

sec news digest

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RULES AND RELATED MATTERS

U.S. SECURITIES AND
EXCHANGE COMMISSION

SUPPLEMENTARY INFORMATION ON THE EFFECTS OF CHANGING PRICES

The Commission announced the publication for comment of proposed amendments to Regulation S-K and to various registration forms which would require that certain companies include supplementary information on the effects of changing prices in filings with the Commission. The required information would consist of the disclosures specified by FASB Statement of Financial Accounting Standards No. 33, "Financial Reporting and Changing Prices." A safe harbor provision would be extended to these disclosures. Interested persons should submit their comments in triplicate to George A. Fitzsimmons, Secretary, Securities and Exchange Commission, 500 North Capitol Street, Washington, D.C. 20549, on or before May 30 and should refer to File No. S7-827. All submissions will be available for public inspection at the Commission's Public Reference Room. (Rel. 33-6201)

FOR FURTHER INFORMATION CONTACT: James L. Russell at (202) 272-2133

ADMINISTRATIVE PROCEEDINGS

DAVID R. CRAIG CITED

The Commission has instituted administrative proceedings against David R. Craig of Denver, Colorado and has suspended him for three months from being associated with any broker or dealer. The suspension was ordered pursuant to Craig's offer of settlement which was submitted in anticipation of the proceedings and in which, without admitting or denying the allegations against him, Craig consented to findings that he violated registration and antifraud provisions of the securities laws in the offer and sale of the common stock of Weenie Machine International during 1978. (Rel. 34-16666)

NASD ACTIONS AGAINST HOWARD D. GATLIFF AND EARL MARTINSON REMANDED

The SEC has remanded to the NASD disciplinary proceedings against Howard D. Gatliff of Las Vegas, and Earl Martinson of Granada Hills, California.

The Commission found, as had the NASD, that in 1976 Gatliff and Martinson unlawfully sold the unregistered securities of various limited partnerships sponsored by Cal-Am Corporation, and failed to disclose to investors the extra compensation respondents had received for selling those securities. The Commission also affirmed the NASD's finding that Martinson failed to give the firm with which he was associated the required prior written notice of his sales.

The Commission concluded, however, that the proceedings against respondents should be remanded to the Association for reconsideration of the sanctions which the NASD had imposed. The NASD had fined Gatliff and Martinson \$25,000 each, and barred them from association with any NASD member. The Commission stated that "a fuller explanation of the need for these sanctions (was) required."

The NASD also found that Gatliff had violated its rules by failing to respond to written requests for information. The Commission noted that Gatliff had not appeared at the NASD's hearings, and that the record was unclear as to whether or not he had received the NASD's requests. It stated that, on remand, the NASD might appropriately question Gatliff as to this matter. (Rel. 34-16680)

COMMISSION ANNOUNCEMENTS

COMMISSIONER EVANS SPEAKS BEFORE THE 1980 MUTUAL FUNDS & INVESTMENT MANAGEMENT CONFERENCE

Commissioner Evans spoke before the 1980 Mutual Funds & Investment Management Conference, in Phoenix, Arizona, on March 27, 1980. The title of his address was "Deregulation Has Its Price".

TRADING SUSPENSIONS

TRADING SUSPENDED IN BACHE GROUP, INC.

The Commission announced the single ten-day suspension of exchange and over-the-counter trading in the securities of Bache Group, Inc. located in New York, New York, for the period beginning on March 27 and terminating at midnight (EST) on April 5, 1980. The Commission ordered the suspension in view of certain undisclosed material corporate events relating to commodities futures trading accounts maintained by customers with the firm. The Commission notes that the New York Stock Exchange halted trading in Bache securities on March 27. (Rel. 34-16703)

INVESTMENT COMPANY ACT RELEASES

JOHN HANCOCK MUTUAL LIFE INSURANCE COMPANY

An order has been issued pursuant to Section 6(c) of the Investment Company Act of 1940 granting exemptions from Sections 14(a), 17(f) and 27(c)(2) of the Act and Rule 17f-2 thereunder to John Hancock Mutual Life Insurance Company, a Massachusetts mutual life insurance company and John Hancock Variable Account A-1, a diversified, open-end, management investment company registered under the Act. (Rel. IC-11104 - Mar. 27)

FEDERATED MONEY MARKET TRUST

An order has been issued on applications filed by Federated Money Market Trust and Trust for Cash Reserves (Applicants), "money market" funds registered under the Investment Company Act of 1940 as open-end, diversified, management investment companies, pursuant to Section 6(c) of the Act, exempting Applicants, subject to conditions, from the provisions of Section 2(a)(41) of the Act, and Rules 2a-4 and 22c-1 thereunder, to the extent necessary to enable Applicants to utilize amortized cost valuation for the purpose of pricing their shares for sale and redemption. (Rel. IC-11106 - Mar. 27)

HOLDING COMPANY ACT RELEASES

NEW ENGLAND POWER SERVICE COMPANY

An order has been issued authorizing an extension through March 31 of the period within which New England Power Service Company, subsidiary of New England Electric System, may make short-term borrowings of up to \$4 million from banks and/or its parent. (Rel. 35-21495 - Mar. 27)

