

sec news digest

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September 17, 1975

ORDERS FOR PUBLIC PROCEEDINGS

ORDER CITES COSSE' INTERNATIONAL SECURITIES

Public administrative proceedings have been ordered under the Securities Exchange Act of 1934 against Cosse' International Securities, Inc., and Charles B. Cosse', its president and controlling shareholder, both of Seattle, Washington. The proceedings are based on staff allegations of violations of the registration and antifraud provisions of the securities laws in the offer and sale of oil and gas interests. (Rel. 34-11658)

ORDER CITES STEPHENSON, LEYDECKER AND CO.

Public administrative proceedings have been ordered under the Securities Exchange Act of 1934 against Stephenson, Leydecker and Co. of Oakland; Jay C. Rutledge, owner and president; and Thomas Howard, vice-president. The proceedings are based upon allegations that Stephenson, Leydecker and Co. violated, and Rutledge and Howard aided and abetted violations of, the net capital, special reserve account, bookkeeping, and reporting requirements of the securities laws. A hearing will be scheduled by further order to take evidence on the staff's allegations and to afford the respondents an opportunity to offer any defenses thereto for the purpose of determining whether the allegations are true and, if so, whether any action of a remedial nature should be ordered by the Commission. (Rel. 34-11659)

ORDER CITES SCHERL, EGENER & BASSUK, INC., OTHERS

Public administrative proceedings have been ordered under the Securities Exchange Act of 1934 against Scherl, Egener & Bassuk, Inc. (Registrant), a registered broker-dealer and investment adviser located in New York City, and Gerald H. Cahill, a vice-president, director and the majority stockholder of Registrant.

The Commission's order is based upon alleged violations of the net capital and bookkeeping rules under the Securities Exchange Act of 1934 and a permanent injunction issued on September 10, 1974 against Registrant and Cahill, upon their consents, enjoining them from violations of the above rules.

A hearing will be scheduled to take evidence on the staff's allegations and to afford the respondents an opportunity to offer any defenses. The purpose of the hearing is to determine whether the allegations are true, and if any action of a remedial nature should be ordered by the Commission. (Rel. 34-11660)

ORDER CITES AMBASSADOR CHURCH FINANCE/DEVELOPMENT GROUP, OTHERS

Public administrative proceedings have been ordered under the Securities Exchange Act of 1934 and the Securities Investor Protection Act of 1970 against Ambassador Church Finance/Development Group, Inc. (Ambassador), a Brentwood, Tennessee broker-dealer, Henry C. Atkeison, Jr., president, Harold Wayne Stanfill, executive vice-president, Leary C. Willis, Jr., vice-president, Jack Altman, assistant secretary, Walter Knute Roberts, Jr., bookkeeper, H. Carlton Bell, president of Atalbe Christian Credit Association, Inc. (ATALBE) and salesmen Audy Eugene Corder, Walter W. Irwin and Harry L. Winters.

The proceedings are based upon allegations of the Commission's staff that the securities firm, aided and abetted by Atkeison, Altman, Roberts, Stanfill, Willis and Winters, violated the Commission's bookkeeping rules, and that Atkeison aided and abetted the firm's failure to file an amendment to its broker-dealer registration with the Commission disclosing the existence of ATALBE and its relationship to the firm. In addition, it is alleged in the Commission's order that Ambassador, Atkeison, Altman, Bell, Corder, Irwin, Stanfill and Winters violated the registration and antifraud pro-

visions of the securities laws in selling investment certificates of ATALBE and also that the firm, together with Atkeison, Altman, Corder, Stanfill, Willis and Winters violated these same laws in selling church bonds.

A hearing will be scheduled to take evidence on the staff allegations and to afford the respondents an opportunity to offer any defenses. The hearing is to determine if the allegations are true and what, if any, action of a remedial nature is appropriate. (Rel. 34-11661)

COURT ENFORCEMENT ACTIONS

DUANE SMITH JENSEN GUILTY PLEA

The Los Angeles Regional Office announced that on September 2 Duane Smith Jensen of Salt Lake City, Utah entered a plea of guilty in the U.S. District Court in Los Angeles California to one count of conspiracy in the above named criminal action. Jensen and two other persons had been indicted on May 13, 1975 by a federal grand jury that had been investigating the demise of the Shamrock Fund, a mutual fund located in Westlake Village, California. The indictment alleged that Jensen, the manager of the mutual fund and one other person committed violations of the Investment Company Act of 1940 and the Securities Exchange Act of 1934 and conspired to commit those violations. The conspiracy count of the indictment alleged that the acts constituting the violations occurred in January, 1972 when the Shamrock Fund purchased approximately 40,000 shares of stock of Hoffman Resources Corporation from Transamerican Securities, Jensen's brokerage firm in Salt Lake City, Utah. The conspiracy count further alleged that the shares purchased by the Fund had been purchased by Transamerican Securities on that same day from another defendant for \$40,000 less and in turn the mutual fund manager received the bulk of that \$40,000. Sentencing of Jensen was delayed until October 22, 1975. (U.S. v. Robert Alden Rhoads, et al., C.D. DA Criminal Action No. 75-738). (LR-7085)

