

# sec news digest

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U.S. SECURITIES AND  
EXCHANGE COMMISSION August 19, 1986

Issue 86-160

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## ADMINISTRATIVE PROCEEDINGS

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### NASD ACTION AGAINST FRANK W. LEONESIO AFFIRMED

The Commission affirmed sanctions imposed by the NASD on Frank W. Leonesio of Lakeport, California, formerly a registered principal with an NASD member firm. The NASD censured Leonesio, fined him \$10,000, and barred him from association with any NASD member with the proviso that, after two years, he may apply to become so associated in a supervised capacity.

The Commission found, as had the NASD, that during 1982 Leonesio sold securities without his employer's knowledge, engaged in the securities business without required registration, and induced customers to purchase securities by means of inaccurate representations. It also found that, since 1983, Leonesio has failed to provide the NASD with requested information.

The Commission concluded that, in light of Leonesio's serious misconduct, the sanctions imposed by the NASD were not excessive. (Rel. 34-23524)

### LESTER KUZNETZ BARRED

The Commission barred Lester Kuznetz, of Pomona, New York, from association with any broker or dealer. The Commission found that, in 1980 and 1981, Kuznetz made fraudulent representations to customers in connection with his offer and sale of the stock of Reserve Oil and Minerals Corporation. In imposing the bar, the Commission noted that "[Kuznetz] not only misrepresented the facts [concerning Reserve] to his customers but compounded his offense by engaging in high-pressure tactics in order to induce purchases." (Rel. 34-23525)

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## INVESTMENT COMPANY ACT RELEASES

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### SHELLER-GLOBE PAYSUB, INC.

An order has been issued on an application of Sheller-Globe Paysub, Inc. exempting an employees' securities company from all provisions of the Investment Company Act, except Sections 9, 17, 36 and 37. (Rel. IC-15246 - August 12)

### DIVERSIFIED TRUST FUND, INC.

An order has been issued declaring that Diversified Trust Fund, Inc. has ceased to be an investment company. (Rel. IC-15247 - August 12)

### NATIONAL WESTMINSTER BANK PLC

An order has been issued on an application by National Westminster Bank PLC, an English commercial bank, amending an earlier order of the Commission dated June 11, 1980 (Rel. IC-11210) and conditionally exempting it from all provisions of the Investment Company Act in connection with the issuance and sale of its equity securities in the U.S. (Rel. IC-15248 - August 12)

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## HOLDING COMPANY ACT RELEASES

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### COLUMBIA GAS SYSTEM, INC.

An order has been issued authorizing Columbia Gas System, Inc., a registered holding company, to issue and sell, within two years of the effective date of this filing in one or more transactions, up to (a) \$450 million principal amount of debentures maturing in 30 or fewer years, (b) three million shares of common stock, \$10 par value, or (c) some combination of debentures and common stock aggregating no more than \$450 million in gross offering proceeds. (Rel. 35-24167 - August 13)

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## LISTING, DELISTING AND UNLISTED TRADING ACTIONS

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### UNLISTED TRADING GRANTED

Orders have been issued granting the application of the following stock exchanges for unlisted trading privileges in the common stock of the specified number of issues which are listed and registered on one or more other national securities exchanges and are reported in the consolidated transaction reporting system: Philadelphia Stock Exchange - one issue; two issues (two separate applications). (Rel. 34-23430; 34-23532); and the Cincinnati Stock Exchange - 33 issues. (Rel. 34-23531)

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## SELF-REGULATORY ORGANIZATIONS

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### ACCELERATED APPROVAL OF PROPOSED RULE CHANGE

The Commission granted accelerated approval of a proposed rule change filed by the Philadelphia Stock Exchange (SR-Phlx-86-23) to amend its Rule 1012 to correspond with the previously approved extension to 4:10 p.m. of the closing rotation in equity options on the business day prior to expiration. (Rel. 34-23533)

### IMMEDIATE EFFECTIVENESS OF PROPOSED RULE CHANGE

The Chicago Board Options Exchange filed a proposed rule change which became effective under Section 19(b)(3)(A) of the Securities Exchange Act of 1934. The rule change (SR-CBOE-86-25) rebates one quarter of CBOE dues to market makers who satisfactorily participate in a two-month pilot program utilizing mark sense cards. (Rel. 34-23534)

