

sec news digest

Issue 78-180

September 15, 1978

COMMISSION ANNOUNCEMENTS

EXTENSION OF COMMENT PERIOD

The Commission has extended until October 15 the public comment period with respect to its advance notice of intent to engage in rulemaking concerning the Lost and Stolen Securities Program. Persons wishing to submit written views, data and comments should file three copies thereof with George A. Fitzsimmons, Secretary, Securities and Exchange Commission, Washington, D.C. 20549. All submissions should refer to File No. S7-611 and will be available for public inspection. (Rel. 34-15159)

FOR FURTHER INFORMATION CONTACT: Gregory C. Yadley at (202) 376-8129

COURT ENFORCEMENT ACTIONS

JUDICIAL RELIEF SOUGHT AGAINST RICHARD T. SCHINDLER, OTHERS

The Los Angeles Regional Office announced that on August 30 a complaint was filed in the U.S. District Court for the Central District of California in Los Angeles and simultaneously moved for a preliminary order seeking injunctive and ancillary relief in the form of an accounting against Richard T. Schindler, Robert C. Head, Patty Molgaard, Larry Molgaard, John T. Bridston and the Western Fidelity Bank and Trust Co., Ltd. of St. Vincent, West Indies for violations of the registration and anti-fraud provisions of the securities laws. (SEC v. Richard T. Schindler, et al., C.D. Cal., Civil Action No. 78-3367-ALS-KX). (LR-8536)

JAMES J. DOYLE SENTENCED

The Chicago Regional Office announced that on August 31 James J. Doyle of Blue Earth, Minnesota was sentenced to nine years imprisonment by U.S. District Judge Miles W. Lord. Judge Lord provided that the sentence run concurrent to Doyle's sentence on related state charges and provided that he be immediately incarcerated. The court did not impose any fine on Doyle, but recommended that the full sentence be served. On July 18 Doyle had previously pled guilty to violations of Internal Revenue and Customs Laws, the antifraud provisions of the securities laws and interstate transportation of stolen securities. (U.S. v. James J. Doyle, D. Minn., Cr. No. 2-78-3). (LR-8537)

COMPLAINT NAMES CORONA CAPITAL CORPORATION, OTHERS

The Denver Regional Office announced that on August 25 a civil injunctive action was filed in the U.S. District Court for the District of Utah, Central Division, against Corona Capital Corporation of Laguna Niguel, California, Floyd R. Brown of Anaheim, California, Donald C. Montgomery of Mt. Pleasant, Utah, Donald H. Sedgwick of San Juan Capistrano, California, Orson W. Lauritzen of Mt. Pleasant, Utah and Randolph E. Fife of Fullerton, California alleging violations of the registration and antifraud provisions of the securities laws.

The Commission alleged in its complaint, among other things, that the defendants engaged in the offer and sale of unregistered limited partnership interests in sixteen limited partnerships. The complaint also alleged that untrue statements of material facts and omissions to state material facts occurred in the offer and sale of those partnership interests and in the offer and sale of eighteen additional limited partnerships whose offerings were registered with the Commission. Concurrent with the filing of the Commission's complaint, defendants Montgomery and Lauritzen, without admitting or denying the allegations of the complaint, consented to the entry of the orders of permanent injunction. On August 31, the orders of permanent injunction were signed by the Honorable Alden J. Anderson as to those defendants. (SEC v. Corona Capital Corporation, et al., USDC Utah, Civil Action No. C-78-0314). (LR-8538)

INVESTMENT COMPANY ACT RELEASES

FLETCHER FUND

An order has been issued on an application of Fletcher Fund, Inc., an open-end, diversified, management investment company, declaring that it has ceased to be an investment company. (Rel. IC-10400 - Sept. 13)

LA CROSSE COOLER HOLDING CORPORATION

An order has been issued on an application of La Crosse Cooler Holding Corporation, a closed-end, non-diversified management investment company, declaring that it has ceased to be an investment company. (Rel. IC-10401 - Sept. 13)

