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DECISIONS IN ADMINISTRATIVE PROCEEDING

ROBERT M. GARRARD & CO., REVOKED, GARRARD AND ASSOCIATE FIRM BARRED. The SEC announced the issuance of an order revoking the broker-dealer registration of Robert Miller Garrard, doing business as Robert M. Garrard & Co., of Saginaw, Mich., and barring Garrard and Garrard & Co. ("G Co."), a Michigan corporation of which Garrard is president, from association with any broker-dealer. After one year, Garrard may apply to become so associated in a supervised capacity upon an appropriate showing of adequate supervision.

The sanctions imposed were based on the Commission's findings that Garrard sold securities to customers at excessive prices and failed to confirm transactions properly, to comply with record-keeping requirements and to file a timely report of financial condition; that G Co. engaged in business as a broker-dealer without having registered with the Commission as required; and that Garrard and G Co. failed to comply with net capital provisions, improperly extended credit to customers, and used free credit balances of customers without giving them the required notices.

The Commission's order was issued pursuant to an offer of settlement in which respondents, without admitting or denying the charges against them, consented to the above findings and the indicated sanctions. (Rel. 34-10089)

WILLIAM SWEDLOW SANCTIONED. The SEC has announced the issuance of an order suspending William Swedlow from association with any broker, dealer, investment company or investment adviser for six months commencing April 16, 1973, and providing that for 12 months thereafter he may be so associated only under adequate supervision in non-proprietary and non-supervisory capacities.

According to the decision Swedlow, while the comptroller of a registered broker-dealer, violated the registration and anti-fraud provisions of the securities laws by selling unregistered investment contracts being distributed by his employer and making false and misleading statements in connection with such sales. In addition, Swedlow aided and abetted violations of the hypothecation, net capital, free credit balance notification and recordkeeping provisions, and other provisions of the Exchange Act.

The Commission's action was taken pursuant to an offer of settlement in which Swedlow, without admitting or denying the charges, consented to the findings and the sanctions. (Rel. 34-10090)

PACE SUSPENDED. The SEC has issued an order suspending Neil Pace, of Alpine, N. J., for 90 days from association with any broker-dealer, investment adviser, or investment company, commencing on Apr. 10, 1973, and barring him thereafter, until October 31, 1974, from serving, without prior Commission approval, as an officer or director of or supervisor for his present employer.

The Commission order was based on findings that during the period July 1970 to July 1971 Pace, who was president of Dover Securities Corp., then a registered broker-dealer, violated or aided and abetted violations of antifraud and registration provisions of the securities laws in that he sold the speculative, unseasoned and unregistered securities of Technology Associates, Inc., through the use of intensive mail solicitation of persons with whom he was unacquainted, confirmed sales to persons who had not ordered the securities, and sold unregistered stock of Pollution Research and Control Corp., and, in the distribution of that stock on an "all or none" basis, all the money received in payment for the stock was not promptly deposited by his firm in a separate bank account as agent or trustee for the persons who had the beneficial interests therein. It was also found that Pace aided and abetted violations of net capital and bookkeeping provisions and failed to exercise reasonable supervision.

The Commission order was based on an offer of settlement in which Pace, without admitting or denying the charges against him, consented to the indicated findings and sanctions. (Rel. 34-10091)

COMMISSION ANNOUNCEMENTS

SEC CITES G.L. EQUITIES. The Securities and Exchange Commission has instituted administrative proceedings against G.L. Equities Corp. and M.J. Manchester & Co., Inc. of New York City and George C. Bergleitner, Jr., president of G.L. Equities and former president of Manchester, Michael D. Harvey, vice-president of G.L. Equities, and Frank J. Serrano, treasurer of G.L. Equities all of New York City charging violations of Sections 15(c) and 17(a) of the Securities Exchange Act of 1934 and Rules 15c3-1 (net capital rule), and 17a-5 (financial reporting rule) thereunder. A hearing will be scheduled by further order to take evidence on the staff allegations and to afford the respondents an opportunity to offer any defense thereto for the purpose of determining whether the allegations are true and if so, what if any action of a remedial nature is appropriate in the public interest pursuant to the provisions of the Securities Exchange Act of 1934 and the Securities Investor Protection Act of 1970. (Rel. 34-10104)

