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RULES AND RELATED MATTERS

ADOPTION OF DEFINITIONS CONCERNING MULTI-BANK COMMON TRUST FUNDS

The Commission has announced the adoption of rules defining the term "common trust fund" so as to include certain common trust funds (multi-bank common trust funds) maintained by a bank in a bank holding company for itself and other bank members of the same holding company. The rules have the effect of treating such multi-bank common trust funds, and interests of participations therein, in the same manner as traditional single bank common trust funds, and interests in them, are treated under the securities laws. (Rel. 33-5896)

FOR FURTHER INFORMATION CONTACT: Lawrence R. Bardfeld at (202) 376-8056

ADMINISTRATIVE PROCEEDINGS

MARCUS, SCHLOSS & CO., INC., OTHERS

Administrative proceedings have been ordered against Marcus, Schloss & Co., Inc., Frank S. Groseclose, a former employee and vice president of Marcus, Schloss, Ronald R. Michno, a former CBOE market-maker and Robert A. Podesta, a CBOE floor broker. Michno and Marcus, Schloss have settled this proceeding without admitting or denying the allegations of the order for proceedings. The proceedings are based upon alleged violations of the antifraud provisions of the Exchange Act and alleged violations of the restrictions against trading by members of national securities exchanges contained in Section 11(a)(1) of the Exchange Act and Rule 11a-1 promulgated under the Exchange Act.

The order alleges that Marcus, Schloss, Groseclose and Michno, in the execution of option transactions to realize tax losses for Marcus, Schloss and to re-establish option spread positions, caused to be disseminated to the public reports of transactions which gave a false and misleading appearance to the CBOE market for listed options and which falsely reported transactions which purported to reflect the execution of orders in a competing market-place of bona-fide supply and demand between independent persons acting at market risk on the basis of competition as to, among other things, price, quantity and liquidity when in fact transactions were not executed in that manner and were executed pursuant to an agreement between Groseclose and Michno whereby Groseclose, for the account of Marcus, Schloss, would buy and sell options with Michno at a profit to Michno.

The order further alleges that the respondents violated the antifraud provisions of the Exchange Act in certain transactions, executed by Podesta for both the accounts of Marcus, Schloss and Michno, which were the result of directed orders entered into to pass money to or create a profit for Michno. The order also charges that Groseclose and Michno failed to disclose to Marcus, Schloss, the principal of Groseclose, the existence of an agreement or the payment of money by Michno to Groseclose.

The order also alleges that Marcus, Schloss violated the restrictions against member trading in that it failed to act in the capacity of a market-maker in its acquisition of option spread positions and its transactions to realize tax losses and re-establish option spread positions. It is also alleged that Michno violated the restrictions against member trading in that he effected transactions for his own account which were not executed while acting in the capacity of a market-maker.

The order also alleges that Marcus, Schloss failed to supervise Groseclose with a view to preventing violations alleged to have been committed by him.

Pursuant to the offer of settlement of Michno, the Commission has entered an order barring him from association with any broker, dealer, investment company or investment adviser provided that after one year he may apply to become reassociated in a supervised capacity upon a showing that he will be properly supervised. In determining to

impose this sanction the Commission considered a sanction imposed on Michno by the Chicago Board Options Exchange which included a twelve month suspension commencing on December 1, 1976.

Pursuant to the offer of settlement of Marcus, Schloss the Commission has entered an order censuring the firm, and suspending it for a period of four months from effecting or executing any transactions on the Chicago Board Options Exchange except liquidating or "roll-over" transactions of existing positions effected solely through the facilities of another CBOE member.

