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March 8, 1976

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DECISIONS IN ADMINISTRATIVE PROCEEDINGS

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DECISION CENSURING EDWARD A. SPEHAR FINAL

The decision of an administrative law judge censuring Edward A. Spehar, of Garfield Heights, Ohio, has become final. Spehar was a trader for Schreiber Bosse & Co. Inc., a former Cleveland broker-dealer firm.

According to the decision, Spehar improperly represented to one customer that the price of a speculative security would rise a few points in a short period of time. In finding that censure was an adequate sanction, the administrative law judge noted that only one isolated transaction was involved, that Spehar's record was otherwise unblemished, and that Spehar, who did not ordinarily deal with the investing public, had testified candidly about the transaction in question. (Rel. 34-12146)

TRADING SUSPENSIONS

TRADING SUSPENDED IN C. I. MORTGAGE GROUP

The SEC has announced the temporary suspension of listed and over-the-counter trading in the securities of C. I. Mortgage Group, a real estate investment trust organized under the laws of Massachusetts, located c/o C. I. Planning, 717 Fifth Avenue, New York, N.Y. 10022, for a ten-day period beginning on March 5 and terminating at midnight (EST) on March 14, 1976

The Commission initiated the suspension because the company failed to comply with the reporting provisions of the Exchange Act resulting in the lack of current and accurate information available to the public. (Rel. 34-12170)

TRADING SUSPENDED IN GEICO

The SEC has announced the temporary suspension of over-the-counter trading in the securities of Government Employees Insurance Company (GEICO), a casualty insurance company located in Chevy Chase, Maryland, for the period beginning on March 8 and continuing through midnight (EST) on March 17, 1976.

The Commission ordered the suspension at the request of GEICO and the Superintendent of Insurance for the District of Columbia in view of the continuing uncertainty over the company's financial condition. (Rel. 34-12172)

COURT ENFORCEMENT ACTIONS

COMPLAINT NAMES E. L. AARON & CO., INC., OTHERS

The New York Regional Office announced that on February 26 a complaint was filed in the U.S. District Court for the Southern District of New York seeking to enjoin E. L. Aaron & Co., Inc. (Aaron & Co.), a New York broker-dealer; Edward L. Aaron (E. Aaron), of the Bronx, New York; Peter E. Aaron (P. Aaron), of Brooklyn, New York; and Norman Lawrence Schreiber (Schreiber) of Massapequa, New York from violations of the registration provisions of the securities laws in the offer, sale and delivery after sale of the common stock of Lawn-A-Mat Chemical & Equipment Corp. (LAM). The complaint further seeks to enjoin Aaron & Co., Lawn-A-Mat Chemical & Equipment Corp., a New York corporation engaged in the lawn care field, E. Aaron; P. Aaron; Donald Darwin Jacobson of Roslyn, New York; Daniel Dorfman of Woodbury, New York; and Fernando Erazo of New York, N.Y.; from violations of the antifraud provisions of the securities laws in the purchase, offer to sell and sale of the common stock of LAM. The complaint alleges that Schreiber and P. Aaron arranged for principals of LAM to sell 21,000 shares of

LAM stock purportedly pursuant to Rule 144, an exemption from the registration provisions of the Securities Act of 1933. However, the defendants allegedly failed to comply with the provisions of the Rule.

The complaint further alleges that from November 1974 to September 1975, Aaron & Co., Schreiber and Jacobson, aided and abetted by E. Aaron and P. Aaron made false and misleading representations to investors and prospective investors in connection with the offer and sale of LAM common stock.

Finally, the complaint alleges that LAM, Dorfman, and Erazo knew of these misrepresentations but failed to notify any regulatory authorities or make any disclosure to its shareholders or franchisees whose names LAM supplied to Aaron & Co. correcting or disaffirming the inaccurate information or take any other effective action to halt or prevent the misconduct. (SEC v. E. L. Aaron & Co., Inc., et al., S.D.N.Y. 76 Civil 907(LPG)). (LR-7297)

**STANLEY COOPER CO., INC.
TEMPORARILY RESTRAINED**

The Chicago Regional Office announced that on February 27 Stanley Cooper Co., Inc., a registered broker-dealer and investment adviser located in Cincinnati, Ohio, was temporarily restrained from refusing to permit Commission examiners and representatives to examine the defendant's books and records and from destroying, concealing or disposing of its books and records. The Commission's complaint, filed the same day, alleged violations of the Securities Exchange Act of 1934 and the Investment Advisers Act of 1940, in that the defendant refused to permit Commission representatives to examine the defendant's books and records. (SEC v. Stanley Cooper Co., Inc., S.D. Ohio, Civil Action No. C-1-76-104). (LR-7298)

**MISSOURI PUBLIC SERVICE COMPANY,
OTHERS ENJOINED**

The Chicago Regional Office announced on February 27 the filing of a complaint for injunctive and certain ancillary relief in the U.S. District Court for the Western District of Missouri against Missouri Public Service Company (Public Service) and Western Missouri Good Government Club (Club). Judge William R. Collinson, U.S. Judge for the Western District of Missouri, simultaneously entered a final judgment of permanent injunction enjoining Public Service and Club from violations of reporting provisions of the Exchange Act. Both defendants consented to the entry of the injunction, without admitting or denying the allegations of the complaint.

