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SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST

(Prepared by the SEC Office of Public Information)

A Daily Summary of
S.E.C. Activities

(Issue No. 73-13)

FOR RELEASE January 18, 1973

COMMISSION ANNOUNCEMENT

TRADING SUSPENDED IN PELOREX CORP. SECURITIES. The SEC has ordered the temporary suspension of the over-the-counter trading in the securities of Pelorex Corporation of Buffalo, N. Y., for a 10-day period commencing on January 16 and continuing through January 25, 1973. The suspension was ordered primarily because of questions raised concerning the recent unusual market activity in the common stock of Pelorex. The company has expressed its concern over the market activity in its securities and has represented that it will cooperate with the Commission in this matter. (Rel. 34-9955)

COURT ENFORCEMENT ACTION

COMPLAINT NAMES GENERAL HOST CORP. The Commission on January 17 filed a civil injunctive complaint in the Federal district court in New York against General Host Corp., Richard C. Pistell, Harris J. Ashton, Allen & Co., Inc., Allen & Co., Kleiner, Bell & Co., Inc., Seymour M. Lazar, Eugene V. Klein, Allen S. Manus and Cecil Manus for violations of the anti-fraud provisions of the Federal securities laws in connection with the attempted takeover of Armour & Co. by General Host Corp. The complaint also charged certain of the defendants with violations of the anti-fraud provisions in connection with the offer and sale of General Host securities pursuant to its exchange offer in 1969 for Armour & Co. securities and with fraud in connection with the tender offer, as well as violations of the anti-manipulative and various reporting provisions and certain provisions of the Investment Company Act. General Host, Pistell and Ashton were also charged with defrauding an affiliate, Goldfield Corporation, in connection with General Host's acquisition of an option to buy Goldfield's holdings of General Host stock to ensure the sale of General Host's holdings in Armour to Greyhound Corp., which had made a competing bid for control of Armour. The complaint further charged violations of the anti-fraud, anti-manipulative, and various reporting provisions of the Federal securities laws, as well as certain provisions of the Investment Company Act, by General Host, Pistell and Ashton in connection with the merger of Li'l General Stores, Inc. into General Host in July 1968. (LR-5699)

DIAMOND GROWTH FUND, OTHERS ENJOINED. The SEC Los Angeles Regional Office and the San Francisco Branch Office announced that on January 8 the Federal court in California permanently enjoined by default Diamond Growth Fund, Inc. from violations of the antifraud and reporting provisions of the Federal securities laws. Diamond Management, Inc. (DMI), the Fund's investment adviser, and Irving M. Levin, president of the Fund and its adviser, were also enjoined from violation of, among others, the antifraud provisions and from serving or acting in the capacity of officer, director, investment adviser or principal underwriter for any registered investment company. Levin and DMI consented to the court order without admitting or denying the allegations. J. Morrow Otis was appointed as receiver for the Fund. (LR-5696)

HOLDING COMPANY ACT RELEASES

MIDDLE SOUTH UTILITIES. The SEC has issued an order authorizing Middle South Utilities, Inc., New York holding company, to increase the aggregate principal amount of short-term notes that may be outstanding at any one time from \$80,000,000 to \$90,000,000. The additional \$10,000,000 of borrowings will be used by Middle South to purchase 435,000 shares of common stock of its subsidiary, Mississippi Power & Light, for an aggregate of \$10,005,000. (Rel. 35-17859)

JERSEY CENTRAL POWER & LIGHT CO. The SEC has issued a notice giving interested persons until February 14 to request a hearing on an application of Jersey Central Power & Light Company, Morristown subsidiary of General Public Utilities Corporation, regarding the proposed issue and sale of \$30,000,000 of debentures at competitive bidding. (Rel. 35-17860)

VERMONT YANKEE NUCLEAR POWER CORP. The SEC has issued an order releasing jurisdiction with respect to fees and expenses incurred by Vermont Yankee Nuclear Power Corporation, Rutland, Vt. subsidiary of both Northeast Utilities and New England Electric Systems in connection with a nuclear fuel leasing agreement, the issue and sale of promissory notes to finance the purchase of nuclear fuel cores, and other related considerations. (Rel. 35-17861)

