

sec news digest

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U.S. SECURITIES & EXCHANGE COMMISSION

November 22, 1974

RECEIVED

COMMISSION ANNOUNCEMENTS

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WILLIAM DEAN GOLDSBERRY APPOINTED
REGIONAL ADMINISTRATOR

LIBRARY

The Commission announced today the appointment of William Dean Goldsberry as Administrator of its Chicago Regional Office. Mr. Goldsberry succeeds the late John I. Mayer.

Since January, 1969, Mr. Goldsberry has served as Assistant Regional Administrator of the Chicago Regional Office and as principal assistant to Mr. Mayer. In that position, his duties and responsibilities included the full-range of operations performed by the Chicago Office. From January, 1966 to January, 1969, he was Attorney-in-Charge of the Detroit Branch Office, after serving in a similar capacity since December, 1959 in the St. Louis Branch Office. Both Branch Offices are under the supervision of the Chicago Regional Office.

A native of Detroit, Michigan, Mr. Goldsberry was born on March 28, 1929, and was graduated from De La Salle Collegiate High School of that city in June, 1947. He received a B.S. degree from the University of Detroit, with a major in accounting, economics and finance, in June, 1952. From 1952 to 1955, Mr. Goldsberry attended the University of Michigan Law School and was awarded his J.D. degree in June, 1955. He is a member of the Michigan bar. Immediately prior to his appointment, on July 14, 1958, as a Trial Attorney in the St. Louis Branch Office, he was in private practice in Michigan.

ORDERS FOR PUBLIC PROCEEDINGS

DAN ANFANG, OTHERS

Administrative Proceedings under the Securities Exchange Act of 1934 and the Securities Investor Protection Act of 1970 have been ordered against Dan Anfang of Brooklyn, New York, Robert Kolbert of Hewlett, New York, Herbert Schulman of Brooklyn, New York, Stanley Schwartz of Brooklyn, New York, and Stephen Zardus of Fort Lauderdale, Florida. The order for proceedings is based on the pleas of guilty and convictions of Anfang, Kolbert, Schulman, Schwartz and Zardus in the Southern District of New York in the case of United States of America v. Theodore Koss, et al., 73 Cr. 903 to charges of inspiring to violate the securities laws, securities fraud and mail fraud. A hearing will be scheduled by further order to take evidence of the charges against the respondents. (Rel. 34-11113)

TRADING SUSPENSIONS

TRADING SUSPENDED IN
BETTA ORTHODONTICS SUPPLIES, INC.

Over-the-counter trading has been suspended in the securities of Betta Orthodontics Supplies, Inc., a New York corporation located in New York, for a ten-day period beginning on November 21 and continuing through midnight (EST) on November 30, 1974. The suspension was initiated at the request of the company because of the dissemination in the news media of false and misleading information regarding the intention of Betta to pay a cash dividend in 1975; plans for the relocation of the company's offices in El Paso, Texas; and certain corporate acquisitions which have been made or are about to be made by the company. (Rel. 34-11115)

ADDITIONAL ACTION ON FOUR
TRADING SUSPENSIONS

The SEC has announced the suspension of (a) exchange and over-the-counter trading in the securities of Savoy Industries, Inc. for the further ten-day period November 22 - December 1, inclusive; and (b) exchange and over-the-counter trading in the securities of Canadian Javelin Ltd., and over-the-counter trading in the securities of Winner Industries, Inc. and Royal Properties, Inc. for the further ten-day period November 24-December 3, inclusive.

COURT ENFORCEMENT ACTIONS

DIRECTORS APPOINTED FOR
VANDERBILT MUTUAL FUND, INC.,
OTHERS

The Los Angeles Regional Office announced that on November 8 the Federal Court in California appointed six independent interim directors for Vanderbilt Mutual Fund, Inc., The Pegasus Fund, Inc., and Pegasus Income and Capital Fund, Inc. The directors appointed are: John G. Sobieski and Thomas S. Loo, attorneys practicing in Los Angeles, Gerald P. Rosen, a professor of law at Loyola University, Michael F. Dunn, a professor of finance at California State University at Northridge, Robert R. Barry and Richard W. Millar, two Los Angeles businessmen. The appointments were made in connection with the Commission's request for ancillary relief in a civil injunctive action. (SEC v. Charter Securities Management Corp., et al., C.D. CA. Civil Action No. 74-2527-ALS). (LR-6593)

SIX INDICTED IN INTERNATIONAL
COMMODITIES EXCHANGE, INC.

