

# sec news digest

a daily summary from the securities and exchange commission

Issue 73-140

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July 20, 1973

## COMMISSION ANNOUNCEMENTS

INITIAL DECISION SUSPENDS FRED L. G. KUEHM. Administrative Law Judge Sidney L. Feiler has filed an initial decision suspending Fred L. G. Kuehm, Westport, Connecticut, from association with any broker or dealer for sixty days. The decision is subject to review by the Commission on petition of a party or on its own motion.

The decision is based upon findings that Kuehm, while manager of a branch office of McDonnell & Co., Inc., a registered broker-dealer, willfully aided and abetted violations of the antifraud provisions of the Securities Acts in the offer and sale of a common stock then being sold by registered representatives at his office. It was also found that Kuehm did not reasonably discharge his supervisory duties and obligations and thereby failed to prevent violations of the Securities Acts by those subject to his supervision.

The proceedings, which involved other additional allegations, were originally brought against McDonnell & Co., Inc., and fifteen individuals. Prior orders of the Commission have disposed of the cases against all the respondents except Kuehm.

PERMANENT SUSPENSION OF THE REGULATION A EXEMPTION OF UNITED AUTO AUCTION SYSTEMS, INC. The SEC order of May 29, 1973 temporarily suspending the Regulation A exemption from registration under the Securities Act of 1933 with respect to a public offering of stock of United Auto Auction Systems, Inc. (Auction) has become permanent.

Pursuant to a notification filed on December 18, 1972, Auction offered 100,000 shares of its common stock at \$5.00 per share. According to the order, the Commission had reason to believe that: (a) the notification and offering circular omitted to state material facts necessary to make the statements made, in light of the circumstances under which they were made, not misleading, particularly with respect to the fact that the offering circular failed to disclose that the auctioneer's license of Stanley Gordon had been revoked; (b) the terms and conditions of Regulation A had not been complied with particularly with respect to the failure of the offering circular to disclose that Auction had been notified by the Department of Motor Vehicles of the State of California of repeated violations of the State of California Motor Vehicle Code; and (c) the offering, if made, would have been in violation of Section 17 of the Securities Act of 1933. (Rel. 33 5408)

CHAMPION GULF CLUB, INC. The SEC has granted an application of Champion Golf Club, Inc. for exemption from the registration provisions of the Act. Champion, a Texas corporation was organized in January 1957 for the purpose of ownership, operation and management of a golf club and related facilities. It has 5000 outstanding shares of common stock owned by the two founders and co-managers of the club and seven other individuals. Each member of the club must own either a share of Class A or Class B preferred stock. In December 1972 there were 348 active members owning one share each of Class A preferred and 65 nonmembers owning one share each of Class A preferred stock. At the time there were 449 members and 6 nonmembers holding one share each of Class B preferred stock. There has not been any trading activity in the Class B preferred stock. (Rel. 34-10289)

## COURT ENFORCEMENT ACTIONS

FTI CORP., OTHERS ENJOINED. The SEC Fort Worth Regional Office announced that a Federal court in Houston, Texas on July 10, 1973 permanently enjoined FTI Corporation and Dudley W. Hargrove, Sr., both of Houston, David L. Brown of Navasota, Texas, and Archie B. Carroll of Montrose, Colorado, formerly of Houston, from violations of various provisions of the Federal securities laws. FTI Corporation, Hargrove, Brown and Carroll all consented to the entry of the order without admitting or denying the allegations in the Commission's complaint. (LR-5980)

SIPC TRUSTEE APPOINTED FOR GARY L. JONES & ASSOCIATES. The SEC Denver Regional Office and the Securities Investor Protection Corporation (SIPC), announced that the Federal court in Salt Lake City, Utah, entered an order on July 10, 1973, adjudicating Gary L. Jones and Associates, a Salt Lake City, Utah over-the-counter stock broker, insolvent and that its customers are in need of the protection of SIPC. The order appointed D. Spencer Nilson, a Certified Public Accountant, as trustee for the liquidation of the business of Gary L. Jones and Associates. (LR-5981)

## INVESTMENT COMPANY ACT RELEASES

IDS/NUVEEN INCOME TRUST SERIES 1 ET AL. The SEC has issued a notice giving interested persons until August 6 to request a hearing on an application filed by IDS/Nuveen Income Trust, Series 1, a unit investment trust, and John Nuveen & Co., Inc., for an order modifying an order of the Commission dated June 16, 1972 (Rel. No. IC-7228) granting exemptions from Section 14(a) of the Act, to include in such order of exemption IDS/Nuveen Income Trust, Series 1, and Subsequent Series. (Rel. IC-7903)

## SECURITIES ACT REGISTRATIONS FILED

(Note: "Per share maximum" prices referred to in the following summaries of registration statements are prices estimated for the purpose of computing the registration fee and are not necessarily prices at which the securities will be sold.)