SEC ORDER CITES HOLT, MURDOCK SECURITIES, INC. The Securities and Exchange Commission has ordered administrative proceedings under the Securities Exchange Act of 1934 and the Securities Investors Protection Act of 1970 involving Holt, Murdock Securities, Inc., a broker-dealer of Helena, Montana, and Leslie D. Murdock, a stockholder and president of Holt, Murdock Securities, Inc. The proceedings are based on allegations of the Commission's staff that from January, 1972 to July, 1972, the respondents violated the net capital, books and records, reporting, underwriting and antifraud provisions of the Federal securities laws. The proceedings are also based on the entry of an order on July 28, 1972, permanently enjoining the respondents from violating Section 10(b), 15(c)(2), 15(c)(3) and 17(a) of the Securities Exchange Act of 1934 and on the appointment of a trustee pursuant to the provisions of the Securities Investor Protection Act of 1970 on July 26, 1972, by the United States District Court for the District of Montana. A hearing will be scheduled by further order to take evidence on the staff allegations and to afford the respondents an opportunity to offer any defense thereto for the purpose of determining whether the allegations are true and, if so, what if any action of a remedial nature is appropriate in the public interest. (Rel. 34-10105)

SEC ORDER CITES F.O. BAROFF COMPANY, INC., OTHERS. The Securities and Exchange Commission has issued an order for public administrative proceedings against F.O. Baroff Company, Inc., a now defunct New York broker-dealer, and Carl Gottlieb, president, and Seymour Lafazan, vice president, both of New York, for alleged violations of the net capital provisions of the Federal securities act, Section 15(c)(3) of the Securities Exchange Act of 1934 and Rule 15c3-1 thereunder. A Securities Investor Protection Corporation Trustee was appointed for F.O. Baroff Company, Inc. and this action is also being initiated pursuant to Section 10(b) of the Securities Investor Protection Corporation Act. Carl Gottlieb and Seymour Lafazan have been charged with aiding and abetting F.O. Baroff Company, Inc. in the above cited violations. A hearing will be scheduled by further order to take evidence on the staff's allegations and afford the respondents an opportunity to offer any defense thereto for the purpose of determining whether the allegations are true and if so, what if any remedial action should be ordered by the Commission. (Rel. 34-10103)

SEC CITES NORTH AMERICAN PLANNING CORPORATION. The Securities and Exchange Commission has ordered administrative proceedings under the Securities Exchange Act of 1934 against North American Planning Corporation, a New York City broker-dealer, and its two principal officers, Eugene Goldenberg, president and William Robert Rubin, director-consultant. The order also cites Tri-State Energy, Inc., a Kentucky corporation and subordinated lender of North American, and its two principal officers, C.W. Deaton and Leonard James. The proceeding is based upon allegations of the Commission's staff that Tri-State, Deaton and James effected transactions in the securities of All States Insurance Company of Alabama when such shares were unregistered and further alleges that all respondents caused some of those shares to be subordinated into North American. In addition, it is alleged that North American, aided and abetted by Goldenberg and Rubin, violated provisions of the Securities Exchange Act of 1934 and rules thereunder by failing to make and or keep current and accurate books and records, failing to file North American's latest X17A-5 report and certain quarterly and annual reports; effecting transactions in securities when the firm was not in compliance with the net capital requirements and violating Regulation T of the Federal Reserve Rules. The order also alleges that North American, Goldenberg and Rubin were permanently enjoined by a Federal Court in New York City from violations of the Commission's net capital rule and such Court also appointed a Securities Investor Protection Corporation trustee to liquidate North American. A hearing will be scheduled by further order to take evidence on the staff charges and afford the respondents an opportunity to offer any defense thereto, for the purpose of determining whether the allegations are true and, if so, whether any action of a remedial nature is necessary or appropriate in the public interest. (Rel. 34-10106)