HOLDING COMPANY ACT RELEASES

CONNECTICUT YANKEE ATOMIC POWER COMPANY

An order has been issued authorizing Connecticut Yankee Atomic Power Company, subsidiary of Northeast Utilities and of New England Electric System, to increase the aggregate amount of short-term notes to banks and commercial paper from \$30 million to \$35 million outstanding at any one time. (Rel. 35-19172 - Sept. 15)

EASTERN UTILITIES ASSOCIATES

An order has been issued authorizing a proposal by Eastern Utilities Associates, a registered holding company, and two of its subsidiary companies, Brockton Edison Company and Montaup Electric Company, that Brockton amend its charter to increase its authorized preferred stock, and that Brockton issue and sell preferred stock and first mortgage bonds by competitive bidding. (Rel. 35-19173 - Sept. 15)

CONSOLIDATED NATURAL GAS COMPANY

An order has been issued authorizing Consolidated Natural Gas Company, a registered holding company, to execute a contract of guaranty with respect to the State of Ohio Workmen's Compensation Law for two of its subsidiary companies. (Rel. 35-19174 - Sept. 16)

MISCELLANEOUS

THE AMANA SOCIETY

An order has been issued granting the application of the Amana Society (the Society) pursuant to Section 12(h) of the Securities Exchange Act of 1934 (the Act) for an exemption from the provisions of 12(g) of the Act. Exemption from Section 12(g) has the effect of exempting the Society from Sections 13 and 14 of the Act and any officer, director, or ten percent beneficial owner from Section 16 thereof. All of the common stockholders are present or former residents of the Amana Colonies, or relatives of such residents, and many of such stockholders are employed by the Society. No public trading market currently exists for the securities of the Society. The order was granted subject to certain conditions including the delivery, at least annually, of certified financial statements to each of the Society's shareholders, the filing with

the Commission of an annual report setting forth the classes of the Society's outstanding securities, the number of security holders as of a recent date and information as to trading in the Society's securities, and the reservation of jurisdiction by the Commission to reconsider its decision concerning the application depending upon a change in the identity or number of stockholders and the extent of their affiliation with the Society. (Rel. 34-11654)

RECENT 8K FILINGS

Form 8K is a report which must be filed with the SEC by the 10th of the month after any of the following important events or changes: changes in control of the registrant; acquisition or disposition of assets; legal proceedings; changes in securities (i.e., collateral for registered securities); defaults upon senior securities; increase or decrease in the amount of securities outstanding; options to purchase securities; revaluation of assets; submission of matters to a vote of security holders.

The companies listed below have filed Form 8-K reports for the month indicated, responding to the item of the form specified. 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 items of the form was included in Monday's News Digest.

COMPANY	ITEM NO.	MONTH
ADVENTURE LANDS OF AMERICA INC	7	08/75
AIKEN INDUSTRIES INC	13,14	08/75
AMERICAN MAIZE PRODUCTS CO	13,14	08/75
ASARCO INC	13,14	08/75
ATLANTIC GENERAL CORP	2	06/75
ATLANTIC GULFSTREAM CORP	13,14	08/75
AUTOMATIC DRILLING MACHINES INC	3,7	08/75
AVCO CORP	6	08/75
BAKER INDUSTRIES INC	3	08/75
CALDERONE CURRAN RANCHES INC	13	08/75
CLEAR CREEK CORP	6	08/75
COMMUNITY PUBLIC SERVICE CO	7	08/75
CONROY INC	8	08/75
CULLIGAN INTERNATIONAL CO	11,13	08/75
EASTERN FREIGHT WAYS INC	1,3,13,14	07/75
ELECTRO PROTECTIVE CORP OF AMERICA	11	08/75
ELTRA CORP	7	08/75
FELMONT OIL CORP	2,7,14	08/75
FIRST PARTNERS OF IOWA	3	06/75
FRANTZ MANUFACTURING CO	11,14	08/75
INEXCO OIL CO	7,14	08/75
KING JAMES EXTENDED CARE INC	11,13	08/75
LOCAL FINANCE CORP	10,14	07/75
POTTER INSTRUMENT CO INC	1,3,13	06/75
POTTER INSTRUMENT CO INC	1,3,13	07/75
UNITED TELECOMMUNICATIONS INC	2,14	08/75
VANSCHAACK & CO	14	08/75
WITS INC	13,14	08/75
ABBOTT LABORATORIES	3,7	08/75
ABERDEEN MANUFACTURING CORP	13,14	08/75
ADVANCED SYSTEMS INC	9,11,13,14	08/75
AIR EXPRESS INTERNATIONAL CORP	13,14	08/75
AIR FLORIDA SYSTEM INC	13	08/75
AIR MICHIGAN INC	13	08/75
AJ INDUSTRIES INC	11,13	08/75
ALASKA GOLD CO	13	08/75
ALBERTSONS INC	7,9,13,14	08/75
ALTERMAN FOODS INC	11	08/75
AMAX INC	3,13,14	08/75
AMERICAN COMMONWEALTH FINANCIAL CORP	4,11,13	07/75
AMERICAN DEFENDER LIFE INSURANCE CO	13,14	08/75
AMERICAN DISTILLING CO	3	08/75
AMERICAN HOME INVESTMENT CO	2,11	08/75
AMERICAN MANAGEMENT CO	3	08/75
AMERICAN TELECOMMUNICATIONS CORP	11,14	08/75
AMFESCO INDUSTRIES INC	13,14	08/75
ANCORP BANCSHARES INC TENNESSEE	3	08/75