JACK ECKERD CORPORATION, 2120 U. S. Highway 19 South, Clearwater, Florida 33518 - 144,144 shares of common stock. It is proposed to offer these shares in exchange for the common stock of Eckerd Drugs Eastern, Inc. at the rate of 960.96 Jack Eckerd share for each Eckerd Drug share. Both companies are in the drug store business. (File 2-48281 - June 12)

HARCOURT BRACE JOVANOVIICH, INC., 757 Third Ave., New York, N.Y. 10017 - 22,780 shares of common stock to be offered for sale from time to time by certain shareholders at prices prevailing at the time of sale (\$20.75 per share maximum). (File 2-48282 - June 11)

FIRST AT ORLANDO CORPORATION, First National Bank Bldg., Orlando, Florida 32801 - \$30 million of debentures, due July 15, 1998 to be offered for sale by underwriters headed by Merrill Lynch, Pierce, Fenner & Smith. First at Orlando is a multi-bank holding company which owns 94% or more of the outstanding capital stock of 34 commercial banks located throughout the state of Florida. Net proceeds will be used for initial capital and premises for new banks proposed to be organized in 1973-74, and for other corporate purposes. (File 2-48283 - June 12)

WEST TEXAS UTILITIES COMPANY, 1062 North Third St., Abilene, Texas 79601 - \$23 million of first mortgage bonds, series H, due July 1, 2003, to be offered for sale at competitive bidding. A subsidiary of Central and South West Corporation, the company will apply net proceeds toward retiring and refunding at maturity \$15,840,000 in principal amount of its first mortgage bonds, series A, due August 1, 1973 and to finance construction expenditures including a payment of approximately \$6,250,000 of short-term notes to banks or to the parent for interim financing of such expenditures. Estimated construction expenditures for the 20 months ending December 31, 1974 are \$27,200,000. (File 2-48287 - June 11)

CONSUMERS WATER COMPANY, 95 Exchange St., Portland, Maine 04112 - 112,529 shares of common stock to be offered for sale (at \$22.50 per share maximum) by the company to certain officers and key employees of the company and its 50% or more owned subsidiaries pursuant to the terms of its 1966 Key Employees Qualified Stock Option Plan. (File 2-48288 - June 11)

CYPRESS MINES CORPORATION, 55 South Flower St., Los Angeles, Calif. 90071 - 62,600 shares of common stock to be offered for sale, on the New York and Pacific Coast stock exchanges, by certain shareholders at prices current at the time of sale (\$30.875 per share maximum). (File 2-48291 - June 13)

GREEN DOLLAR FUTURES, INC., 405 Merle Hay Tower, Des Moines, Iowa 50310 - 300,000 shares of common stock to be offered for sale at \$2.00 per share by Russ Brooks Securities Co., Harlan, Iowa. Green Dollar trades in commodity futures contracts through the assistance of professional commodity advisors. Net proceeds will be used in trading commodity futures contracts based on short-term objectives and for working capital and other corporate purposes. (File 2-48293 - June 13)

THE NEW LAUGHING COMPANY (the Partnership) c/o Morton Gottlieb, 1564 Broadway, New York, N.Y. 10036 - \$800,000 of pre-formation limited partnership interests to be offered for sale at \$16,000 per unit. No underwriting is involved. The partnership is to be formed to manage a dramatico-musical play based on the novel by Carl Reiner and the non-musical stage comedy by Joseph Stein, both entitled "Enter Laughing." Morton Gottlieb is the producer of the play. (File 2-48296 - June 13)

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:

Dow Jones & Company, Inc., New York, N. Y. (File 2-48266) - 300,000 shares  
 Gamble-Skogmo, Inc., Minneapolis, Minn. (File 2-48270) - 100,000 shares  
 Clow Corporation, Oak Brook, Illinois (File 2-48268) - 50,000 shares  
 William Bond, Inc., Memphis, Tenn. (File 2-48275) - 7,532 shares  
 Winkelman Stores, Inc., Detroit, Michigan (File 2-48276) - 140,000 shares  
 Bally Manufacturing Corporation, Chicago, Illinois (File 2-48277) - 105,000 shares  
 Plenum Publishing Corporation, New York, N. Y. (File 2-48278) - 104,674 shares  
 Datatab, Inc., New York, N. Y. (File 2-48280) - 45,000 shares  
 Piper, Jaffray & Hopwood Incorporated, Minneapolis, Minn. (File 2-48284) - 70,000 shares  
 Minneapolis Gas Company, Minneapolis, Minn. (File 2-48284) - 125,000 shares  
 Ogilvy & Mather International Inc., New York, N. Y. (File 2-48286) - 75,000 shares

## MISCELLANEOUS

OVER-THE-COUNTER REGISTRATIONS REPORTED. The following issuers of securities traded over-the-counter have filed registration statements with the Commission pursuant to requirements of Section 12(g) of the Securities Exchange Act (companies which currently file annual and other periodic reports with the SEC are indentified by "\*\*\*").

