-14333 - Jan. 17)

HOLDING COMPANY ACT RELEASES

NATIONAL FUEL GAS COMPANY

An order has been issued authorizing National Fuel Gas Company, a registered holding company, to submit, for a vote of its common shareholders, proposals to amend its Certificate of Incorporation and establish a Stock Plan. (Rel. 35-23575 - Jan. 16)

SELF-REGULATORY ORGANIZATIONS

IMMEDIATE EFFECTIVENESS AND TEMPORARY APPROVAL OF PROPOSED AMENDMENTS

The National Association of Securities Dealers, Inc. filed proposed amendments to its "National Market System Securities Designation Plan with respect to NASDAQ Securities," under Rule 11Aa2-1 of the Securities Exchange Act of 1934. The Designation Plan provides for the designation of securities meeting the criteria in Rule 11Aa2-1 for designation as National Market System Securities. (Rel. 34-21670)

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-18 PHILCO BLUES CO LTD PARTNERSHIP, 226 W 47 ST, C/O KINGWILL & GOUSEN INC, NEW YORK, NY 10036 (212) 354-1239 - 50 (\$2,500,000) LIMITED PARTNERSHIP CERTIFICATE. (FILE 2-95129-NY - JAN. 02) (BR. 12 - NEW ISSUE)
- S-8 PETRO LEWIS CORP, 717 17TH ST, DENVER, CO 80202 (303) 294-1000 - 4,000,000 (\$15,000,000) COMMON STOCK. (FILE 2-95189 - JAN. 08) (BR. 12)
- S-3 HOTEL INVESTORS TRUST, 5530 WISCONSIN AVE, STE 1148, CHEVY CHASE, MD 20815 (301) 656-1802 - 251,370 (\$6,994,096) COMMON SHARES OF BENEFICIAL INTEREST. (FILE 2-95222 - JAN. 09) (BR. 5)
- S-8 SANTA ANITA REALTY ENTERPRISES INC, ONE WILSHIRE BLDG STE 2303, LOS ANGELES, CA 90017 (213) 485-9220 - 800,000 (\$16,800,000) COMMON STOCK. (FILE 2-95228 - JAN. 10) (BR. 11)
- S-6 SALOMON BROTHERS UNIT INVT TR INSURED TAX EXEMPT SERS ONE, ONE NEW YORK PLZ, C/O SALOMON BROTHERS INC, NEW YORK, NY 10004 - 880 (\$924,000) UNIT INVESTMENT TRUST. DEPOSITOR: SALOMON BROTHERS INC. (FILE 2-95240 - JAN. 10) (BR. 17 - NEW ISSUE)
- S-8 TRANS WORLD AIRLINES INC /NEW, 605 THIRD AVE, NEW YORK, NY 10158 (212) 557-3000 - 5,000,000 (\$5,000,000) OTHER SECURITIES INCLUDING VOTING TRUST. 1,200,000 COMMON STOCK. (FILE 2-95241 - JAN. 10) (BR. 3)
- S-8 TRANS WORLD AIRLINES INC /NEW, 605 THIRD AVE, NEW YORK, NY 10158 (212) 557-3000 - 5,000,000 (\$5,000,000) OTHER SECURITIES INCLUDING VOTING TRUST. 480,000 COMMON STOCK. (FILE 2-95242 - JAN. 10) (BR. 3)
- S-14 OLD REPUBLIC INTERNATIONAL CORP, 307 NORTH MICHIGAN AVE, CHICAGO, IL 60601 (312) 346-8100 - 1,815,831 (\$52,477,521) PREFERRED STOCK. (FILE 2-95243 - JAN. 10) (BR. 9)
- S-3 GOULD INC, 10 GOULD CTR, ROLLING MEADOWS, IL 60008 (312) 640-4000 - 100,000,000 (\$100,000,000) STRAIGHT BONDS. (FILE 2-95244 - JAN. 10) (BR. 9)
- S-14 FIRST BEEVILLE FINANCIAL CORP, 1400 E HOUSTON ST, BEEVILLE, TX 78102 (512) 358-1530 - 120,000 (\$6,000,000) COMMON STOCK. (FILE 2-95247 - JAN. 10) (BR. 1 - NEW ISSUE)
- S-3 CARDILLO TRAVEL SYSTEMS INC, 5710 HANNUM AVE, CULVER CITY, CA 90230 (213) 649-6160 - 864,500 (\$2,053,188) COMMON STOCK. (FILE 2-95249 - JAN. 11) (BR. 4)
- S-8 RAYMARK CORP, 100 OAKVIEW DR, TRUMBULL, CT 06611 (203) 371-0101 - 300,000 (\$3,675,000) COMMON STOCK. (FILE 2-95251 - JAN. 11) (BR. 3)
- S-1 BOGERT 1985 DRILLING PROGRAM, THE OIL CTR STE 901-W, 2601 NORTHWEST EXWY, OKLAHOMA CITY, OK 73112 (405) 848-5808 - 4,000 (\$20,000,000) LIMITED PARTNERSHIP CERTIFICATE. 4,000 (\$3,000,000) LIMITED PARTNERSHIP CERTIFICATE. (FILE 2-95256 - JAN. 11) (BR. 3 - NEW ISSUE)
- S-8 CLAIBORNE LIZ INC, 1441 BROADWAY, NEW YORK, NY 10018 - 10,000,000 OTHER SECURITIES INCLUDING VOTING TRUST. 414,507 (\$18,000,000) COMMON STOCK. (FILE 2-95258 - JAN. 11) (BR. 8)
- S-3 BOSTON EDISON CO, 800 BOYLSTON ST, BOSTON, MA 02199 (617) 424-2000 - 75,000,000 (\$75,000,000) MORTGAGE BONDS. (FILE 2-95259 - JAN. 11) (BR. 7)
- S-14 FIRST COMMERCE BANCORP INC, ONE NORTH ELM STREET, BOX 210, COMMERCE, GA 30529 (404) 335-3114 - 70,000 (\$2,892,800) COMMON STOCK. (FILE 2-95260 - JAN. 11) (BR. 2)
- S-6 INSURED MUNICIPAL SECURITIES TRUST 7TH DISCOUNT SERIES, 55 WATER ST, C/O BEAR STEARNS & CO, NEW YORK, NY 10041 - 16,000 (\$11,206,000) UNIT INVESTMENT TRUST. (FILE 2-95261 - JAN. 11) (BR. 16 - NEW ISSUE)
- S-8 REPUBLIC AIRLINES INC, 7500 AIRLINE DR, MINNEAPOLIS, MN 55450 (612) 726-7411 - 220,000 (\$1,155,000) COMMON STOCK. (FILE 2-95262 - JAN. 11) (BR. 3)