COURT ENFORCEMENT ACTIONS

COMMODITY OPTIONS INTERNATIONAL, OTHERS ENJOINED. The SEC Los Angeles Regional Office announced the filing of a complaint on April 6 in the Federal court in Los Angeles seeking to enjoin Commodity Options International, Inc., a California corporation, Double Option Systems, Inc., a California corporation, Josef Rotter of Los Angeles, principal officer and shareholder of Commodity Options and Double Option Systems, C. R. Richmond & Co., a California corporation, and Curtis R. Richmond of Los Angeles, its president and sole stockholder, from violating the registration provisions of the Federal securities laws in the offer and sale of investment contracts, evidences of indebtedness and instruments commonly known as securities of Commodity Options International. Commodity Options, Double Option and Joseph Rotter consented to the entry of a permanent injunction and appointment of a permanent receiver for Commodity Options and Double Option. (LR-5841)

INJUNCTION MOTION AGAINST CONTINENTAL COMMODITIES CORP., OTHERS, DENIED. The SEC Fort Worth Regional Office announced that a Federal district judge in Dallas on April 9 denied the Commission's motion for a preliminary injunction against Continental Commodities Corporation and Charles L. Long, both of Dallas, and Continental Commodities Trading Co., of Los Angeles, Calif. The Commission had charged that Continental Commodities Corporation, Continental Commodities Trading Co. and Long offered and sold promissory notes and investment contracts involving commodity options in violation of the securities registration and anti-fraud provisions of the Federal securities laws. (LR-5843)

DESIGN-A-PHONE, OTHERS ENJOINED. The SEC announced on April 11 that the Federal court in the District of Columbia had permanently enjoined Design-A-Phone, Inc., Jordan, N.Y., and Joseph J. Solon, a director and controlling person of Design, New York City, from violations of the registration provisions of the Federal securities laws and requiring them to file with the Commission certain delinquent periodic reports on Form 10-Q and Form 10-K. Design and Solon consented to the court order. (LR-5844)

COMPLAINT NAMES ALDERSGATE FOUNDATION, OTHERS. The SEC Atlanta Regional Office today announced the filing of a complaint in the Federal court in Orlando, Florida, charging Aldersgate Foundation, Inc., M. Fred Toms, George A. Gant, J. Craig Biddle and Fred W. Hallauer, all of Orlando, Florida, with violations of the antifraud provisions of the Federal securities laws in the offer and sale of first mortgage 7% sinking fund bond(s) of Aldersgate Foundation, Inc. The Commission also seeks the appointment of a receiver for Aldersgate Foundation, Inc. (LR-5845)

WAGGONER CARR AND JOHN OSORIO ACQUITTED. The SEC Fort Worth Regional Office announced that on March 22 Waggoner Carr of Austin, Texas and John Osorio of Dallas, Texas were acquitted in Federal court in Dallas on all 12 counts of mail fraud after a 15-day jury trial involving the issuance of a note guaranteed by National Bankers Life Insurance Company. On March 5, 1973 Joe P. Novotny of New Orleans, Louisiana pleaded guilty to one count of mail fraud. (LR-5846)