NICHOLAS DAILY INCOME FUND

An order has been issued on an application of Nicholas Daily Income Fund, Inc., an open-end, diversified management investment company, declaring that it has ceased to be an investment company. (Rel. IC-10402 - Sept. 13)

AMERICAN GENERAL CONVERTIBLE SECURITIES

An order has been issued on an application pursuant to Section 17(d) of the Investment Company Act of 1940 and Rule 17d-1 thereunder by American General Insurance Company (Insurance), a company engaged through subsidiaries in the insurance and financial services business, American General Convertible Securities, Inc. (Company), registered under the Act as a closed-end, diversified management investment company, and American General Capital Management, Inc., a wholly-owned subsidiary of Insurance serving as investment adviser to the Company. This order modifies and amends an earlier order dated October 31, 1972 that was issued pursuant to Section 17(d) of the Act and Rule 17d-1 thereunder, authorizing Insurance and the Company to participate together in direct placements, subject to certain specified conditions. (Rel. IC-10403 - Sept. 13)

ST. PAUL CAPITAL FUND

An order has been issued pursuant to Section 17(b) of the Investment Company Act of 1940 exempting from Section 17(a) of the Act a proposed sale of the assets of St. Paul Life Fund to St. Paul Capital Fund and distribution of shares of Capital Fund to Life Fund shareholders. Both funds are open-end, diversified management companies registered under the Act. (Rel. IC-10404 - Sept. 13)

AMERICAN GENERAL LIFE INSURANCE COMPANY OF DELAWARE

An order has been issued pursuant to Section 11 of the Act on an application of American General Life Insurance Company of Delaware and American General Life Insurance Company of Delaware Separate Account D, a unit investment trust registered under the Act, approving certain offers of exchange. (Rel. IC-10405 - Sept. 13)

INVESTORS SYNDICATE OF AMERICA

An order has been issued on an application of Investors Syndicate of America, Inc., a face amount certificate company registered under the Investment Company Act of 1940 Investors Diversified Services, Inc., the investment adviser to ISA, and Tower Mortgage Corp., a wholly-owned subsidiary of IDS, pursuant to Section 6(c) of the Act exempting from the provisions of Section 17(a) of the Act, the sale of Government National Mortgage Association mortgage-backed securities by Tower to ISA. (Rel. IC-10406 - Sept. 14)

HOLDING COMPANY ACT RELEASES

CONSOLIDATED NATURAL GAS COMPANY

A supplemental order has been issued authorizing Consolidated Natural Gas Company, a registered holding company, and three of its subsidiaries, to engage in intrasystem financing. (Rel. 35-20674 - Aug. 15)

AMERICAN ELECTRIC POWER COMPANY

A notice has been issued giving interested persons until October 11 to request a hearing on a proposal of American Electric Power Company, Inc., a registered holding company, that it procure a letter of credit on behalf of seven of its indirect subsidiaries. (Rel. 35-20707 - Sept. 13)

A notice has also been issued giving interested persons until October 11 to request a hearing on a proposal of AEP that it act as surety for Wheeling Electric Company, subsidiary of AEP, in connection with a Wheeling rate proceeding. (Rel. 35-20708 - Sept. 13)

NEW ORLEANS PUBLIC SERVICE

An order has been issued authorizing New Orleans Public Service, Inc., subsidiary of Middle South Utilities, Inc., to issue short-term notes to banks through December 31, 1979, in an amount of \$20 million at any one time outstanding. (Rel. 35-20709 - Sept. 13)

LISTING, DELISTING AND UNLISTED TRADING ACTIONS

DELISTING GRANTED

An order has been issued granting the application of Federal Pacific Electric Company to strike from listing and registration 5-1/2% convertible subordinated debentures due November 1, 1987 on the New York Stock Exchange, Inc. (Rel. 34-15162)

