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## ADMINISTRATIVE PROCEEDINGS

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### EIGHTEEN SALESMEN SUSPENDED AND BROKER CENSURED

The Commission simultaneously instituted proceedings, entered findings and imposed sanctions against 18 salesmen and a registered broker-dealer in the sale of investment contracts of Continental Minerals Corporation. Portfolio Strategies Inc., a San Jose broker, was censured and undertook to restrict its sales for 12 months and William Buchanan, Peter Burd, Leonard Byler, Auguste Derendinger, James English, Leonard Gooch, Gilbert Gray, Russell Ketrone, Monte Lewis, Andrew Lin, Eanna MacGeraghty, Leon Mason, Alfred Mattheaus, Bernard Murphy, James E. Reed, Jay Russell, Robert Schalk and Jerrold Silverstein consented to suspensions from association with a broker or dealer for periods ranging from 20 days to 12 months. With the exception of Portfolio, the respondents had earlier consented to civil injunctions from violations of the registration and antifraud provisions of the securities laws, without admitting or denying the complaint's allegations. Also, without admitting or denying the violations, Portfolio consented to a Finding that it had wilfully violated the registration provisions [SEC v. Belmont Reid & Company Inc., et al., USDC NDCA, at San Francisco, C846366 JPV - LR-10555]. (Rel. 33-6552, 33-6553, 33-6554)

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## CIVIL PROCEEDINGS

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### TWENTY-ONE PERSONS ENJOINED FOR SALES OF DISCOUNT GOLD SECURITIES

The Seattle Regional Office announced that on September 28 Judge J.P. Vukasin, Jr., U.S. District Court in San Francisco, entered Permanent Injunctions against 19 salesmen, a California corporation, and an officer of Continental Minerals Corporation, Nevada. Without admitting or denying the complaint's allegations, Belmont Reid & Company Inc., William Buchanan, Peter Burd, Leonard Byler, Auguste Derendinger, Sean M. Downey, Jr., James English, Robert Frisbee, Leonard Gooch, Gilbert Gray, Russell Ketrone, Monte Lewis, Andrew Lin, Eanna MacGeraghty, Leon Mason, Alfred Mattheaus, Bernard Murphy, James E. Reed, Jay Russell, Robert Schalk and Jerrold Silverstein consented to injunctions regarding the registration and antifraud provisions of the securities laws. Seven defendants consented to injunctions regarding the broker registration provisions for "selling away" from registered broker dealers. The court ordered disgorgement of a portion of sales commissions and appointed a Special Agent to distribute the commissions.

The complaint alleged that the defendants sold investment contracts for Continental during 1980 and 1981 to 500 persons raising more than \$5 million to mine gold and to mint coins for delivery to investors during the succeeding 30 months. The cost of the contracts was discounted up to 45% from the prevailing gold price. Gold was never mined. Continental became bankrupt during 1981 with virtually no assets.

The complaint concerns the responsibility of salesmen to perform due diligence investigations before recommending securities, alleging that the salesmen failed to review and disclose information which adequately described Continental's financial condition or the investment risks, thereby misleading investors. [In a related action, the Commission issued Orders against 18 of the salesmen, suspending them for varying periods, and censured Portfolio Strategies Inc., a San Jose broker.] (SEC v. Belmont Reid & Company, Inc., et al., USDC ND CA, at San Francisco, Civil Action No. C846366 JPV). (LR-10555)

V. 11111

**CIVIL INJUNCTIVE ACTION FILED AGAINST NEW STAR CORPORATION,  
OTHERS**

The Denver Regional Office filed a complaint on September 28 in the U.S. District Court for the District of Utah seeking a permanent injunction against New Star Corporation, a Delaware corporation headquartered in Salt Lake City, Utah, Kenneth E. Brailsford of Springville, Utah, New Star's president, Gary Davis of Bountiful, Utah, and Wynn Westmoreland of Provo, Utah.

