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DECISIONS IN ADMINISTRATIVE PROCEEDINGS U.S. SECURITIES AND EXCHANGE COMMISSION

CLEVE DIVINEY SANCTIONED

The Commission has barred Cleve Diviney of Davenport, Iowa from association with any broker-dealer, investment company, or investment adviser, provided that after two years, Mr. Diviney may apply to become reassociated, in a non-supervisory and non-proprietary capacity, upon showing that he will be properly supervised. The sanction was based upon an offer of settlement submitted by Mr. Diviney wherein, without admitting or denying the allegations contained in the Commission's order for proceedings, Mr. Diviney consented to the sanction and findings that he wilfully violated and wilfully aided and abetted violations of the registration and antifraud provisions of the Securities Act, the antifraud provisions of the Securities Exchange Act, and failed reasonably to supervise employees.

Mr. Diviney was named as a respondent by the Commission in its order for proceedings entitled in the matter of R. Wayne Everett and Associates, Inc., et al. He was a director and treasurer of R. Wayne Everett and Associates, Inc. (Rel. 34-12742)

RONALD L. DAMASK SUSPENDED

The Commission announced that it suspended Ronald L. Damask from association with an investment adviser for a period of 90 days. The suspension was imposed by Commission order which accepted Damask's offer of settlement whereby Damask, without admitting or denying the allegations in Commission's order for proceedings, consented to findings that Damask wilfully aided and abetted violations of Sections 206(1), 206(2) and 206(4) of the Investment Advisers Act of 1940 and Rule 206(4)-(1)(a)(5) thereunder. The suspension of Damask will commence on the second Monday following the week in which this order is entered. (Rel. IA-531)

ORDERS FOR PUBLIC PROCEEDINGS

NASSAR & COMPANY, INC.

Public administrative proceedings have been ordered under the Securities Exchange Act of 1934 against Nassar & Company, Inc., a Pittsburgh, Pennsylvania firm. The purpose of the proceedings is to determine whether the application by Nassar & Company, Inc. for registration as a broker and dealer should be denied. (Rel. 34-12775)

COMMISSION ANNOUNCEMENTS

COMMISSION AND MEXICAN FINANCIAL AUTHORITIES ANNOUNCE JOINT EFFORTS TO ACHIEVE SECURITIES LAWS COMPLIANCE; MEXICAN FINANCIAL INSTITUTIONS REMOVED FROM THE FOREIGN RESTRICTED LIST

The SEC announced that the SEC and Mexican financial authorities have reached an accord with respect to joint efforts by the SEC and the Mexican authorities to achieve compliance with the U.S. and Mexican securities laws.

As part of the accord, the Commission has removed four Mexican financial institutions (financieras) from the Foreign Restricted List: Credito Minero y Mercantil, S.A., Financiera de Fomento Industrial, S.A., Financiera Comermex, S.A., and Financiera Metropolitana, S.A. The named financieras had been placed on the Foreign Restricted List in Securities Act Release No. 5698 (April 5, 1976) when the Commission received information that the institutions were selling unregistered securities, namely, promissory notes, certificates of deposit and other securities of the four financieras to U.S. investors.

The Commission's action removing the four financieras from the Foreign Restricted List was taken largely in recognition of increased regulatory measures being taken by Mexican financial authorities with respect to financial intermediaries and in recognition of the oversight responsibilities of the Mexican authorities with respect to financieras. Each of the named financieras has undertaken to the Commission and the Mexican financial authorities that it will not offer or sell any of its securities to U.S. investors by means of solicitations in publications or sales literature originating in the U.S. or disseminated by the U.S. mails.

The Commission and Mexican financial authorities will continue cooperative efforts to achieve compliance with the securities laws of both countries by financial institutions, brokers, dealers, investment advisers and others. (Rel. 33-5739)

COURT ENFORCEMENT ACTIONS

MEXLETTER-MEXICAN BUSINESS & INVESTMENT SERVICE AND EUGENE C. LATHAM ENJOINED

The Commission announced the filing of a civil injunctive action against Mexletter-Mexican Business & Investment Service (Mexletter), a registered investment adviser located in Mexico City, Mexico, and Eugene C. Latham, (Latham), controlling shareholder and president of Mexletter. The Commission's complaint alleges that Mexletter and Latham offered for sale and sold to U.S. investors unregistered securities, including promissory notes, certificates or deposit, "financial bonds" and "financial certificates" of certain Mexican investment banks (Financieras) in violation of the registration provisions of the Securities Act of 1933 (Securities Act). The Commission's complaint also alleges violations of the antifraud, recordkeeping and reporting requirements of the Investment Advisers Act of 1940. The complaint also alleges that Mexletter and Latham acted as broker-dealers without registering with the Commission under the Exchange Act. (SEC v. Mexletter-Mexican Business & Investment Service, et al., U.S.D.C., D.C., Civil Action No. 76-1660). (LR-7530)