The Los Angeles Regional Office announced on October 2 that a Federal Grand Jury in Los Angeles, California, returned a 69-count indictment against Robert Daniel Hill of Irvine, California; Richard L. Gray of Woodland Hills, California; Charles Gish of Newport Beach, California; International Commodities Exchange, Inc., The First Trading Company, and Gish Industries, all located in Newport Beach, California, and Valley Comco, located in Scottsdale, Arizona. The indictment charges the defendants with criminal violations of the antifraud provision of the securities laws, conspiracy, mail fraud, and wire fraud in connection with the sale of commodity options, live beef forward purchase contracts, and shares of stock in The First Trading Company. (U.S. v. Robert D. Hill, International Commodities Exchange, Inc., et al., CR 74-1452, CD. CA.). (LR-6594)

COMPLAINT NAMES CENTRAL
NATIONAL BANK, OTHERS

The Fort Worth Regional Office announced the filing of a complaint in federal district court at Houston, Texas on November 11 charging Central National Bank, Joseph P. Delorenzo, Jr., Albert F. Jackson, III, John W. Kelsey, John C. Barksdale and Lloyd G. Williams, Jr., all of Houston, with violations of the antifraud provisions of the securities laws. The complaint alleges that the defendants sold, for their own benefit, common stock of Docutel Corporation, while in possession of and without prior disclosure of material non-public information concerning the earnings of Docutel Corporation. In addition to seeking an injunction, the Commission requested disgorgement by the defendants of all benefits wrongfully obtained by trading on material non-public information in Docutel Corporation common stock. (SEC v. Joseph P. Delorenzo, Jr., et al., S.D. Tex.). (LR-6595)

CRIMINAL INFORMATION FILED AGAINST
JAMES E. TOLLESON

The Atlanta Regional Office announced that on November 20 a criminal information was filed against James E. Tolleson and Exciting Life, Inc., both of Altamonte Springs, Florida, for wilfully failing and refusing to comply with a Commission subpoena in a private investigation. The charges allege a misdemeanor punishable by a maximum of a \$1000 fine and up to one year in prison. An arrest warrant was issued for Tolleson. No date has been set for arraignment or trial. (U.S. v. James E. Tolleson, et al., M.D. Fla., Crim. No. 74-216-Orl-Cr-Y). (LR-6598)

**AMBASSADOR CHURCH FINANCE/DEVELOPMENT
GROUP INC., OTHERS, ENJOINED**

The Atlanta Regional Office announced that on November 14 the Federal Court in Nashville, Tennessee, issued an order permanently enjoining Ambassador Church Finance/Development Group, Inc., a Nashville church bond broker-dealer, and its president, Henry C. Atkeison, Jr., from violations of the antifraud provisions and the financial responsibility requirements of the securities laws and permanently enjoining Ambassador from further violation of the bookkeeping requirements. The defendants consented to the entry of the injunction without admitting or denying the allegations in the Commission's complaint. The order further provided that Atkeison file with the Court on or before November 29, 1974, affidavits accounting for the assets and liabilities of Ambassador and of Atkeison, together with a detailed accounting of all funds received and paid out by Ambassador and Atkeison since January 1, 1973. The Court continued the trust imposed on the assets of Atkeison and the appointment of a Receiver for Ambassador. (For further information, see Litigation Release No. 6588) (LR-6596)

WILLIAM T. PHELAN

The Chicago Regional Office announced that on November 18 the Federal Court in Chicago, Illinois, permanently enjoined William T. Phelan, of Schaumburg, Illinois from violating the hypothecation and recordkeeping provisions of the securities laws. Phelan, one of two defendants, consented to the entry of the order without admitting or denying the allegations. (SEC v. Smith Bros. & Co., et. al., N.D. Ill., Civil Action No. 73 C 1374). (LR-6597)

HOLDING COMPANY ACT RELEASES

YANKEE ATOMIC ELECTRIC COMPANY

A notice has been issued giving interested persons until December 20 to request a hearing on a proposal of Yankee Atomic Electric Company (Yankee Atomic), subsidiary of New England Electric System and Northeast Utilities, to issue and sell short-term promissory notes to a bank and to a dealer in commercial paper. (Rel. 35-18668 - Nov. 21)

TRUST INDENTURE ACT RELEASES

**CORRECTION RE GENERAL AMERICAN
TRANSPORTATION CORPORATION**

The notice giving interested persons until November 27, 1974 to request a hearing on an application of General Transportation Corporation was incorrect. All persons are given until November 25, 1974 to request a hearing. (Rel. TI-371A)