WITHDRAWAL SOUGHT

A notice has been issued giving interested persons until October 13 to comment on the application requesting withdrawal of the common stock (no par value) of Ryan Homes, Inc. from listing and registration on the American Stock Exchange, Inc. (Rel. 34-15158)

SELF-REGULATORY ORGANIZATIONS

APPROVAL OF PROPOSED RULE CHANGES

The Commission has approved proposed rule changes filed by the following: National Securities Clearing Corporation (SR-NSCC-77-10) which will consolidate NSCC's SCC, ASECC and NCC Division rules and procedures in the SCC Division. The proposed rule change is separate from NSCC's conversion to a single system offering one-account processing. (Rel. 34-15142) and The Boston Stock Exchange, Inc. (SR-BSE-78-7) amending Chapter V. Section 3 of the BSE Rules to clarify that the rules of the registered clearing agency through which clearing and settlement are to take place govern the settlement of contracts for delivery of securities. (Rel. 34-15163)

LETTER SENT TO NSCC

The Commission has sent a letter dated September 13 to the National Securities Clearing Corporation (NSCC) authorizing NSCC to terminate Bradford National Clearing Corporation as facilities manager of NSCC's NCC Division. (Rel. 34-15143)

MISCELLANEOUS

THE LORAIN TELEPHONE COMPANY

An order has been issued granting the application of The Lorain Telephone Company for an exemption from the reporting requirements of Section 13 of the Securities Exchange Act of 1934. It appears to the Commission that the requested exemption is not inconsistent with the public interest or the protection of investors. (Rel. 34-15139)

GENERAL FELT INDUSTRIES, INC.

A notice has been issued giving interested persons until September 25 to request a hearing on an application of General Felt Industries, Inc., pursuant to Section 12(h) of the Securities Exchange Act of 1934, for an order exempting General from the reporting requirements under Section 15(d) of the Act. General believes that the filing of the reports is not necessary for the public interest or the protection of investors, inasmuch as there are only 165 holders of record of General's 9% convertible subordinated debentures due June 15 1982 and the trustee under the indenture pursuant to which the debentures were issued will continue to receive annual financial statements. There is limited trading in the debentures and General has no other publicly-held class of securities outstanding. (Rel. 34-15140)

AMTEL, INC.

A notice has been issued giving interested persons until September 25 to request a hearing on an application of Amtel, Inc., pursuant to Section 12(h) of the Securities Exchange Act of 1934, for an order exempting Amtel from the provisions of Sections 13 and 15(d) of the Act. (Rel. 34-15141)

SECURITIES ACT REGISTRATIONS

The following registration statements have been filed with the SEC pursuant to the Securities Act of 1933. The information noted below has been taken from the cover page and the facing sheet of the prospectus and registration statement and will appear as follows: Form; Name, address and phone number (if available) of the issuer of the security; Title and the number or face amount of the securities being offered; Name of the managing underwriter (if applicable); Whether the offering is a rights offering; and File number and date filed.