The complaint alleges that New Star, Brailsford and Davis violated the registration provisions of the Securities Act of 1933 in the offer, sale and delivery of unregistered investment contracts, and the antifraud provisions of the Securities and Exchange Acts by publishing and distributing false and misleading statements as to the value of New Star assets and the extent of New Star operations. The complaint also charges that Brailsford and Davis violated the registration provisions of the Securities Act and the antifraud provisions of the Securities and Exchange Acts in the unregistered sale by them through nominee accounts of a control block of New Star stock, which should have been restricted, into the public market. (SEC v. New Star Corporation, et al., USDC, Utah, No. C-84-0876J). (LR-10564)

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## **INVESTMENT COMPANY ACT RELEASES**

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### **THE EMPIRE BUILDER TAX FREE BOND FUND**

An order has been issued amending a previous Commission order (Rel. IC-13655) and exempting The Empire Builder Tax Free Bond Fund and Investment Trust of Boston-Massachusetts Tax Free Income Fund (Applicants) from the provisions of Section 22(d) of the Investment Company Act to permit certificate holders of certain unit investment trusts to invest dividend distributions and capital distributions (including capital gains distributions) received from such unit investment trusts in shares of Applicants with a reduced sales charge. (Rel. IC-14194 - Oct. 12)

### **EUROPACIFIC GROWTH FUND**

An order has been issued exempting EuroPacific Growth Fund from the provisions of Sections 2(a)(32), 2(a)(35), 22(c) and 22(d) of the Investment Company Act and Rules 22c-1 and 22d-1 to permit imposition (and waiver in certain cases) of a contingent deferred sales charge on redemptions of EuroPacific's shares. (Rel. IC-14195 - Oct. 15)

### **SALOMON BROTHERS MORTGAGE SECURITIES, INC.; GUILD FINANCE CORPORATION**

Orders have been issued exempting Salomon Brothers Mortgage Securities, Inc. and Guild Finance Corporation, a limited purpose finance corporation, from all provisions of the Investment Company Act. (Rel. IC-14196; IC-14197 - Oct. 15)

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## **SECURITIES ACT REGISTRATIONS**

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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-6 KANSAS TAX EXEMPT TRUST SERIES 2, RANSON & CO INC, 120 S MARKET STE 610, WICHITA, KS 67202 - 1,000 (\$1,010,000) UNIT INVESTMENT TRUST. (FILE 2-93625 - OCT. 04) (BR. 17 - NEW ISSUE)**

**S-11 CITY CAPITAL FUNDING INC, 300 DELAWARE AVE, RM 706, WILMINGTON, DE 19899 (302) 652-6881 - 150 (\$75,000,000) PREFERRED STOCK. (FILE 2-93626 - OCT. 04) (BR. 11 - NEW ISSUE)**

**S-1 PLM TRANSPORTATION EQUIPMENT PARTNERS VIIA 1985 INCOME FUND, 655 MONTGOMERY ST, SAN FRANCISCO, CA 94111 (415) 989-1860 - 160,000 (\$80,000,000) LIMITED PARTNERSHIP CERTIFICATE. (FILE 2-93640 - OCT. 05) (BR. 5 - NEW ISSUE)**