MIDDLE SOUTH UTILITIES. The SEC has issued an order authorizing Mississippi Power & Light Company of Jackson, Miss. subsidiary of Middle South Utilities to issue and sell \$30,000,000 of first mortgage bonds and 100,000 shares of cumulative preferred stock at competitive bidding; and to issue and sell 570,000 shares of common stock to Middle South (the sole common stockholder of Mississippi) at the stated value of \$23 per share. The net proceeds will be used to retire short-term debt obligations and to provide funds to carry forward Mississippi's construction program. (Rel. 35-17856)

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SECURITIES ACT REGISTRATIONS FILED

PRUDENTIAL FUNDS, INC., One New York Plaza, New York, 10004 - 2,045,200 shares of common stock. It is proposed to issue these shares in exchange for the outstanding 1,022,600 shares of common stock of Prudential Resources Corp., at the rate of two shares for each Resources share. Of the shares exchanged, 987,600 may be reoffered for sale from time to time by certain shareholders of Resources at prices current at the time of sale (* \$1.25 per share maximum) or may be hypothecated to secure loans. Prudential Funds primarily is in the oil and gas management business. Resources' primary asset consists of 70.6% of the outstanding common shares of Prudential Funds. Resources owns oil and gas interests in various Prudential Drilling Fund Programs as well as other interests. (File 2-46762 - Dec 29)

THE ML CORPORATE INCOME FUND, FOURTH MONTHLY PAYMENT SERIES, One Liberty Plaza, 165 Broadway, New York 10006 - \$31,500,000 of units. The Fund was created by a trust agreement between the sponsor, Merrill Lynch, Pierce, Fenner & Smith Inc., The Bank of New York, as trustee, and The National Shawmut Bank of Boston, as co-trustee, and Interactive Data Services, Inc., as evaluator. The Fund was formed for the purpose of obtaining a high level of current income through investment in a fixed portfolio of long term debt obligations rated "BBB" or better by Standard & Poor's Corporation or Fitch Investors Service, Inc. or "Baa" or better by Moody's Investor Service or having in the opinion of the Sponsor, Merrill Lynch, Pierce, Fenner & Smith Incorporated, similar credit characteristics. (File 2-46786 - Jan 4)

NATIONAL MUNICIPAL TRUST, FIRST SERIES - \$12,375,000 of units. The Fund is the first of a proposed series of similar but separate trusts created by a trust indenture and agreement among Kohlmeier & Co., Legg, Mason & Co., Inc., and Piper Jaffray & Hopwood Incorporated, as sponsors, United States Trust Company of New York, as trustee, and Standard & Poor's Corporation, as evaluator. The Fund was formed for the purpose of obtaining interest income through investment in a fixed portfolio of long term bonds, rated BBB or better by Standard & Poor's Corporation or Baa or better by Moody's Investors Service, issued on behalf of states, counties, territories, possessions and municipalities of the United States and authorities or political subdivisions thereof. The interest on such bonds is exempt from all Federal income tax under existing law in the opinion of recognized bond counsel. (File 2-46788 - Jan 5)

THE CHARLES RIVER BREEDING LABORATORIES, INC., 251 Ballardvale St., Wilmington, Mass. 01887 - 195,000 shares of common stock, of which 110,000 are to be offered for sale by the company and 85,000 by certain shareholders. The offering is to be made (*at \$40 per share maximum) through underwriters headed by Kidder, Peabody & Co. Inc., 20 Exchange Pl., New York 10005. The company is engaged primarily in the large-scale production and sale of laboratory animals. Of the net proceeds, \$2 million will be used to reduce indebtedness and the balance for working capital and other corporate purposes. (File 2-46789 - Jan 5)

ADRs FOR THOMAS NATIONWIDE TRANSPORT AND SURUGA BANK FILED. First National City Bank, 111 Wall St., New York 10015, filed two registration statements seeking registration of 100,000 American Depositary Receipts each for (a) ordinary stock units of Thomas Nationwide Transport Limited, an Australian corporation, and (b) dollar validated common stock of The Suruga Bank, Ltd., a Japanese corporation. (File 2-46792 and 2-46793, respectively - Jan 5)