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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-18 ROADWAY MOTOR PLAZAS INC, 760 BROOKS AVE, ROCHESTER, NY 14619 (716) 235-3615 - 2,000,000 (\$4,000,000) COMMON STOCK, 200,000 (\$20) WARRANTS, OPTIONS OR RIGHTS. 200,000 (\$480,000) COMMON STOCK. UNDERWRITER: THOMAS JAMES ASSOCIATES INC. (FILE 33-7870-NY - AUG. 08) (BR. 1 - NEW ISSUE)
- S-4 LIBERTY NATIONAL BANCORP INC/KY, 416 W JEFFERSON ST, P O BOX 32500, LOUISVILLE, KY 40202 (502) 566-2000 - 257,862 (\$8,509,438.90) COMMON STOCK. (FILE 33-7873 - AUG. 08) (BR. 2)
- S-2 U S DESIGN CORP, 5100 PHILADELPHIA WAY, LANHAM, MD 20706 (301) 577-2880 - 542,805 (\$1,085,610) COMMON STOCK, 707,195 (\$1,414,390) COMMON STOCK. (FILE 33-7888 - AUG. 08) (BR. 10)
- S-11 RADNOR REALTY INCOME FUND L P, 250 KING OF PRUSSIA RD, RADNOR, PA 19087 - 50,000 (\$25,000,000) LIMITED PARTNERSHIP CERTIFICATE. UNDERWRITER: FIRST RADNOR EQUITIES INC. (FILE 33-7891 - AUG. 08) (BR. 6 - NEW ISSUE)
- S-3 HAWAIIAN ELECTRIC INDUSTRIES INC, 900 RICHARDS ST, HONOLULU, HI 96813 (808) 548-7771 - 1,750,000 (\$58,843,750) COMMON STOCK. (FILE 33-7895 - AUG. 11) (BR. 7)
- S-3 MEDICAL ACTION INDUSTRIES INC, 1934 NEW HWY, FARMINGDALE, NY 11735 (516) 249-7535 - 1,000,000 (\$3,750,000) COMMON STOCK. (FILE 33-7896 - AUG. 08) (BR. 8)
- S-1 PRUDENTIAL BACHE ENERGY INCOME PARTNERSHIPS SERIES IV, ONE SEAPORT PLZ, NEW YORK, NY 10292 (212) 791-1000 - 200,000,000 (\$200,000,000) LIMITED PARTNERSHIP CERTIFICATE. (FILE 33-7934 - AUG. 11) (BR. 12 - NEW ISSUE)
- S-1 JSC MS HOLDINGS INC, 1251 AVE OF THE AMERICAS, NEW YORK, NY 10020 (212) 703-4000 - 180,000,000 (\$180,000,000) STRAIGHT BONDS, 472,577,000 (\$225,000,000) STRAIGHT BONDS. UNDERWRITER: MORGAN STANLEY & CO. (FILE 33-7935 - AUG. 11) (BR. 8 - NEW ISSUE)