- S-14 HAWKEYE BANCORPORATION, 6TH FL STEPHENS BLDG, 7TH & LOCUST, DES MOINES, IA 50307 (515) 284-1930 - 4,050,000 (\$46,100,709.84) COMMON STOCK. (FILE 2-93642 - OCT. 05) (BR. 2)
- S-14 LIBERTY INVESTMENT CORP - 253,700 (\$2,920,087) COMMON STOCK. (FILE 2-93649 - OCT. 05) (BR. 2 - NEW ISSUE)
- S-3 UNITED STATES STEEL CORP/DE, 600 GRANT ST, RM 6026, PITTSBURGH, PA 15230 (412) 433-1121 - 500 (\$250,000,000) PREFERRED STOCK. (FILE 2-93650 - OCT. 05) (BR. 6)
- S-11 WESTERN BUILDERS MORTGAGE FINANCE CO, 828 17TH ST, DENVER, CO 80202 - 100,000,000 (\$100,000,000) MORTGAGE BONDS. (FILE 2-93651 - OCT. 05) (BR. 11)
- S-3 FIRST UNION CORP, FIRST UNION PLZ, CHARLOTTE, NC 28288 (704) 374-6828 - 900,000 (\$27,900,000) COMMON STOCK. (FILE 2-93652 - OCT. 05) (BR. 1)
- S-6 DIRECTIONS UNIT INVESTMENT TRUST TWENTY FIRST SERIES - 1,000,000 (\$10,000,000) UNIT INVESTMENT TRUST. (FILE 2-93653 - OCT. 05) (BR. 18 - NEW ISSUE)
- S-8 AMERICAN EXPRESS CO, AMERICAN EXPRESS PLZ, NEW YORK, NY 10004 (212) 323-2000 - 100,000 (\$3,225,000) COMMON STOCK. (FILE 2-93654 - OCT. 05) (BR. 12)
- S-3 USLIFE CORP, 125 MAIDEN LN, NEW YORK, NY 10038 (212) 709-6000 - 7,500,000 (\$7,500,000) OTHER SECURITIES INCLUDING VOTING TRUST. (FILE 2-93655 - OCT. 05) (BR. 9)
- S-3 MISSISSIPPI POWER & LIGHT CO, P O BOX 1640, JACKSON, MS 39205 (601) 969-2311 - 70,000,000 (\$70,000,000) MORTGAGE BONDS. 250,000 (\$25,000,000) PREFERRED STOCK. (FILE 2-93656 - OCT. 05) (BR. 8)
- S-8 IMMUNEX CORP, 51 UNIVERSITY ST, STE 600, SEATTLE, WA 98101 (206) 587-0430 - 250,000 (\$1,375,000) COMMON STOCK. (FILE 2-93658 - OCT. 09) (BR. 8)
- S-1 DATATRAK INC, 1700 STIERLIN RD, MOUNTAIN VIEW, CA 94043 (415) 967-3911 - 12,000,000 (\$3,000,000) COMMON STOCK. (FILE 2-93659 - OCT. 09) (BR. 9)
- S-8 NAPCO INTERNATIONAL INC, 1600 SECOND ST SOUTH, HOPKINS, MN 55343 (612) 931-2400 - 242,579 (\$3,153,527) COMMON STOCK. (FILE 2-93660 - OCT. 09) (BR. 4 - NEW ISSUE)
- S-8 AEQUITRON MEDICAL INC, 14130 23RD AVE NORTH, MINNEAPOLIS, MN 55441 (612) 559-2012 - 100,000 (\$361,000) COMMON STOCK. (FILE 2-93661 - OCT. 09) (BR. 4)
- S-11 INSURED INCOME PROPERTIES 1985, FINANCIAL CENTER STE 511, 3443 N CENTRAL AVE, PHOENIX, AZ 85012 (602) 264-9639 - 400,000 (\$200,000,000) LIMITED PARTNERSHIP CERTIFICATE. (FILE 2-93662 - OCT. 09) (BR. 5 - NEW ISSUE)
- S-3 BANKAMERICA CORP, BANK AMERICA CTR, 555 CALIFORNIA ST, SAN FRANCISCO, CA 94104 (415) 622-2091 - 1,000,000,000 (\$1,000,000,000) STRAIGHT BONDS. (FILE 2-93664 - OCT. 09) (BR. 1)
- S-8 KEYSTONE CONSOLIDATED INDUSTRIES INC, 4835 LBJ FWY, STE 345, DALLAS, TX 75234 (214) 458-0028 - 150,000 (\$506,250) COMMON STOCK. (FILE 2-93666 - OCT. 09) (BR. 6)

## ACQUISITIONS OF SECURITIES

Companies and individuals must report to the Commission within ten days on Schedule 13D if after the acquisition of equity securities of a public company their beneficial interest therein exceeds five percent. Persons eligible to use the short form (Schedule 13G) may in lieu of filing a Schedule 13D file a Schedule 13G within 45 days after the end of the calendar year in which the person became subject to Section 13(d)(1). Companies and individuals making a tender offer must have on file at the time the tender offer commences a Schedule 14D-1.