- (S-1) SUPERIOR CARE, INC., 181 East 87th St., New York, N.Y. 10028 - 1,600,000 shares of common stock. The company operates health care agencies. (File 2-62583 - Sept. 13)
(S-16) SUN ELECTRIC CORPORATION, 6323 Avondale Ave., Chicago, Ill. 60631 (312) 631-6000 - 29,935 shares of common stock. (File 2-62584 - Sept. 14)
(S-1) SAMBO'S RESTAURANTS, INC., 3760 State St., Santa Barbara, Cal. 93105 (805) 687-6777 - 7,200 units. (File 2-62585 - Sept. 14)
(S-1) THIRD CENTURY VENTURE CORPORATION, 3506 West DePauw Blvd., Indianapolis, Ind. 46268 - 150,000 shares of Class A common stock and 892,300 shares of common stock. (File 2-62586 - Sept. 14)
(S-8) CENTRAL AND SOUTH WEST CORPORATION, One Main Place, Dallas, Tex. 75250 (214) 748-8481 - 1,000,000 shares of common stock. (File 2-62587 - Sept. 14)
(S-1) NATIONAL MICRONETICS, INC., Sawkill Rd., Kingston, N.Y. 12401 (914) 388-0333 - 620,000 shares of common stock. The company designs, manufactures and markets recording heads. (File 2-62588 - Sept. 14)
(S-7) PACIFIC POWER & LIGHT COMPANY, Public Service Bldg., Portland, Ore. 97204 (503) 243-1122 - 2,500,000 shares of common stock. (File 2-62589 - Sept. 14)
(S-1) JAMAICA WATER PROPERTIES, INC., 410 Lakeville Rd., Lake Success, N.Y. 11042 - \$3,300,000 of convertible debentures. Underwriter: Fahnestock V Co. (File 2-62590 - Sept. 14)
(S-8) NATIONAL SEMICONDUCTOR CORPORATION, 2900 Semiconductor Dr., Santa Clara, Cal. 95051 - 100,000 shares of common stock. (File 2-62593 - Sept. 15)

ACQUISITIONS OF SECURITIES

Companies and individuals must report to the Commission within 10 days on Schedule 13D if after the acquisition of equity securities of a public company their beneficial interest therein exceeds 5%. The following companies or individuals filed Schedule 13D's during the period July 31 - August 8, 1978. The number of shares of the security which are beneficially owned, and the number of shares concerning which there is a right to acquire are set forth for each beneficial owner.

Table with 3 columns: REPORTING COMPANY OR INDIVIDUAL, ISSUER & NUMBER OF SHARES, DATE FILED. Includes entries for Reliance Financial Services Corp. and Henry H. Arnhold.

ACQUISITION REPORTS CONT.

* Joel Greenberg Charles Lubin Milton Salstone	Optical Radiation Corporation (Azusa, CA) Common Stock - 138,550 shs.	7-31-78
* Larrie S. Calvert, Voting Trustee	Pollution Control Industries, Inc. (W. Caldwell, NJ) Common Stock - 467,079 shs. (31%)	7-31-78
* Slattery Associates, Inc.	RET Income Fund (Boston, MA) Common Stock - 571,200 shs. (15.06%)	7-31-78
* Maurice Wiener	Transco Realty Trust (Boston, MA) Shares of Beneficial Interest - 8,214 Shares of Beneficial Interest - 19,000 on exercise of Options	7-31-78
Williamsburg Financial Corp. Jay C. Thompson John W. Steinman Bart A. Brown, Jr.	Cincinnati Economy Drug Co. (Cincinnati, OH) Common Stock - 49,371 shs. (17.1%) (Williamsburg has the right to acquire above shares.)	8-1-78
Ralph E. Bothne Fred K. Jones Ralph J. Steinitz John E. Egan	Electronic Modules Corp. (Cockeysville, MD) Common Stock - 102,264 shs. (Bothne, Jones, Steinitz and Egan may acquire an additional 102,264 shares.)	8-1-78
* American General Insurance Company	Lincoln American Corp. (NYC) Common Stock - 2,044,484 shs. (39.71%)	8-1-78
Donald R. Blaine	Ryerson & Haynes Inc. (Jackson, MI) Common Stock - 137,500 shs.	8-2-78
* Telco Marketing Services, Inc. Telvest, Inc. (Wholly-owned subsidiary of Telco) Libco Corporation	Hickory Furniture Company (Hickory, NC) Common Stock - 240,900 shs. (20.1%)	8-2-78
City Investing Company	GDV, Inc. (Miami, FL) Common Stock - 7,422,279 shs. (66.2%)	8-3-78
Lionel Lieberman	Nuclear Data, Inc. (Schaumburg, IL) Common Stock - 52,800 shs.	8-3-78
Lionel Lieberman Gregory E. V. Dodgson Robert McAndrews	Nuclear Data, Inc. (Schaumburg, IL) Common Stock - 85,400 shs.	8-3-78
Gregory E. V. Dodgson Robert J. McAndrews Mr. & Mrs. Leonard P. Brenner Franklin K. Gregory, et al	Nuclear Data, Inc. (Schaumburg, IL) Common Stock - 69,815 shs.	8-3-78
Associated Madison Companies, Inc.	Teltronics Services, Inc. (Long Island City, NY) Common Stock - 27,600 shs.	8-3-78
* Lomas & Nettleton Financial Corp.	First Texas Financial Corp. (Dallas, TX) Common Stock - 87,800 shs.	8-3-78
n.v. ICU Informatie en Communicatie Unie (Netherlands) and its wholly- owned subsidiary American ICU Corporation	Aspen Systems Corporation (Germantown, MD) Capital Stock - 2,043,060 shs. (85%)	8-4-78
Walco National Corporation	Leesona Corporation (Warwick, RI) Common Stock - 101,000 shs.	8-4-78
U. S. Natural Gas Corp.	Lincoln Life & Casualty Co. (Lincoln, NB) Common Stock - 221,897 shs. (44.1%)	8-4-78