UNITED AUSTRALIAN OIL, OTHERS INDICTED. The SEC Fort Worth Regional Office announced the return April 5, 1973 of a 42-count criminal indictment in Federal court in Dallas, Texas against United Australian Oil, Inc., of Dallas and eighteen individuals, including Archie S. Barnhill, Ernest O. Blakeway, Gerald Burch, Wallace L. Hammer, Kenneth Mjaaland, Ross H. Scott, all of Dallas, Charles I. Allen and Hardy B. Todd, both of Oklahoma City, Oklahoma, Charles H. Parr of Norman, Oklahoma, Roy J. Pray, Canon City, Colorado, Neva J. Jackson, Scottsdale, Arizona, Edward J. Prince, Riverside, Illinois, Warren W. Stepp, Springfield, Missouri, Clarence S. Burch, Houston, Texas, Doyen D. Golding, Texarkana, Texas, formerly of Jacksonville, Texas, W. Lee Thompson, Lewisville, Texas, Paul Dawson, San Antonio, Texas and Walter E. Hendricks, address unknown, for violations of the securities registration and anti-fraud provisions of the Federal securities laws, the mail fraud statute, and conspiracy to violate these statutes in the offer and sale of common stock of United Australian Oil, Inc. (LR-5847)

NORMAN RUBINSON, OTHERS INDICTED. The SEC New York Regional Office announced that on April 4 a special Federal grand jury in New York returned indictments against Dennis Carroll, Silver Spring, Md.; George Cohen, Miami Beach, Fla.; J. David Crosby, Montreal, Canada; Lawrence Gilbert, Miami Beach, Fla.; Gunther Hermann, West Germany; Nigel Hollings, Toronto, Canada; Louis Kaye, Paramus, N. J.; Leonard Kozman, Cleveland, Ohio; Raymond Monacelli, Euclid, Ohio; James Morse, Las Vegas, Nev.; Henry C. Percevault, Danville, N. J.; Andrew Pilato, Ridgewood, N. J.; Norman Rubinson, Miami Beach, Fla.; Albert Sprung, Brooklyn, N. Y.; Murray Taylor, Riverdale, N. Y.; Arthur Tortorella, also known as Artie Todd, Brooklyn, N. Y.; Alex Alexander, Cleveland, Ohio; and Equity Financial Trading Corporation, a Florida corporation.

The three count indictment charged the defendants with conspiracy to violate and substantive violations of the anti-fraud provisions of the Federal securities laws in connection with an alleged manipulation of the price of the common stock of Fleurette, Incorporated, a Florida corporation. Named as co-conspirators were Frederick Von Hesse, also known as Fred Hesse, Joseph Garofalo, Fred Goodman and Maxwell Forster. The indictment charged the defendants with using illegal commissions and false and misleading statements about the company to artificially inflate the price of Fleurette stock from one dollar per share in April 1970 to ten dollars per share in September of the same year. (LR-5837)

INVESTMENT COMPANY ACT RELEASES

LIFE INS. CO. OF NORTH AMERICA SEP. ACCOUNT A. The SEC has issued an order granting the application of Life Insurance Company of North America and its Separate Account A, a registered unit investment trust, (a) under Section 11 to permit under certain variable annuity contracts the transfer, limited to one per year, of the total value of a Separate Account Division to another Separate Account Division prior to the annuity starting date; (b) under Section 22(d) to permit without any charges transfer of values from the Fixed Accumulation Account to a Separate Account Division, with a limitation of one such transfer per year, and to permit at reduced charges of 1% transfer to single premium immediate and deferred variable annuity contracts of amounts payable under insurance contracts of the Insurance Company complex; and (c) to permit under Sections 26(a) and 27(c)(2) assets of Separate Account A to be held in its own custody for safekeeping. (Rel. IC-7769)

SECURITIES ACT REGISTRATIONS FILED

CUMMINS ENGINE COMPANY, INC., 432 Washington St., Columbus, Ind. 47201 - 105,787 shares of common stock issuable pursuant to the company's qualified stock option plan. (File 2-47409 - Mar 28)

INTERNATIONAL TELEPHONE AND TELEGRAPH CORPORATION, 320 Park Ave., New York, N. Y. 10022 - 4,000,000 shares of common stock which may be issued from time to time in connection with the company's acquisition program. (File 2-47469) - Mar 30