A hearing will be scheduled to take evidence on the staff's allegations and to afford Groseclose and Podesta an opportunity to raise any defenses. (Rel. 34-14330, 34-14331 and 34-14332)

CROSBY & ELKIN INC. CENSURED

The Commission has entered an order censuring Crosby & Elkin Inc., formerly Fallon, Crosby & Elkin Inc. (Crosby Co.) of Tampa, Florida and suspending for a period of ten business days Benjamin Edward Crosby (Crosby) principal shareholder, director and president of Crosby Co. from association with any broker-dealer, investment adviser or investment company. The sanctions were based on findings that during the period February 1976 to March 1977 Crosby Co. wilfully violated and Crosby wilfully aided and abetted violations of the broker-dealer registration, bookkeeping and financial reporting provisions of the securities laws. Without admitting or denying the allegations in the order for proceedings the respondents consented to the above findings and remedial action. (Rel. 34-14333)

COURT ENFORCEMENT ACTIONS

COMPLAINT NAMES ENERGY MARKETING SERVICES, INC. AND JOHN F. HUNTER

The Fort Worth Regional Office announced that on January 9 a civil injunctive complaint was filed in the Federal District Court at Wichita, Kansas, against Energy Marketing Services, Inc., and John F. Hunter, both of Wichita. The complaint alleges violations of the registration and antifraud provisions of the securities laws in the offer and sale of fractional undivided working interests in oil and gas leases located in Allen and Coffey Counties, Kansas, issued by Energy Marketing Services, Inc. The complaint alleges that in connection with the offer and sale of such fractional undivided working interests, misrepresentations and omissions of material facts were made. Such alleged misrepresentations included statements as to the financial condition of the company, the background and experience of the company in the oil and gas business, and profits intended to be made by the issuer. (SEC v. Energy Marketing Services, Inc., et al., Dist. of Kansas).

HOLDING COMPANY ACT RELEASES

LOUISIANA POWER & LIGHT COMPANY

A supplemental order has been issued regarding a proposal of Louisiana Power & Light Company, subsidiary of Middle South Utilities, Inc., to issue and sell \$75 million of first mortgage bonds at competitive bidding. (Rel. 35-20371 - Jan. 10)

NORTHEAST NUCLEAR ENERGY COMPANY

A supplemental order has been issued authorizing a proposal of Northeast Nuclear Energy Company, subsidiary of Northeast Utilities, to increase NNEC's overall rate of return on total capitalization to in excess of 10% per annum. (Rel. 35-20372 - Jan. 10)

SELF-REGULATORY ORGANIZATIONS

NOTICE OF AMENDMENTS TO PROPOSED RULE CHANGES

The Cincinnati Stock Exchange has filed amendments to proposed rule changes under Rule 19b-4 (SR-CSE-77-1) which would preserve the class of members known as "limited members" and permit single and multiple dealer trading through facilities of the exchange or other persons to which the exchange has access. Publication of the proposal is expected to be made in the Federal Register during the week of January 16. (Rel. 34-14364)

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; and File number and date filed.

- (S-B) EUROPEAN ATOMIC ENERGY COMMUNITY, 2100 M St., N.W., Washington, D.C. 20037 - \$75 million of bonds, due 1998. Underwriters: The First Boston Corporation, Lehman Brothers Kuhn Loeb Inc., Merrill Lynch, Pierce, Fenner & Smith Inc. and Salomon Brothers. (File 2-60612 - Jan. 10)
- (S-8) TIMEPLEX, INC., 100 Commerce Way, Hackensack, N.J. 07601 - 243,500 shares of common stock. (File 2-60618 - Jan. 11)
- (S-8) GENSTAR LIMITED, Suite 4105, One Place Ville Marie, Montreal, Quebec, Canada H3B 3R1 - 50,000 common shares. (File 2-60619 - Jan. 11)
- (S-8) COMPUGRAPHIC CORPORATION, 80 Industrial Way, Wilmington, Mass. 01887 - 76,120 shares of common stock. (File 2-60620 - Jan. 10)
- (S-7) FUQUA INDUSTRIES, INC., 3800 First National Bank Tower, Atlanta, Ga. 30303 - \$16,854,300 of 9-1/2% subordinated debentures, due 1998. Underwriter: Bear, Stearns & Co. The company is a diversified manufacturing and distribution and service company. (File 2-60621 - Jan. 11) and \$5,188,200 of 9-1/2% subordinated debentures, due 1998. Underwriter: same as above. (File 2-60622 - Jan. 11)
- (S-6) THE CORPORATE INCOME FUND, SIXTY NINTH MONTHLY PAYMENT SERIES, One Liberty Plaza, 165 Broadway, New York, N.Y. 10006 - 25,000 units of beneficial interest. Depositors: Merrill Lynch, Pierce, Fenner & Smith Inc., One Liberty Plaza, 165 Broadway, New York, N.Y. 10006, Bache Halsey Stuart Shields Inc. and Dean Witter Reynolds Inc. (File 2-60623 - Jan. 11)

