

DEC 13 1979

SEC NEWS DIGEST

U.S. SECURITIES AND
FINANCE COMMISSION

ISSUE 79-239

December 12, 1979

CIVIL PROCEEDINGS

LUNDY ELECTRONICS & SYSTEMS, INC. ENJOINED

The Commission announced that the U.S. District Court for the District of Columbia enjoined Lundy Electronics & Systems, Inc., of Glen Head, Long Island, New York, from failing to timely file periodic reports with the Commission and ordered it to comply with certain undertakings. The Commission's complaint, filed on October 18, 1979, alleged that Lundy failed to timely file certain Annual Reports and Quarterly Reports as part of a continuing course of conduct extending over several years. Lundy, in consenting to entry of judgment against it, admitted failure to file reports on a timely basis on nine separate occasions. (SEC v. Lundy Electronics & Systems, Inc., U.S.D.C. D.C., Civil Action No. 79-2800). (LR-8948)

INVESTMENT COMPANY ACT RELEASES

CORPORATE INCOME TRUST, SERIES 1 AND SUBSEQUENT SERIES

A notice has been issued giving interested persons until January 4 to request a hearing on an application of Corporate Income Trust, Series 1 and Subsequent Series, for an order declaring that it has ceased to be an investment company. (Rel. IC-10976 - Dec. 11)

SCUDDER TAX FREE MONEY FUND

A notice has been issued giving interested persons until January 2 to request a hearing on an application of Scudder Tax Free Money Fund (Applicant), an open-end, diversified, management investment company registered under the Act, for an order declaring that Hester L. Sargent shall not be deemed an "interested person" of the Applicant, its investment adviser, Scudder, Stevens & Clark, or its principal underwriter, Scudder Fund Distributors, Inc., by reason of her positions as director of the Boston Company, Inc., and of Boston Safe Deposit and Trust Company, and exempting Applicant from Section 10(b)(2) of the Act to permit its use of Scudder Fund Distributors, Inc., as principal underwriter of its shares. (Rel. IC-10977 - Dec. 11)

KEYSTONE CUSTODIAN FUNDS, INC.

A notice has been issued giving interested persons until January 4 to request a hearing on an application of Keystone Custodian Funds, Inc. (Keystone), as Trustee for Keystone Custodian Funds, Series B-1, B-2, B-4, K-1, K-2, S-1, S-3, and S-4; Keystone Massachusetts, Inc.; Cornerstone Financial Services, Inc.; The Massachusetts Companies, Inc. (MassCo); Massachusetts Fund for Tax Exempt Income; Massachusetts Fund for Income; Freedom Fund, Inc.; Independence Fund, Inc.; and Keystone International Fund, Inc., for an exemption from Section 22(d) of the Act to permit shareholders of certain investment companies (Funds) managed by Keystone and MassCo to reinvest dividends from one Fund in shares of any other Fund without payment of a sales charge. (Rel. IC-10978 - Dec. 11)

HOLDING COMPANY ACT RELEASES

KINGSPORT POWER COMPANY

A notice has been issued giving interested persons until January 7 to request a hearing on a proposal of Kingsport Power Company, subsidiary of American Electric Power Company, Inc., whereby Kingsport will issue and sell unsecured notes maturing December 31, 1987, to banks in an amount not to exceed \$15 million. (Rel. 35-21337 - Dec. 11)

THE COLUMBIA GAS SYSTEM, INC.

An order has been issued authorizing post-effective amendments to an application-declaration of The Columbia Gas System, Inc., regarding increasing the maximum aggregate principal amount of short-term advances on open account it is permitted to make to certain of its wholly-owned subsidiary companies. The proceeds of these transactions will be used by the subsidiaries in connection with their construction and gas supply programs. (Rel. 35-21338 - Dec. 11)

SELF-REGULATORY ORGANIZATIONS

NOTICE OF PROPOSED RULE CHANGE

The Cincinnati Stock Exchange has filed a proposed rule change under Rule 19b-4 (SR-CSE-79-6) to adopt procedures for the delisting of securities by issuers. Publication of the proposal is expected to be made in the Federal Register during the week of December 10. (Rel. 34-16411)

APPROVAL OF PROPOSED RULE CHANGE

The Commission has approved a proposed rule change (SR-PSE-79-15) filed by the Pacific Stock Exchange, Inc. (PSE). The rule change provides for an appointed full-time, paid Chairman of the Board of Governors, an annually elected Vice Chairman elect (who would automatically succeed to the office of Vice Chairman), and an Executive Committee composed of the Chairman, Vice Chairman, Vice Chairman elect, and President. (Rel. 34-16412)