DELISTING AND UNLISTED TRADING ACTIONS

UNLISTED TRADING GRANTED

An order has been issued granting the application of the Boston Stock Exchange for unlisted trading privileges in the special Series "A" accumulative convertible dividend redeemable after 1977 NPV, of IU International Corporation. (Rel. 34-11114)

SECURITIES ACT REGISTRATIONS

(S-14) MERCANTILE BANKSHARES CORPORATION

2 Hopkins Plaza, Baltimore, Md. 21201 - 175,571 shares of common stock, to be offered to the stockholders of Exchange and Savings Bank of Berlin, Berlin, Maryland, under a proposed merger of that bank into Bank of Somerset, a wholly-owned affiliate of Mercantile, at an exchange rate of 11-1/2 Mercantile shares for each share of capital stock of Exchange and Savings Bank of Berlin. Mercantile is a bank holding company which owns controlling interests in ten banks, a mortgage banking subsidiary and a commercial and consumer financing subsidiary. (File 2-52363 - Nov. 19)

(S-16) THE PILLSBURY COMPANY

608 Second Ave., Minneapolis, Minn. 55402 - 100,000 shares of common stock, to be offered for sale by one selling stockholder. Of such shares, 70,000 will be offered for sale through Goldman, Sachs & Co. and Warburg Paribas Becker Inc., as underwriters; the remaining 30,000 shares may be offered by the selling stockholder thereafter (but not before the expiration of 90 days after the date of the underwritten offering without the consent of the underwriters) from time to time on the New York Stock Exchange or otherwise. Pillsbury is a major producer of flour and branded consumer food products, a major grain feed ingredient merchandiser, and also operates and franchises Burger King restaurants. (File 2-52369 - Nov. 20)

(S-7) LONG ISLAND LIGHTING COMPANY

250 Old Country Rd., Mineola, N.Y. 11501 - 500,000 shares of preferred stock, Series N, (\$100 par), to be sold through a negotiated public offering. The company supplies electric and gas service. (File 2-52372 - Nov. 20)

(S-7) CENTRAL TELEPHONE COMPANY OF VIRGINIA

1201 N St., Lincoln, Neb. 68501 - \$20 million of first mortgage sinking fund bonds, Series T, due 1999, to be offered for sale through underwriters headed by Dean Witter & Co. Incorporated, 33 North Dearborn St., Chicago, Ill. 60602 and Paine, Webber, Jackson & Curtis, 140 Broadway, New York, N.Y. 10005. The company is an independent telephone company. (File 2-52373 - Nov. 20)

(S-16) ATLANTIC RICHFIELD COMPANY

515 South Flower St., Los Angeles, Cal. 90071 - 50,000 shares of common stock, which may be offered for sale by having orders placed and executed on an agency basis on one or more of the following exchanges: New York, PBW, Midwest, Pacific or Toronto Stock Exchange, at prices then obtainable by the selling shareholder. Atlantic Richfield with its subsidiaries is engaged in the exploration for, and the development, production, purchase, transportation and sale of, crude petroleum and natural gas, and in the manufacturing, transportation and marketing of petroleum products derived from crude oil including petrochemicals. (File 2-52377 - Nov. 21)

(S-7) NORTON SIMON, INC.

277 Park Ave., New York, N.Y. 10017 - \$100 million of sinking fund debentures, due 1999, to be offered for sale through underwriters headed by Goldman, Sachs & Co., 55 Broad St., New York, N.Y. 10004 and Salomon Brothers, 1 New York Plaza, New York, N.Y. 10004. The company is a consumer oriented company which, through its subsidiaries, operates principally in the United States and also in a number of important international markets. It has major market positions within the businesses of food and food service, cosmetics and personal care, soft drinks and distilled spirits. It also has significant operations in its two other lines of business, which are packaging and communications, graphic systems and others. (File 2-52378 - Nov. 21)

REGISTRATIONS EFFECTIVE

Nov. 21: Agway Inc., 2-52179; Calderone-Curran Ranches, Inc., 2-49098; California Computer Products, Inc., 2-51644; Iowa-Illinois Gas & Electric Co., 2-52207; MPB Corp., 2-52078; Portland General Electric Co., 2-52025; Province Of Manitoba, 2-52290; Revco D. S. Inc., 2-52291; Victoria Bankshares, Inc., 2-52057.

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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