REGISTRATIONS EFFECTIVE

Jan. 10: El Paso Natural Gas Co., 2-60480 & 2-60481; Filmways, Inc., 2-60290; The Foxboro Co., 2-60536; Hon Industries Inc., 2-60354; Municipal Investment Trust Fund, Sixteenth Intermediate Term Series, 2-59901; Northeast United Bancorp, Inc. of Texas, 2-60297.

NOTE TO DEALERS. When applicable the 90-day period of time dealers are required to use the prospectus is noted above in parentheses after the name of the issuer. As to the other issuers, there may be no such requirement to use a prospectus, or the requirement may be for a period of only 40 days; see Section 4(3) of the Securities Act of 1933 and Rule 174 (17 CFR 230.174) thereunder.

REGISTRATIONS WITHDRAWN

Jan. 5: Trans World Commodity Fund II, 2-59361.

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. 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	ITEM NO.	DATE
AFFILIATED INVESTMENTS INC	1	12/28/77
ALASKA INTERNATIONAL INDUSTRIES INC	2,5	11/16/77
ANAREX INC	1,2,5	12/29/77
AMERICAN BIOMEDICAL CORP	5	10/20/77
AMERICAN HELIOTHERMAL CORP	2,6	01/01/78
AMERICAN TELEVISION & COMMUNICATIONS CORP	1	12/22/77
ANDERSONS	5	12/20/77
APCO OIL CORP	2,6	12/20/77
ARGO PETROLEUM CORP	7,14	08/76 *
AUTOMATIC SWITCH CO	6	12/20/77
BANKERS MORTGAGE CORP	4,6	12/09/77
BELLANCA AIRCRAFT CORP	2	04/11/77
BURKE SECURITY INC	2	12/21/77
BURLINGTON NORTHERN INC	5	12/01/77
BURLINGTON NORTHERN INC	5	12/22/77
CANADIAN HYDROCARBONS LTD	2	12/01/77
CAVENHAM USA INC	5	12/09/77
CHICAGO MILWAUKEE CORP	5	12/28/77
CINEVISED INTERNATIONAL CORP	1,5,6	10/26/77
COMP U CHECK INC	4	11/24/77
COMSTOCK TUNNEL & DRAINAGE CO	5	12/01/77

/ The Form 8-K was amended (Rel. 34-13156, January 13, 1977) effective for all events which occur subsequent to February 28, 1977. Those companies above which are noted with an asterisk () have filed pursuant to the old Form 8-K; the captions of the item numbers under which such reports are filed are as follows:

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| Item 1. Changes in Control of Registrant | Item 9. Options to Purchase Securities |
| Item 2. Acquisition or Disposition of Assets | Item 10. Extraordinary items, other material charges and credits and capital restatements |
| Item 3. Legal Proceedings | Item 11. Submission of Matters to a Vote of Security Holders |
| Item 4. Changes in Securities | Item 12. Changes in Registrant's Certifying Accountant |
| Item 5. Changes in Security for Registered Securities | Item 13. Other Materially Important Events |
| Item 6. Defaults upon Senior Securities | Item 14. Financial Statements and Exhibits |
| Item 7. Increase in Amount of Securities Outstanding | |
| Item 8. Decrease in Amount of Securities Outstanding | |

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 and of registration statements may be ordered from the Public Reference Section, Securities and Exchange Commission, Washington, D.C. 20549. The reproduction cost is 10c per page plus postage (7 days) (\$3.50 minimum); 20c per page plus postage for expedited service (4 days) (\$5.00 minimum) and 30c per page plus postage for priority service overnight (\$5.00 minimum). Cost estimates are given or request. All other reference material is available in the SEC Docket.

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SEC DOCKET is published weekly. Subscription rates: \$43.70/yr in U.S. first class mail; \$54.65 elsewhere.

SEC STATISTICAL BULLETIN is published monthly. Subscription rates: \$15.00/yr in U.S. first class mail; \$18.75 elsewhere.

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