RECENT 8K FILINGS CONT.

ARA SERVICES INC	8	08/75
ARMSTRONG RUBBER CO	7	08/75
ASHLAND OIL INC	3,11	08/75
ATLANTIC CITY FLECTRIC CO	13,14	08/75
ATLANTIC OIL CORP	12,14	08/75
BAUSCH & LOMB INC	3	08/75
BAY STATE GAS CO	7,14	08/75
BEARD OIL CO	7,13	08/75
BEVIS INDUSTRIES INC	10	04/75
BOURNS INC	3,14	08/75
BOWLES FLUIDICS CORP	7	08/75
BRAEWOOD DEVELOPMENT CORP	11,14	07/75
BURNUP & SIMS INC	7,11,14	08/75
BUXTONS COUNTRY SHOPS	13,14	08/75
CAFETERIAS INC	7	08/75
CAHOKIA DOWNS INC	3,5,13	08/75
CALIFORNIA SHOPPING CENTERS INC	7,14	03/75
CAROLINA POWER & LIGHT CO	3	08/75
CARPENTER PAPER CO OF NEBRASKA	13	08/75
CASCADE NATURAL GAS CORP	7	08/75
CASTLE & COOKE INC	13	08/75
CATERPILLAR TRACTOR CO	3,8	08/75
CENTRAL FREIGHT LINES INC	2,14	08/75
CENTRAL LOUISIANA ELECTPIC CO INC	7,14	08/75
CENTRAL MORTGAGE & REALTY TRUST	3	08/75
CESSNA AIRCRAFT CO	13	08/75
CHAMPION PARTS REBUILDERS INC	11,13	08/75
CLEVELAND CLIFFS IRON CO	3	08/75
COLLEGE PLUMBING SUPPLIES LTD	11	08/75
COLONIAL STORES INC	13,14	08/75
COMPUTER POWER INTERNATIONAL CORP	8	06/75
CONSOLIDATED CAPITAL REALTY INVESTORS	13	08/75
CONTINENTAL WINGATE CO INC	11	08/75
COOK INDUSTRIES INC	7	08/75
DATA PATHING INC	7,8	08/75
DATATYPE CORP	1,14	08/75
DAVIS WATER & WASTE INDUSTRIES INC	3	08/75
DAYTON POWER & LIGHT CO	7,13	08/75
DEERE & CO	8,14	08/75
DETRIX CHEMICAL INDUSTRIES INC	8	08/75
DOCKTOR PET CENTERS INC	11	08/75
DOMINION HOLDINGS INC	3,6	08/75
DOW CHEMICAL CO	13,14	08/75
DPF INC	3	08/75
EARLY & DANIEL INDUSTRIES INC	7	08/75
EASTERN ASSOCIATED COAL CORP	3	08/75
ELLIS BANKING CORP	3,13	08/75
EMONS INDUSTRIES INC	13,14	08/75
ENVIROTECH CORP	8,11	08/75
ERC CORP	13,14	08/75
FABRICS NATIONAL INC	8	08/75
FAS INTERNATIONAL INC	13	08/75
FEDERAL MOGUL CORP	3,7	08/75
FEDERATED GUARANTY LIFE INSURANCE CO	3	06/75
FIDELITY AMERICAN BANKSHARES INC	7,14	08/75

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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