Below is a list of recent filings of Schedules 13D and 14D, which includes the following information: Column 1 - the company purchased (top), and the name of the purchaser; Column 2 - the type of security purchased; Column 3 - the type of form filed; Column 4 - the date the transaction occurred; Column 5 - the current number of shares (in 000's) owned (top) and the current percent owned; Column 6 - the CUSIP number (top) and the prior percent owned; and Column 7 - the status of the filing, i.e., new, update, or revision.

		FORM	EVENT DATE	SHRS (000) / %OWNED	CUSIP / PRIOR%	FILING STATUS
ACTON CORP PHILLIPS SAMUEL J	COM	13D	7/12/84	456 / 7.8	00505510 / 0.0	NEW
ARUNDEL CORP KNOTT HENRY J ET AL	COM	13D	10/10/84	313 / 15.5	04317710 / 14.9	UPDATE
BIO LOGIC SYS CORP LEVINE BERNARD B	COM	13D	9/ 5/84	76 / 6.9	09090910 / 0.0	NEW
CFS CONTL INC COHN ALVIN WILLARD	COM	13D	10/ 1/84	783 / 9.2	12525610 / 13.1	UPDATE
CFS CONTL INC COHN LORRAINE ET AL	COM	13D	10/ 1/84	614 / 7.2	12525610 / 0.0	NEW
CFS CONTL INC COHN ROBERT HENRY	COM	13D	10/ 1/84	914 / 10.7	12525610 / 14.1	UPDATE
CAPT CRABS INC. RODNEY, PACE INC ET AL	COM	13D	9/29/84	700 / 6.1	14067410 / 6.1	UPDATE
DOW JONES & CO INC PERERA LAURENCE T	COM	13D	10/ 9/84	6,995 / 10.9	26056110 / 10.9	UPDATE
DYNAPAC INC BARBARA JOANNA	COM	13D	9/30/84	3,268 / 12.0	26806610 / 0.0	NEW
FIRST GOLDEN BANCORPORATION JEFFERSON IND'L BANK ET AL	COMMON STOCK 13D		9/29/84	7 / 10.1	32037810 / 9.5	UPDATE
HICKOK INSTRUMENT CO PAULI DENZIL C	COM CL A 13D		8/27/83	26 / 7.2	42883010 / 0.0	NEW
HIGBEE CO AMERICAN VALUES NV ET AL	COM	13D	10/ 9/84	301 / 21.3	42952410 / 21.2	UPDATE
HILL BROS INC HB ACQUISITION INC	COM	13D	10/ 3/84	1,783 / 52.1	43137110 / 50.2	UPDATE
MOBILE HOME INDS INC SCOTT HOUSING SYS INC ET AL	COM	13D	9/27/84	339 / 5.6	60738610 / 5.3	UPDATE
MOHAWK DATA SCIENCES CORP EDELMAN ASHER B. ET AL	COM	13D	10/ 5/84	1,146 / 7.9	60818310 / 8.5	UPDATE
ORTEC INC AMPCO PITTSBRGH SEC VIII ET AL	COM	13D	10/ 1/84	348 / 9.3	73620210 / 0.0	NEW
RMS ELECTRS INC FINK ARTHUR A	COM	13D	10/ 1/84	210 / 12.9	74961010 / 0.0	NEW
SAHARA RESORTS LOWDEN PAUL W	COM	13D	10/ 5/84	2,529 / 73.6	78709310 / 73.5	UPDATE
SAHARA RESORTS LOWDEN PAUL W	COM	13D	10/ 5/84	2,529 / 73.6	78709310 / 73.5	RYSION
STATEWIDE BANCORP N J MIDLANTIC BANKS INC	COM	13D	10/ 8/84	318 / 13.2	85765810 / 11.8	UPDATE
VICTORIA STA INC AMERICAN VALUES NV ET AL	COM	13D	10/10/84	374 / 10.6	92628610 / 12.9	UPDATE
WILLIAMS SONOMA INC MCMAHAN JAMES A	COM	13D	9/24/84	447 / 17.1	96990410 / 0.0	NEW