ACQUISITION REPORTS CONT.

LDB Corporation	Telecom Corporation (Houston, TX) Common Stock - 102,100 shs.	8-4-78
* American First Insurers, Inc. (Controlled by Warner National Corp.) Warner National Corporation	Founders Financial Corp. (Tampa, FL) Common Stock - 195,787 shs. Common Stock - 100,000 shs. on exercise of an Option	8-4-78
* Alberta Gas Trunk Line Company Limited (Canada)	Husky Oil Ltd. (Calgary, Alberta, Canada) Common Stock - 4,275,800 shs. (39%)	8-4-78
* Reliance Financial Services Corp.	Imperial Corporation of America (San Diego, CA) Common Stock - 1,515,200 shs. (10.97%)	8-4-78
* Protective Life Insurance Company	Investors Preferred Life Insurance Co. (Little Rock, AR) Common Stock - 2,888,411 shs. (69%)	8-4-78
* Harry L. Vanoucek, D.D.S.	Lancer Pacific, Inc. (Carlsbad, CA) Common Stock - 67,600 shs.	8-4-78
* Libco Corporation Telvest, Inc. (Wholly-owned subsidiary of Telco) Telco Marketing Services, Inc.	Outdoor Sports Industries Inc. (Denver, CO) Common Stock - 138,500 shs.	8-4-78
* Southern Pacific Company	Seaboard Coast Line Industries, Inc. (Richmond, VA) Common Stock - 1,400,000 shs.	8-4-78
* Associated Madison Companies, Inc.	Teltronics Services, Inc. (Long Island City, NY) Common Stock - 40,200 shs.	8-4-78
* Apex Oil Company S. R. Goldstein P. A. Novelly	Tosco Corporation (Los Angeles, CA) Common Stock - 1,226,000 shs.	8-4-78
Allis-Chalmers Corporation	American Air Filter Co. Inc. (Louisville, KY) Common Stock - 667,800 shs. (16.3%)	8-7-78
Brian P. Williams Robert D. Williams	DFM Corp. (Corydon, IA) Common Stock - 98,120 shs. (16.25%) (Messrs. Williams have the right to acquire an additional 80,000 shares.)	8-7-78
Societe Anonyme Financiere du Credit Suisse et de White Weld (Switzerland)	First Boston, Inc. (Philadelphia, PA) Capital Stock - 1,100,000 shs. (30.54%) (Above shares will be acquired pursuant to an Agreement.)	8-7-78
Victor L. Sayyah Sayyah Corporation Holding Corporation of America Inter-Region Associates Corp., et al	Van Schaack & Company (Denver, CO) Common Stock - 641,015 shs. (58%)	8-7-78
* Louis Berkman Company	AMPCO-Pittsburgh Corp. (Pittsburgh, PA) Common Stock - 683,504 shs. (23.7%)	8-7-78
* Jacobs Industries Inc.	Artic Enterprises, Inc. (Thief River Falls, MN) Common Stock - 843,700 shs. (30%) Common Stock - 89,000 shs. on exercise of Options	8-7-78
* Diversified Retailing Co., Inc.	Berkshire Hathaway Inc. (New Bedford, MA) Common Stock - 178,247 shs.	8-7-78
* Parker-Hannifin Corp.	Bertea Corporation (Irvine, CA) Common Stock - 2,601,496 shs. (98.1%)	8-7-78