LISTING, DELISTING AND UNLISTED TRADING ACTIONS

UNLISTED TRADING SOUGHT

Notices have been issued giving interested persons until until January 4 to request a hearing on the applications of the following national securities exchanges, pursuant to Section 12(f)(1)(B) of the Securities Exchange Act of 1934, for unlisted trading privileges in the common or other specified stock of the following companies that are listed on one or more national securities exchanges: Midwest Stock Exchange - Purex Industries, Inc. (Delaware); and Greyhound Corporation (Arizona). Cincinnati Stock Exchange, Inc. - Colonial Penn Group; Jefferson-Pilot Corporation; Lincoln National Corporation; NLT Corporation; USLIFE Corporation; Trans World Corporation; Greyhound Corporation (Arizona); Digital Equipment Corporation; Southwestern Public Service Co. Philadelphia Stock Exchange, Inc. - Trans World Corporation; Fluor Corporation (Delaware); Purex Industries, Inc.; Chrysler Corporation, \$2.75 Cum. Prf. Stock; Chrysler Corporation, Warrants (expiring 6/15/85). Boston Stock Exchange, Inc. - Cox Broadcasting Corp.; American Brands, Inc., \$2.67 Cum. Conv. Pfd.; Georgia-Pacific Corporation, Series A Adjustable Rate, Conv. Pfd.; McDermott (J. Ray) & Co., Inc., \$2.20 Series A Cum. Conv.; Reynolds (R. J.) Industries, Inc., \$2.25 Cum. Conv. Pfd. Pacific Stock Exchange, Inc. - AMP Incorporated; Cluett, Peabody & Co., Inc.; Squibb Corporation; Wang Laboratories, Inc., Class B common stock and common stock; Household Finance Corporation; G.D. Searle & Co.; Delmarva Power & Light Co. (Rel. 34-16408)

WITHDRAWALS SOUGHT

Notices have been issued giving interested persons until December 28 to comment on the applications of the following companies requesting withdrawal of their common stock from listing and registration on the American Stock Exchange, Inc.: Prime Motor Inns Inc. (Rel. 34-16413); and La Quinta Motor Inns, Inc. (Rel. 34-16414).

A notice has also been issued giving interested persons until December 21 to comment on the application of Eltra Corporation requesting withdrawal of its 8-1/2% sinking fund debentures, due January 15, 2001, from listing and registration on the New York Stock Exchange, Inc. (Rel. 34-16415)

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-8) AMERICAN MANAGEMENT SYSTEMS, INC., 1515 Wilson Blvd., Arlington, Va. 22209 (703-841-6000) - 60,000 shares of common stock. (File 2-66179 - Dec. 10)
- (S-7) THE WASHINGTON WATER POWER COMPANY, East 1411 Mission Ave., Spokane, Wash. 99202 - 300,000 shares of preferred stock, Series B. Underwriters: Kidder, Peabody & Co. Inc. and Dean Witter Reynolds Inc. The company is an electric and gas utility. (File 2-66184 - Dec. 10)
- (S-8) EVANS & SUTHERLAND COMPUTER CORPORATION, 580 Arapeen Dr., Salt Lake City, Utah 84108 (801-582-5847) - 50,000 shares of common stock. (File 2-66187 - Dec. 10)
- (S-8) LITTON INDUSTRIES, INC., 360 North Crescent Dr., Beverly Hills, Cal. 90210 (213-273-7860) - 1,500,000 shares of common stock. (File 2-66188 - Dec. 11)
- (S-16) BENEFICIAL CORPORATION, Beneficial Bldg., 1300 Market St., Wilmington, Del. 19899 (302-658-5171) - \$250 million of debentures, due January 15, 2005. Underwriter: Blyth Eastman Dillon & Co. Inc. The company is a holding company. (File 2-66189 - Dec. 11)
- (S-6) CORPORATE SECURITIES TRUST, LONG-TERM DEBT SERIES 16 (A Unit Investment Trust) - 14,000 units. Depositors: Smith Barney, Harris Upham & Co. Inc., 1345 Avenue of the Americas, New York, N.Y. 10019; Paine, Webber, Jackson & Curtis Inc.; and Drexel Burnham Lambert Inc. (File 2-66190 - Dec. 11)
- (S-8) MESA PETROLEUM CO., One Mesa Square, P.O. Box 2009, Amarillo, Tex. 79189 (806-378-1000) - 1,741,700 shares of common stock. (File 2-66191 - Dec. 10)
- (S-12's) CHEMICAL BANK, 55 Water St., New York, N.Y. 10041 - seeks registration of 100,000 American Depositary Receipts for ordinary shares of each of the following companies: Metal Box Limited (United Kingdom) (File 2-66192 - Dec. 11); Racal Electronics Limited (United Kingdom) (File 2-66193 - Dec. 11); Chubb & Son Limited (United Kingdom) (File 2-66194 - Dec. 11); Arthur Guinness Son and Company Limited (United Kingdom) (File 2-66195 - Dec. 11); and for deferred ordinary shares of The British Electric Traction Company, Limited (United Kingdom) (File 2-66196 - Dec. 11)
- (S-6) NUVEEN TAX-EXEMPT BOND FUND, SERIES 144 - an indefinite number of units. Depositor: John Nuveen & Co. Inc., 209 South La Salle St., Chicago, Ill. 60604. (File 2-66197 - Dec. 11)

REGISTRATIONS EFFECTIVE

- Nov. 20: Specialized Systems, Inc., 2-65511.
- Nov. 29: Life Instruments Corporation, 2-65729.
- Nov. 30: Exidyne, Inc., 2-65501; Flight Transportation Corp., 2-65626.
- Dec. 4: First Trust of Insured Municipal Bonds, Series 47, 2-65952; Galaxy Oil Co., 2-65722; Iowa Electric Light and Power Co., 2-65769.
- Dec. 5: Hawaii Bancorporation, Inc., 2-65849.
- Dec. 6: First American Bank Corporation, 2-65483 and 2-65538; Hospital Corporation of America, 2-66069; Lakeway Investment Company, Inc., 2-65241 (90 days); Total Petroleum (North America) Ltd., 2-66027; Volunteer Capital Corp., 2-65653.
- Dec. 7: Atlantic Coast Carriers Holding Co., 2-64638 (90 days).

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.

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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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