INTERFUNDING FINANCIAL CORP., 2530 Mercedes Dr., Ft. Lauderdale, Fla. - 200,000 shares of common stock, to be offered for sale at \$5 per share by Aurre & Co., Inc., 15 William St., New York 10005. The company was organized in April 1972 to provide counseling and other services in the field of management and financing. Of the net proceeds, \$100,000 will be used for advertising and promotion and the balance for general corporate purposes. (File 2-46794 - Jan 5)

TEMCO BUSINESS SERVICES, INC., 16415 W. Eight Mile Rd., Detroit, Mich. 48235 - \$2 million of convertible subordinated debentures, due 1985, to be offered for sale at 100% of principal amount through underwriters headed by S. D. Fuller & Co. Inc., 26 Broadway, New York 10004. The company provides a wide variety of personnel employment services. Of the net proceeds, \$600,000 will be used initially to reduce bank indebtedness incurred to finance customers' receivables and the balance for working capital and other corporate purposes. (File 2-46795 - Jan 5)

ADRs FOR L. M. ERICSSON TELEPHONE CO. FILED. First National City Bank, 111 Wall St., New York 10015, filed a registration statement seeking registration of 100,000 American Depositary Receipts for Series B shares (without Swedish Affidavit) of L. M. Ericsson Telephone Company, a Swedish corporation. (File 2-46800 - Jan 5)

PERRY DRUG STORES, INC., 3720 Lapeer Rd., P.O. Box 4377, Pontiac, Mich. 48057 - 300,000 shares of common stock, of which 200,000 are to be offered for sale by the company and 100,000 by certain shareholders. The offering is to be made (*at \$13.50 per share maximum) through underwriters headed by G. H. Walker & Co. Inc., 45 Wall St., New York 12305. The company operates a chain of 18 retail drug stores in Michigan. Of the net proceeds, \$1,200,000 will be used to purchase fixtures, equipment and inventory for eight new stores and the balance for working capital and other corporate purposes. (File 2-46801 - Jan 9)

FIRST STATE CAPITAL FUND, INC., 5507 S. Lewis, Tulsa, Okla. 74105 - 1,000,000 shares of common stock, to be offered for sale at net asset value with no sales charge (*\$10 per share maximum). The Fund is an open-end diversified management investment company which seeks long-term capital appreciation and, secondarily, current income. First State Financial, Inc. is investment adviser. (File 2-46803 - Jan 9)

USERS INCORPORATED, P.O. Box 31300, Washington, D. C. 20031 - 1,000 shares of common stock, to be offered for sale to credit unions chartered under Federal or state law, at the rate of one share for each 1000 accounts serviced by the company, and at \$5,000 per share. No underwriting is involved. The company provides data processing and automated accounting services to credit unions. Of the net proceeds, \$413,000 will be deposited in a restricted sinking fund for purchase of shares from credit unions who do not renew their data processing contracts and the balance for working capital and other corporate purposes. (File 2-46804 - Jan 9)

CORPORATE ENTERPRISES, INC., 7300 Biscayne Blvd., Miami, Fla. 33138 - 71,267 shares of common stock, which are to be offered for sale from time to time by certain shareholders at prices current at the time of sale (* \$1 per share maximum). The company manufactures luggage and related items and operates an advertising agency. (File 2-46806 - Jan 8)

SCOTTISH INNS OF TEXAS, INC., 307 W. 7th St., Ft. Worth, Tex. 76102 - 600,000 shares of common stock, to be offered for sale (*at \$5 per share maximum) through underwriters headed by Tennessee Securities, Inc., Third National Bank Bldg., Nashville, Tenn. 37219, and Brown, Allen & Co., 600 Empire Life Bldg., Dallas, Tex. 75201. The company owns and operates franchised Scottish Inns budget motels in Texas. Net proceeds, together with other funds, will be used for the purchase of modular units, construction and opening of four new furnished Scottish Inns motels and other corporate purposes. (File 2-46807 - Jan 9)