- S-8 DEPOSIT GUARANTY CORP. 210 E CAPITOL ST. P O BOX 730. JACKSON, MS 39205  
(601) 354-8497 - 7,500,000 (\$7,500,000) OTHER SECURITIES INCLUDING VOTING TRUST.  
(FILE 33-7937 - AUG. 11) (BR. 1)
- S-3 LYPHOMED INC. 10401 W TOUHY AVE. ROSEMONT, IL 60018 (312) 345-6170 - 167,062  
(\$3,321,192.50) COMMON STOCK. (FILE 33-7938 - AUG. 11) (BR. 4)
- S-8 AMOSKEAG BANK SHARES INC. 875 ELM ST. MANCHESTER, NH 03105 (603) 624-3200 (FILE  
33-7939 - AUG. 11) (BR. 1)
- S-8 AMOSKEAG BANK SHARES INC. 875 ELM ST. MANCHESTER, NH 03105 (603) 624-3200 - 400,000  
(\$10,100,000) COMMON STOCK. (FILE 33-7940 - AUG. 11) (BR. 1)
- S-8 BLOCK HER INC. 4410 MAIN ST. KANSAS CITY, MO 64111 (816) 474-7400 - 1,835,388  
(\$73,186,097) COMMON STOCK. (FILE 33-7941 - AUG. 11) (BR. 5)
- S-8 COLLINS & ATKMAN CORP. 210 MADISON AVE. NEW YORK, NY 10016 (212) 578-1200 - 500,000  
(\$18,800,240) COMMON STOCK. (FILE 33-7942 - AUG. 11) (BR. 8)
- N-1A COLONIAL OHIO TAX EXEMPT TRUST, ONE FINANCIAL CTR, C/O ARTHUR O STERN, BOSTON, MA  
02111 (617) 426-3750 - INDEFINITE SHARES. (FILE 33-7943 - AUG. 11) (BR. 18  
- NEW ISSUE)
- N-1A COLONIAL MINNESOTA TAX EXEMPT TRUST, ONE FINANCIAL CTR, C/O ARTHUR O STERN, BOSTON,  
MA 02111 (617) 426-3750 - INDEFINITE SHARES. (FILE 33-7944 - AUG. 11) (BR. 18  
- NEW ISSUE)
- S-4 FIRST CITIZENS BANCSHARES INC /DE, 20 E MARTIN ST, RALEIGH, NC 27601 (919) 755-7000  
- 32,368 (\$647,360) PREFERRED STOCK. 5,952 (\$595,200) PREFERRED STOCK. 32,813  
(\$1,312,520) PREFERRED STOCK. 6,246 (\$312,300) PREFERRED STOCK. (FILE 33-7946 -  
AUG. 11) (BR. 13)
- S-8 VFFCO INSTRUMENTS INC. 515 BROAD HOLLOW RD. MELVILLE, NY 11747 (516) 694-4200 -  
56,000 (\$791,000) COMMON STOCK. (FILE 33-7948 - AUG. 11) (BR. 3)
- S-1 BOULEVARD BANCORP INC/DE, 410 N MICHIGAN AVE, CHICAGO, IL 60611 (312) 836-6500 -  
650,000 (\$13,000,000) COMMON STOCK. 845,000 (\$16,900,000) COMMON STOCK. (FILE  
33-7949 - AUG. 11) (BR. 1)
- S-1 DENNIS RICHARD J & CO PREFERRED FUTURES FUND L P, 53 W JACKSON BLVD STE 1236,  
CHICAGO, IL 60604 (312) 939-1700 - 40,000 (\$40,000,000)  
LIMITED PARTNERSHIP CERTIFICATE. (FILE 33-7950 - AUG. 11) (BR. 12 - NEW ISSUE)
- S-1 SPI PHARMACEUTICALS INC. 3300 HYLAND AVE, COSTA MESA, CA 92626 (714) 545-0100 -  
52,000 (\$1,612,000) COMMON STOCK. (FILE 33-7952 - AUG. 11) (BR. 4)
- S-8 FAIRMONT FINANCIAL INC. 4100 W ALAMEDA AVE. BURBANK, CA 91510 (818) 843-0755 -  
88,983 (\$1,501,588.10) COMMON STOCK. (FILE 33-7953 - AUG. 11) (BR. 9)
- S-8 JOHNSTON INDUSTRIES INC. 111 CROSSWAYS PARK WEST, WOODBURY, NY 11797 (516) 921-1500  
- 555,800 (\$5,005,800) COMMON STOCK. (FILE 33-7959 - AUG. 12) (BR. 4)
- S-6 TAX EXEMPT SECURITIES TRUST SERIES 252, 1345 AVENUE OF THE AMERICAS,  
C/O SMITH BARNEY HARRIS UPHAM & CO INC, NEW YORK, NY 10105 - 2,400 (\$2,500,000)  
UNIT INVESTMENT TRUST. DEPOSITOR: DREXEL BURNHAM LAMBERT INC,  
KIDDER PEABODY & CO INC, ROTHSCHILD L F UNTERBERG TOMBIN INC,  
SMITH BARNEY HARRIS UPHAM & CO INC. (FILE 33-7960 - AUG. 12) (BR. 18 - NEW ISSUE)
- S-8 BURLINGTON INDUSTRIES INC. 3330 W FRIENDLY AVE, GREENSBORO, NC 27410 (919) 379-2000  
- 100,000 (\$3,487,500) COMMON STOCK. (FILE 33-7961 - AUG. 12) (BR. 8)
- S-8 GRAY & CO PUBLIC COMMUNICATIONS INTERNATIONAL INC. THE POWER HOUSE,  
3255 GRACE ST NW, WASHINGTON, DC 20007 (202) 333-7400 - 100,000 (\$750,000)  
COMMON STOCK. (FILE 33-7963 - AUG. 12) (BR. 5)
- S-4 CHARTER NATIONAL BANCORP INC /MI/, 23455 EUREKA RD, P O BOX 400, TAYLOR, MI 48180  
(313) 285-1900 - 359,226 (\$5,185,000) COMMON STOCK. (FILE 33-7964 - AUG. 12) (BR. 2)
- S-6 FIRST TRUST GNMA SERIES 26, 300 W WASHINGTON ST, C/O CLAYTON BROWN & ASSOCIATES INC,  
CHICAGO, IL 60606 - INDEFINITE SHARES. DEPOSITOR: CLAYTON BROWN & ASSOCIATES INC.  
(FILE 33-7965 - AUG. 12) (BR. 18 - NEW ISSUE)
- S-3 NICOR INC. 1700 W FERRY RD, P O BOX 200, NAPERVILLE, IL 60566 (312) 242-4470 -  
1,000,000 (\$29,625,000) COMMON STOCK. (FILE 33-7972 - AUG. 12) (BR. 7)