FILE NO.	O-Registrant	LOCATION
7138	Archon Pure Products Corp.**	Beverly Hills, CA
7113	Ball Corp. **	Muncie, IN
7112	Brand Insulations, Inc. **	Chicago, IL
7136	CNA Larwin Realty Fund 1972(#1) **	Chicago, IL
7137	Cobe Laboratories, Inc. **	Lakewood, CO
7114	First National Bankshares of Florida, Inc. **	Pompano Beach, FL
7135	Carl M. Freeman Associates, Inc.**	Silver Spring, MD
7116	Highland Inns Corp. **	Jackson, MS
7130	Kennington Ltd., Inc. **	Los Angeles, CA
7122	Louisiana Land Offshore Exploration Co., Inc. **	New Orleans, LA
7139	Marine Colloids, Inc. **	Rockland, ME
7132	Microwave Semiconductor Corp.**	Somerset, N. J.
7129	Northwestern Financial Investors**	Charlotte, N. C.
7111	Plus Products**	Los Angeles, CA
7142	Redfern Foods Corp. **	Atlanta, GA
7141	Stanndco Developers, Inc. **	Rochester, N. Y.
7143	Tami, Inc. **	San Francisco, CA
7145	Thetford Corp. **	Ann Arbor, MI
7140	Trans Graphics, Inc. **	Carlstadt, N. J.
7131	Unicom Insurance Group, Inc. **	King of Prussia, PA
7144	West Knitting Corp. **	Wadesboro, NC

## RECENT FORM 8-K FILINGS

Form 8K is a report which must be filed with the SEC by the 10th of the month after any of the following important events or changes: changes in control of the registrant, acquisition or disposition of assets; legal proceedings; changes in securities (i.e., collateral for registered securities); defaults upon senior securities, increase or decrease in the amount of securities outstanding; options to purchase securities; revaluation of assets, submission of matters to a vote of security holders, and any newly enacted requirements effecting registrant business.

The companies listed below have filed Form 8-K reports for the month indicated, responding to the item of the form specified. Photocopies may be purchased from the Commission's Public Reference Section (in ordering, please give month and year of report). An index of the captions of the items of the form was included in Monday's News Digest.

COMPANY	ITEM NO.	MONTH
GARRETT FRICTION LINES INC	11,14	06/73
GENERAL DEVELOPMENT CORP	3,8,13,14	06/73
GENERAL ELECTRIC CREDIT CORP	7,14	06/73
GENERAL ELECTRODYNAMICS CORP	5	06/73
GENERAL RESEARCH CORP	2,7,13,14	06/73
GENERAL TELEPHONE CO OF KENTUCKY	7	06/73
GEON INDUSTRIES INC	4,7,8,14	06/73
GIANT TIGER STORES INC	11	06/73
GIT REALTY & MORTGAGE INVESTORS	11,14	06/73
GOLDEN NUGGET INC	1	06/73
GRANT W T CO	13,14	06/73
GRI COMPUTER CORP	13	06/73
GULF STATES UTILITIES CO	13,14	06/73
HALLMARK GROUP COMPANIES INC	1,3	06/73
HARVEYS STORES INC	5	06/73
HAVEN INDUSTRIES INC	13	06/73
HEALTH INDUSTRIES INC	4,14	06/73
HOOKER CHEMICAL CORP	7,14	06/73
HUDSON PHARMACEUTICAL CORP	11,13	06/73
HYDRO NUCLEAR CORP	7,14	06/73
IDS FINANCIAL CORP	13	06/73
ILIKEN CORP	7,9,13,14	06/73
ILLINOIS POWER CO	7	06/73
INLAND STEEL CO	5	06/73
IPA ENTERPRISES CORP	13	05/73
JEFFERSON BANK CORP INC	13,14	06/73
KAISER STEEL CORP	13,14	06/73
KIMBERLY CLARK CORP	8	06/73
KINARK CORP	3,14	06/73

**TRADING SUSPENSIONS CONTINUED.** The SEC has ordered the suspension of (a) over-the-counter trading in the securities of Radiation Service Assoc. for the further ten-day period July 20-29, inclusive; (b) over-the-counter trading in the securities of Pacer Cor for the further ten-day period July 21-30, inclusive; (c) over-the-counter trading in the securities of Royal Properties, Inc. for the further ten-day period July 22-31, inclusive (d) exchange and over-the-counter trading in the securities of BBI, Inc. and U. S. Financial, Inc., and over-the-counter trading in the securities of Aztec Products, Inc., Beneficial Laboratories, Triex International Corp., and Paragon Securities Co. for the further ten-day period July 23-August 1, inclusive.

**SECURITIES ACT REGISTRATIONS.** Effective July 19: Conestoga Telephone and Telegraph Co., 2-48109 (July 28); Harcourt Brace Jovanovich, Inc., 2-48282; Hilliard Oil & Gas, Inc 2-47539 (90 days); IU International Corp., 2-47876; Maremont Corp., 2-48516.

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

Copies of registration statements may be ordered from the Commission's Public Reference Section. All other referenced material is available in the issue of the SEC Docket indicated in parentheses below the News Digest Issue No. Both the News Digest (\$33.00 a year, first class mail, \$8.25 additional for foreign mailing, \$25.00 additional for air mail) and the SEC Docket (\$17.00 a year, first class mail, \$4.25 additional for foreign mailing) are for sale by the Superintendent of Documents, Government Printing Office, Washington, D. C. 20402.