PANTS 'N' STUFF SHED HOUSE, INC., 167 Clay Rd., Rochester, N. Y. 14623 - 160,000 shares of common stock, to be offered for sale at \$3 per share through underwriters headed by William Jennings & Co., Inc., 185 Cross St., Ft. Lee, N. J. 07024. The company owns and operates seven retail stores which sell youth oriented pants, jeans and accessories. Net proceeds will be used for working capital and other corporate purposes. (File 2-46808 - Jan 9)

Q & T MID-AMERICA REAL ESTATE INVESTMENT TRUST, 33 N. Dearborn St., Chicago, Ill. 60602 - 1,200,000 shares of beneficial interest, to be offered for sale at \$12.50 per share through underwriters headed by Walston & Co., Inc., 77 Water St., New York 10005. The Trust was established to invest principally in real estate equity and first mortgage construction loans. Quinlan and Tyson Real Estate Investment Advisors, Inc. is investment adviser. (File 2-46809 - Jan 9)

MADISON FOODS INC., 1200 Industrial Parkway, Madison, Neb. 68748 - \$3 million of subordinated debentures, Series A, with warrants to purchase 150,000 common shares, and 75,000 shares of common stock, to be offered for sale in units, each consisting of a \$1,000 debenture, 25 shares and 50 warrants. The offering is to be made at \$1,000 per unit through underwriters headed by First Mid America Inc., 1221 "N" St., Lincoln, Neb. 68501. The company has engaged, to date, only in the design and initial phases of construction of its swine slaughtering and processing facility. Its proposed operations depend upon a custom contract between the company and the contracting packer, Armour and Company whereby the company will perform certain slaughter and processing services. Of the net proceeds, \$1,700,000 will be used for plant site, buildings, holding pens, rail siding and construction equipment and the balance for working capital and other corporate purposes. (File 2-46810 - Jan 9)

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:
 Electronic Data Systems Corporation, Dallas, Tex. (File 2-46787) - 250,000 shares
 AAR Corp., Elk Grove Village, Ill. (File 2-46796) - 10,000 shares
 Keystone Centers, Inc., Lebanon, Pa. (File 2-46797) - 50,000 shares
 Manpower, Inc., Milwaukee, Wisc. (File 2-46798) - 25,000 shares
 Sysco Corporation, Houston, Tex. (File 2-46799) - 50,000 shares
 Marquette Cement Manufacturing Co., Chicago, Ill. (File 2-46802) - 151,417 shares
 Peoples Gas Company, Chicago, Ill. (File 2-46805) - 150,000 shares

MISCELLANEOUS

RECENT FORM 8-K FILINGS. The companies listed below have filed Form 8-K reports for the month indicated, responding to the item on the 8K form numbered in the parentheses. 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 several items of the form was included in the January 2 News Digest.

8K Reports for Dec 72

Air Express Int'l Corp Oct 72 (7,13,14)	0-348-2	American Export Industries, Inc. (6)	1-5054-2
Alabama Power Co. (3,13)	1-3164-2	American Safety Equipment Corp (7,8,13)	1-4829-2
Allied Chemical Corp(14)	1-1269-2	Anchor Coupling Co., Inc.(11,13)	1-4911-2
American Convalescent Centers of Ky, Inc. Nov 72(1)	0-5478-2	Auto-Train Corp (11)	0-6486-2

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8K Reports for Dec 72 Cont'd