In addition, both Public Service and Club signed undertakings in which they agreed to file with the Court and with the SEC, reports concerning the illegal campaign contributions which were the subject of the complaint. (SEC v. Missouri Public Service Company, et al., U.S.D.C., W.D. Mo., Civil Action No. 76-CV-132-W-2). (LR-7299)

**COMPLAINT NAMES AMERICAN BEEF PACKERS,
INC., OTHERS**

The Denver Regional Office announced that on February 25 a complaint was filed in the U.S. District Court for the District of Nebraska seeking to enjoin American Beef Packers, Inc., a Delaware corporation, Frank R. West, Gayle S. Tate and William D. Cairney from violating the proxy solicitation and certain antifraud provisions of the securities laws. The complaint further seeks ancillary relief including the appointment of a special master for American Beef Packers, Inc. (SEC v. American Beef Packers, Inc., U.S.D.C., Nebraska, Civil Action No. 76-0-68). (LR-7300)

**COMPLAINT NAMES CAPITOL FACTORING
CORPORATION AND MALIN PERRY**

The Denver Regional Office announced that on February 20 a complaint was filed in the U.S. District Court in Salt Lake City, Utah, against Capitol Factoring Corporation, a Utah corporation, and Malin Perry, of Orem, Utah. The complaint seeks to enjoin both defendants from violating the registration and antifraud provisions of the Securities Act of 1933 and the antifraud provisions of the Securities Exchange Act of 1934 in the offer and sale of notes and evidences of indebtedness issued by Capitol Factoring Corporation and Malin Perry. (SEC v. Capitol Factoring Corporation, et al., U.S.D.C., Utah, Civil Action No. C-76-50). (LR-7301)

INVESTMENT COMPANY ACT RELEASES

THE ACCUMULATION FUND

An order has been issued declaring that The Accumulation Fund, Inc., has ceased to be an investment company. (Rel. IC-9189 - Mar. 5)

arising from contracts for the lease or instalment sale of computer systems and related products and for the outright sale of computer products and services. (File 2-55644 - Mar. 4)

(S-7) TEXAS EASTERN TRANSMISSION CORPORATION

Southern National Bank Bldg., Houston, Tex. 77002 - 1,600,000 shares of cumulative preferred stock, to be offered for sale at \$25 per share through underwriters headed by Dillon, Read & Co. Inc., 46 William St., New York, N.Y. 10005. The primary business of the company is the transportation and sale at wholesale of natural gas. (File 2-55650 - Mar. 4)

(S-7) SKAGGS COMPANIES, INC.

212 West 13th South St., Salt Lake City, Utah 84115 - 1,000,000 shares of common stock, to be offered for sale through underwriters headed by Merrill Lynch, Pierce, Fenner & Smith Incorporated, One Liberty Plaza, 165 Broadway, New York, N.Y. 10006. The company will offer 800,000 shares, with the rest to be offered by certain stockholders. The company is engaged in the retail drug business. (File 2-55654 - Mar. 5)

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:

Rosemount Inc., Eden Prairie, Minn. (File 2-55599 - Feb. 26) - 18,750 shares
Management Assistance Inc., New York, N.Y. (File 2-55608 - Feb. 27) - 900,000 shares
Nexus Industries, Inc., New York, N.Y. (File 2-55623 - Feb. 26) - 214,312 shares
Mobile Home Industries, Inc., Tallahassee, Fla. (File 2-55626 - Mar. 1) - 100,000 shares
Booth Newspapers, Inc., Ann Arbor, Mich. (File 2-55636 - Mar. 3) - 125,000 shares
Hillenbrand Industries, Inc., Batesville, Ind. (File 2-55651 - Mar. 4) - 200,000 shares
Ameron, Inc., Monterey Park, Cal. (File 2-55656 - Mar. 5) - 100,000 shares
EDS Nuclear Inc., San Francisco, Cal. (File 2-55657 - Mar. 5) - 100,000 shares
Whittaker Corp., Los Angeles, Cal. (File 2-55641 - Mar. 3) - \$10,000,000 of interests in the plan

REGISTRATIONS EFFECTIVE

March 3: Black Hills Power & Light Co., 2-55368; The Corporate Bond Trust, Series 7, 2-55489; General Motors Acceptance Corp., 2-55519.

March 4: Bowne & Co. Inc., 2-55555; G. D. Searle & Co., 2-55335; The Municipal Investment Trust Fund, Fiftieth Monthly Payment Series, 2-55391; Public Service Electric and Gas Co., 2-55505; Valmac Industries Inc., 2-55307.

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.

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 15¢ per page plus postage (\$2 minimum) and 30¢ per page plus postage for expedited handling (\$5 minimum). Cost estimates are given on request. All other referenced material is available in the SEC Docket.

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