ROCKY MOUNTAIN INDUSTRIES, INC., 4253 N. Scottsdale Rd., Scottsdale, Ariz. 85251 - 725,000 shares of common stock and warrants to purchase 1,200,000 common shares. These securities are to be issued by Rocky Mountain to Scientific Resources Corporation in settlement of debts. Scientific, which according to the prospectus is in severe financial distress and has a negative net worth in excess of \$10 million, will then be liquidated and will use the stock and warrants to settle all of its debts, claims by other creditors and claims of common stockholders. (File 2-47500 - Mar 30)

In a separate statement, Rocky Mountain seeks registration of 1,188,175 shares of common stock and 1,200,000 common stock purchase warrants. Of these shares, 725,000 and the 1,200,000 warrants are those to be issued to Scientific as mentioned above; the remaining 463,175 shares of Rocky Mountain are presently owned by Scientific. All of these securities will be distributed by Scientific to pay off its debentureholders, claims of creditors and to settle all claims by "unliquidated claimants"--as involved in various lawsuits, and claims of senior noteholders, debentureholders and all general creditors and an estimated \$2,400,000 to unliquidated claimants. Rocky Mountain is engaged in the acquisition of real estate for sale or future development, leasing and servicing of used punch card and other data processing equipment and the fabrication of steel components. (File 2-47499 - Mar 30)

CENTRAL NATIONAL BANCSHARES, INC., Locust at Sixth Ave., Des Moines, Iowa 50309 - 424,688 shares of common stock. It is proposed to offer these shares in exchange for the common stock of the following banks at the specified rates: 2.06976 shares for each share of Unibank, Inc., 10 shares for each share of United Home Bank & Trust Co., 2.52917 shares for each share of Kossuth Security Investment Company, an unspecified number of shares for each share of The Security State Bank, 1.66547 shares for each share of United American Investment Co., 23 shares for each share of First State Bank, Britt, Iowa, and 30 shares for each share of Adair County State Bank. Bancshares is a bank holding company, which owns 98.7% of the outstanding common stock of Central National Bank and Trust Company of Des Moines. (File 2-47543 - Apr 2)

MISCELLANEOUS

TRADING SUSPENSIONS CONTINUED. The SEC has ordered the suspension of (a) over-the-counter trading in the securities of Beneficial Laboratories, Inc., Proof Lock International Corp., and Triex International Corporation for the further ten-day period April 14-23, inclusive, (b) exchange and over-the-counter trading in the securities of Topper Corporation and U. S. Financial Incorporated for the further ten-day period April 14-23, inclusive, and (c) over-the-counter trading in the securities of Accurate Calculator Corporation, First World Corporation, Lilac Time, Inc., Logos Development Corporation, Photon Inc. and Textured Products, Inc. for the further ten-day period April 5-24, inclusive.

SECURITIES ACT REGISTRATIONS. Effective April 12: Chemplast, Inc., 2-46848; ADR's of Australian Consolidated Industries Limited, 2-47103; Cabot, Cabot & Forbes Land Trust, 2-47226; Decision Data Computer Corp., 2-47154; Exxon Corp., 2-47496 and 2-47495; First Continental Real Estate Investment Trust, 2-47068; First National Lincoln Corp., 2-47277; Florida Water and Utilities Co., 2-41192; Great Western Producers Co-Operative, 2-47502 (90 days); Gulf South Mortgage Investors, 2-47233; Lone Star Gas Co., 2-47302; ADRs of McPherson's Ltd., 2-47050; NJB Prime Investors, 2-47043; Sam P. Wallace Co., Inc., 2-47379; Southern National Resources, Inc., 2-47633; Union Commerce Corp., 2-47310; Up-Right, Inc., 2-47348; Williams and Company, Inc., 2-47370; Wise Oil Company No. 2-46312 (July 11); Zimmer Homes Corp., 2-46486; Zoller & Danneberg, Inc., 2-47527 (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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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.