ACQUISITION REPORTS CONT.

* Berkshire Hathaway Inc.	Blue Chip Stamp (Los Angeles, CA) Common Stock - 2,020,903 shs. (39%)	8-7-78
* Riverside Foods, Ltd. Joel Greenberg	Buring Food Group, Inc. (Memphis, TN) Common Stock - 77,900 shs. (15.4%)	8-7-78
* GRP Investments, N.V. (Netherland Antilles) (Wholly-owned by Ghaith R. Pharaon (Saudi Arabia))	CRS Design Associates, Inc. (Houston, TX) Common Stock - 279,748 shs. (20%)	8-7-78
* Northern Telecom Computers, Inc. (Wholly-owned subsidiary of Northern Telecom Ltd. (Canada))	Data 100 Corporation (Minnetonka, MN) Common Stock - 5,479,060 shs. (98%) Common Stock - 246,387 shs. on exercise of Warrants 10% Conv. Debentures - \$9,690,000 Preferred Stock - 48,164 shs. (Northern Telecom previously owned 1,585,643 shares of Common Stock (28%). All other securities were acquired pursuant to the Tender Offer.)	8-7-78
* Imperial Industries, Inc. Employee Stock Ownership Plan	Imperial Industries Inc. (Miami Lakes, FL) Common Stock - 107,078 shs.	8-7-78
* Charles E. Smith, D.D.S.	Lancer Pacific, Inc. (Carlsbad, CA) Common Stock - 144,200 shs. (19%)	8-7-78
* Prescott Investors, Inc.	MacDermid, Incorporated (Waterbury, CT) Common Stock - 123,120 shs.	8-7-78
* Carl R. Pohlad	MEI Corporation (Minneapolis, MN) Common Stock - 2,042,146 shs. (26.5%)	8-7-78
* E. Peter Hoffman, Jr., Indi- vidually and as Custodian	Midland Mortgage Investors Trust (Oklahoma City, OK) Shares of Beneficial Interest - 341,400 (14.33%)	8-7-78
* National Indemnity Co. (Subsidiary of Berkshire Hathaway) Wesco Financial Corp. (Subsidiary of Blue Chip Stamps) Cypress Insurance Company (Wholly-owned subsidiary of National Fire & Marine Ins. Co.) et al	SAFECO Corp. (Seattle, WA) Common Stock - 942,065 shs.	8-7-78
* Bankers Life and Casualty Co.	State Life Insurance Company of Colorado (Denver, CO) Common Stock - 557,932 shs. (54.69%)	8-7-78
Richard L. Schmidt, Indivi- dually and as Trustee	First Bancshares of Florida, Inc. (Boca Raton, FL) Common Stock - 250,769 shs.	8-8-78
Thomas W. Binford William G. Davis, Jr. William L. Elder, Individually and as Trustees	Jefferson Corporation (Indianapolis, IN) Capital Stock - 168,393 shs. (30%)	8-8-78
* Gulf & Western Industries, Inc. Charles G. Bluhdorn	Sherwin-Williams Company (Cleveland, OH) Common Stock - 505,000 shs.	8-8-78



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