Avtek Corp (6,13)	0-5963-2	Federated Dept Stores Int'l Co. (8,14)	1-5187-2
Binney & Smith Inc.(7,8,14)	1-4745-2	Financial Corp of Santa Barbara (2,7,14)	1-5584-2
Blue Chip Stamps(1,3)	0-3810-2	First American Financial Corp(3)	0-3658-2
Bowl America Inc.(11)	0-1830-2	The First Artistis Production Co., Ltd.(11,14)	2-31834-2
Bunnington Corp (2,14)	0-4277-2	First Continental Realty Fund, Ltd.(2,14)	2-39306-2
Burlington Northern Inc.(7,14)	1-6324-2	First National Bank Trustees(7)	0-669-2
CSI Computer Systems Inc. (2,8,11,14)	0-5679-2	First Nat'l State Bancorporation (3)	1-6610-2
California Computer Products Inc. (11,13,14)	1-5012-2	First Realty Invst Corp(7,14)	0-4159-2
Campbell Red Lake Mines Ltd.(13)	1-3853-2	First Steuben Bancorp Inc. (12,14)	0-4622-2
Caterpillar Tractor Co. (8)	1-768-2	First Tennessee Nat'l Corp (7,14)	0-4491-2
Chanin Development Corp(13)	0-6498-2	Flight Safety, Inc.(8)	1-6222-2
Chattem Drug & Chemical Co. Nov 72(13)	0-5905-2	General Telephone Co. of Calif. (3)	1-6417-2
Chesapeake & Potomac Tel Co. of Md. (3)	1-6875-2	General Telephone Co. of the Northwest, Inc. (3)	0-2908-2
Cincinnati Financial Corp(13)	0-4604-2	General Telephone & Electronics Corp (3)	1-2755-2
City National Corp (8)	0-4578-2	Giant Food Inc. (11)	1-4434-2
Clark Equipment Co. (14)	1-5646-2	P.H. Glatfelter Co. (7,14)	1-3560-2
Clark Equipment Credit Corp(8)	1-6502-2	Great Western United Corp(11)	1-5443-2
Clark Equipment Overseas Finance Corp(7)	1-5220-2	Guardian Industries Corp (3,7,14)	1-6037-2
Coleco Industries, Inc.(7,12,13)	1-5673-2	Gulf South Corp Sep 72(7,14)	0-833-2
Columbia Technical Corp(12,13)	1-5408-2	Hawaiian Telephone Co.(3,7)	1-4729-2
Computat Scientific Systems, Inc. (11,13,14)	2-34189-2	Hercules, Inc. (7,14)	1-496-2
Concordia Corporation(1,3,13,14)	0-4788-2	Hershey Foods Corp (7)	1-183-2
Condec Corp (11,14)	1-3899-2	Holly Sugar Corp (3,13)	1-2270-2
Continental Can Co., Inc.(7,14)	1-489-2	Horizon Corp (13,14)	1-6789-2
Crescent General Corp (6,13)	1-115-2	IDS Realty Trust (7)	2-42550-2
Digicon, Inc. (11,14)	0-4160-2		
Doyle Dane Bernbach, Inc.(13)	0-171-2		
Electro/Data Inc.(7)	0-5756-2		
Fay's Drug Co., Inc.(13)	0-5179-2		

UNLISTED TRADING SOUGHT. The SEC has issued an order giving interested persons until February 3 to request a hearing upon an application of the P.B.W. Stock Exchange, Inc. for unlisted trading privileges in the common stock of the following companies: Colonial Penn Group, Inc., Cubic Corporation and Puritan Fashions Corporation. (Rel. 34-9957)

TRADING SUSPENSIONS CONTINUED. The SEC has ordered the suspension of over-the-counter trading in the securities of DCS Financial Corporation and exchange and over-the-counter trading in the securities of Goodway, Inc. for the further ten-day period January 18-27, inclusive.

SECURITIES ACT REGISTRATIONS. Effective January 17: Axcon Corp., 2-46307; Capitol Industries, Inc., 2-46452; Davis Water & Waste Industries, Inc., 2-46533; E. F. Hatton & Co., Inc., 2-45619; Innovative Communications Inc., 2-46040 (90 days); Mississippi Power & Light Co., 2-46490; Morton Simon, Inc., 2-46634; Pan American World Airways, Inc., 2-46554; Philadelphia Electric Co., 2-46625; Realty Investment Partnership, 2-44250 (90 days); Standard Oil Co. (Ind.), 2-46668; U.S. Resort Investors, 2-37633; USP Real Estate Investment Trust, 2-46145 (90 days).

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

*As estimated for purposes of computing the registration fee.

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