LOUISIANA POWER & LIGHT COMPANY

A notice has been issued giving interested persons until April 21 to request a hearing on a proposal of Louisiana Power & Light Company, subsidiary of Middle South Utilities, Inc., whereby Louisiana will enter into an agreement with the Town of Jonesboro, Louisiana, granting Louisiana a sixty year franchise to operate the Town's electric system and giving Louisiana an option to acquire the Town's electric system. (Rel. 35-21497 - Mar. 27)

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-18) MITRAL MEDICAL INTERNATIONAL, INC., 4287 South Eldridge, Suite 203-C, Morrison, Colo. 80465 - 550,000 shares of common stock with 250,000 common stock purchase warrants. Underwriter: Engler & Budd Company. The company organized to research, develop, assemble and market artificial heart valves. (File 2-67014 - Mar. 24)
- (S-1) TECHNODYNE INC., 98 Cutter Mill Rd., Great Neck, N.Y. 11021 (516) 466-5100 - 453,750 shares of common stock. Underwriter: D. H. Blair & Co., Inc. The company manufactures and sells electro mechanical products. (File 2-67045 - Feb. 26)
- (S-14) MARINE BANCORP, INC., 1 East Old State Capitol Plaza, Springfield, Ill. 62701 (217) 753-6000 - 320,000 shares of common stock. (File 2-67048 - Mar. 26)
- (N-1) CASH ACCUMULATION FUND, INC., 3600 South Yosemite St., Denver, Colo. 80237 (303) 770-2345 - an indefinite number of shares. (File 2-67049 - Mar. 27)
- (S-8) SOLID PHOTOGRAPHY, INC., 536 Broad Hollow Rd., Melville, N.Y. 11747 (212) 425-4320 - 150,000 shares of common stock. (File 2-67050 - Mar. 27)
- (S-3) SURINAM GOLD AND MINERALS CO., INC., 105 Scripps Dr., Sacramento, Cal. 95825 (916) 920-8004 - 3,630,000 shares of common stock. The company is engaged in acquiring, exploring and, if warranted, developing and operating mineral properties and/or concessions. (File 2-67051 - Mar. 27)
- (N-1) DAILY INCOME EXTENSION FUND, INC., 230 Park Ave., New York, N.Y. 10017 (212) 697-8088 - an indefinite amount of common stock. (File 2-67052 - Mar. 27)
- (S-8) OKC CORP., 4835 LBJ Freeway, Dallas, Tex. 75234 (214) 233-7100 - 19,464 shares of common stock. (File 2-67053 - Mar. 26)
- (S-16) PUBLIC SERVICE ELECTRIC AND GAS COMPANY, 80 Park Pl., Newark, N.J. 07101 (201) 430-7000 - 3,000,000 shares of common stock. (File 2-67056 - Mar. 27)
- (S-16) PHILADELPHIA ELECTRIC COMPANY, P.O. Box 8699, 2301 Market St., Philadelphia, Pa. 19101 (215) 841-4000 - \$150 million of sinking fund debentures. The company provides electric, gas and steam service. (File 2-67054 - Mar. 27)
- (N-1) DELAWARE CASH RESERVE II, INC., 7 Penn Center Plaza, Philadelphia, Pa. 19103 (215) 988-1267 - an indefinite number of shares. (File 2-67058 - Mar. 27)
- (S-16) PENNSYLVANIA POWER & LIGHT COMPANY, Two North Ninth St., Allentown, Pa. 18101 (215) 821-5151 - 3,200,000 shares of common stock. (File 2-67059 - Mar. 27)
- (S-14) ARMCO INC., 703 Curtis St., Middletown, Ohio 45043 (513) 425-6541 - 648,000 shares of common stock. (File 2-67060 - Mar. 27)

REGISTRATIONS EFFECTIVE

- Mar. 13: American Telnet Corp., 2-66186.
Mar. 17: Biofuel, Inc., 2-66359; Investors Financial Fidelity, Inc., 2-66367[C].
Mar. 26: Coherent, Inc., 2-66941; Guarantee Bancorp, Inc., 2-66689; John Fluke Mfg. Co., Inc., 2-66818 & 2-66844; W. R. Grace & Co., 2-66713; Winco Petroleum Corp., 2-66029.
Mar. 27: Boston Futures Fund (II), 2-66596; Massachusetts Cash Management Trust II, 2-66991.

REGISTRATIONS WITHDRAWN

- Mar. 26: Montana Tax-Exempt Trust, Series 1, 2-66442.
Mar. 27: Duke Power Co., 2-66691.

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
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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. When you are ordering more than one, we prefer that the documents be listed in alphabetical order to expedite service. The reproduction cost is 10c per page plus postage (\$3.50 minimum); 20c per page plus postage for expedited service (\$5.00 minimum) and 30c per page plus postage for priority service (\$5.00 minimum). Cost estimates are given on request. All other reference material is available in the SEC Docket.

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