RECENT 8K FILINGS

Form 8-K is used by companies to file current reports on the following events:

- Item 1. Changes in Control of Registrant.
- Item 2. Acquisition or Disposition of Assets.
- Item 3. Bankruptcy or Receivership.
- Item 4. Changes in Registrant's Certifying Accountant.
- Item 5. Other Materially Important Events.
- Item 6. Resignations of Registrant's Directors.
- Item 7. Financial Statements and Exhibits.

The companies listed below have filed 8-K reports for the date indicated and/or amendments to 8-K reports previously filed, responding to the item(s) of the form specified. Copies of the reports may be purchased from the Commission's Public Reference Section (in ordering, please give the date of the report). An invoice will be included with the requested material when mailed.

COMPANY	ITEMS NO.	DATE	
AETNA LIFE & CASUALTY CO	2,7	12/29/84	
AFG INDUSTRIES INC	5,7	12/31/84	
ANFESCO INDUSTRIES INC	5	12/27/84	
BANCORP OF MISSISSIPPI INC	5	12/14/84	
BROWNS ROGER MINIATURE HORSE FARMS INC	2,7	01/09/85	
CENTURA PETROLEUM FUND 1980-B	5	01/02/85	
CENTURA PETROLEUM FUND 1981-A	5	01/02/85	
CHIEF CONSOLIDATED MINING CO	5	01/07/84	
CITY GAS CO OF FLORIDA	5	12/17/84	AMEND
CITYFED FINANCIAL CORP	5,7	12/19/84	
CONSOLIDATED CAPITAL INCOME TRUST	5,7	12/05/84	
CONSOLIDATED CAPITAL INSTITUTIONAL PROPE	2	10/31/84	AMEND
CRESTED CORP	5	12/31/84	
FAMILY HEALTH SYSTEMS INC	7	10/31/84	
FARM HOUSE FOODS CORP	7	11/09/84	AMEND
INSURED INCOME PROPERTIES 1983	2	12/03/84	
INSURED PENSION INVESTORS 1984	2,7	12/03/84	
KRUPP COMMERCIAL PROPERTIES LTD PARTNERS	2,7	10/31/84	AMEND
LEADVILLE CORP	5,7	12/31/84	
MLH INCOME REALTY PARTNERSHIP IV	2,7	12/26/84	
MULTI BENEFIT REALTY FUND III	2,7	12/18/84	
MULTIVEST REAL ESTATE FUND LTD SERIES VI	2,7	12/27/84	
NICHOLS S E INC	5,7	12/27/84	
PHILADELPHIA & READING CORP /DE/	2,7	12/27/84	
PIEDMONT NATURAL GAS CO INC	5	01/04/85	
REFINEMET INTERNATIONAL CO	1	12/31/84	
RIC 17 LTD	2,7	12/26/84	
RIC 17 LTD	2,7	12/27/84	
RIC 17 LTD	2,7	12/28/84	
SAVIN CORP	5	12/18/84	
SCIENTIFIC LEASING INC/DE/	5	12/21/84	
STAN WEST MINING CORP	5	01/09/85	
TENNANT CO	5	01/02/85	
TREASURE STATE INDUSTRIES INC	5	12/05/84	AMEND
UNB BANCSHARES INC	5	01/10/85	
UNITED DOMINION REALTY TRUST INC	2,7	12/31/84	
UNITED STATES ENERGY CORP	5	12/31/84	
VERNITRON CORP	5,7	12/27/84	
WEPCO ENERGY CO/NEW/	4	12/18/84	
WILLIAMSON COUNTY BANCORP INC	5	12/29/84	
WAGS STORES INC	2	12/21/84	
WASHINGTON REAL ESTATE INVESTMENT TRUST	2	12/27/84	
WATSCO INC	4	12/14/85	
XIDEX CORP	5,7	12/21/84	