S-3 CENTERTOR ENERGY CORP. 55 PUBLIC SQ. P O BOX 94661, CLEVELAND, OH 44101  
(216) 447-3100 - 4,000,000 (\$95,000,000) COMMON STOCK. (FILE 33-7974 - AUG. 12)  
(BR. 8)

S-R PERCEPTRONICS INC. 6271 VARIEL AVE. WOODLAND HILLS, CA 91367 (818) 884-7470 -  
352,500 (\$2,379,375) COMMON STOCK. 352,500 WARRANTS, OPTIONS OR RIGHTS. (FILE  
33-7976 - AUG. 12) (BR. 8)

S-3 TIMKEN CO. 1835 DUEBER AVE SW. CANTON, OH 44706 (216) 438-3000 - 300,000  
(\$12,262,500) COMMON STOCK. (FILE 33-7977 - AUG. 12) (BR. 9)

#### REGISTRATIONS EFFECTIVE

Aug. 4: AAR Corp., 33-7405; Adage, Inc., 33-7393; Asset Growth, Inc., 33-6420-NY;  
Beuticontrol Cosmetics, Inc., 33-7500; Energy Development Partners, Ltd., 33-4931;  
Loral Corporation, 33-7432; MEK Compusystems, Inc., 33-5060-NY; P.S.R. Management  
Incorporated, 33-6696-NY; Sigmund Rothschild Consulting, Ltd., 33-5574-NY; The LVI  
Group Inc., 33-5911; Todd Shipyards Corporation, 33-6374, 33-6375; Ventron Corp.,  
33-2088; Viratek, Inc., 33-5699; Visual Skills, Inc., 33-4514-NY.

Aug. 5: Budget Storage Associates I, L.P., 33-4180-FW; Diversified Energies, Inc.,  
33-7110; Nelson Financial Concepts, Inc., 33-3364-D; New World Capital Corp., 33-3811-  
NY; Nova Natural Resources Corporation, 33-5250; PaineWebber Mortgage Obligations,  
Inc., 33-7495; Recoton Corporation, 33-6987; Thermo Instrument Systems Inc., 33-6762;  
Trustcorp, Inc., 33-7595; UDC-Universal Development L.P., 33-7354; Wellshire Equities,  
Inc., 33-5764-D.

Aug. 6: Advanced Telecommunications, 33-6769; Allmed Medical Corporation, S.C.,  
33-5164-C; American Express Company, 33-7435; ARA Optics Inc., 33-6817-C; Data Science  
Corporation, 33-7002; Dreyfus Treasury Cash Management, 33-6851; Eastern Bancorp Inc.,  
33-6672; Excel Bancorp, Inc., 33-5700; ICAP Variable Annuity Account One, 2-97623;  
Micron Technology, Inc., 33-5696; Network Control Corporation, 33-6949-B; Nevsur,  
Inc., 33-5843; NRM Energy Company, L.P., 33-6217; Seagull Energy Corporation, 33-6444;  
Talman Finance Corporation B/A, 33-6871, 33-6872; Trendview International Currency  
Fund, Ltd., 33-5993-D; Wang Laboratories, Inc., 33-6647.