INVESTMENT COMPANY ACT RELEASES

USLIFE FUNDS

A notice has been issued giving interested persons until September 28 to request a hearing on an application of USLIFE Funds, Inc. (Fund), a registered, open-end diversified management investment company, and Robert H. Craft (Craft), a director of the Fund, for an order declaring that Craft, effective upon a proposed transfer of control of the Fund's investment adviser described below, shall not be deemed to be an "interested person" of the Fund, its principal underwriters, or its investment adviser solely by reason of his status as a director of Massachusetts Mutual Life Insurance Company, a registered broker-dealer. The application states that it is proposed that control of USLIFE Mutual Funds Management Corporation, the Fund's investment adviser and one of its principal underwriters, will be transferred from its present parent, USLIFE Corporation, to a subsidiary of National Life Insurance Company, a mutual life insurance company. (Rel. IC-9429 - Sept. 7)

GREENWICH LIQUIDITY RESERVE

A notice has been issued giving interested persons until September 30 to request a hearing on a proposal by the Commission to declare that Greenwich Liquidity Reserve, Inc., has ceased to be an investment company. (Rel. IC-9430 - Sept. 7)

HOLDING COMPANY ACT RELEASES

CONSOLIDATED NATURAL GAS COMPANY

An order has been issued authorizing Consolidated Natural Gas Company, a registered holding company, to issue and sell \$75 million principal amount of debentures at competitive bidding. (Rel. 35-19672 - Sept. 7)

GEORGIA POWER COMPANY

A notice has been issued giving interested persons until October 1 to request a hearing on a proposal of Georgia Power Company, subsidiary of The Southern Company, to enter into agreements with Putnam, Applying, Heard and Coweta Counties, Georgia, for the construction of pollution control facilities to be financed by sales of

pollution control revenue bonds by the Counties in an aggregate amount not to exceed \$120 million. As collateral for these transactions, Georgia will issue series of its first mortgage bonds in the same amounts as the Counties' pollution control bonds. (Rel. 35-19673 - Sept. 7)

LISTING, DELISTING AND UNLISTED TRADING ACTIONS

LISTING ACTION

The SEC has announced that the 8-1/2% subordinated debentures, due July 20, 1987, of American Financial Corporation have become listed on the Pacific Coast Stock Exchange (effective as of July 9, 1976) and the Cincinnati Stock Exchange (effective as of July 22, 1976). (Rel. 34-12776)

SECURITIES ACT REGISTRATIONS

(S-1) DATA RESOURCES, INC.

29 Hartwell Ave., Lexington, Mass. 02173 - 371,320 shares of common stock, of which 132,500 shares are to be sold by the company and 238,820 shares are to be sold by certain stockholders. The offering is to be made by underwriters managed by William Blair & Company, 135 South LaSalle St., Chicago, Ill. 60603. The company is an integrated economic information service company providing computer-accessible economic data banks and econometric models and forecasts. (File 2-57099 - Aug. 31)

(S-14) AMERICAN CRYSTAL SUGAR COMPANY

101 North Third St., Moorhead, Minn. 56560 - 306 shares of common stock, (\$10 par) and 55,018 shares of preferred stock (\$100 par), to be issued in connection with a merger with Southern Minnesota Beet Sugar Cooperative, a Minnesota agricultural cooperative corporation located at Renville, Minnesota. Under the terms of the proposed merger, stockholders of Southern Minnesota Beet Sugar Cooperative will receive one share of American Crystal common stock and a number of shares of American Crystal preferred stock equal to the number of shares of stock of Southern Minnesota owned. American Crystal, the surviving corporation in the merger, is a Minnesota agricultural cooperative corporation engaged principally in the manufacture and sale of sugar produced from sugarbeets. (File 2-57115 - Sept. 1)

(S-B) OSTERREICHISCHE KONTROLLBANK AKTIENGESELLSCHAFT

\$50 million guaranteed notes, due 1981, unconditionally guaranteed as to payment of principal and interest by the Republic of Austria, to be offered for sale through underwriters managed by Dillon, Read & Co. Inc., Salomon Brothers, Creditanstalt-Bankverein and Osterreichische Landerbank Aktiengesellschaft, c/o Dillon, Read & Co. Inc., 46 William St., New York, N.Y. 10005. Osterreichische Kontrollbank Aktiengesellschaft is principally engaged in the issuance and administration, as agent for the Republic of Austria, of such nation's guarantees of export transactions and in making export related loans which are covered by such guarantees. (File 2-57120 - Sept. 2)

(S-7) HOUSTON LIGHTING & POWER COMPANY

611 Walker Ave., Houston, Tex. 77002 - \$125 million of first mortgage bonds, due 2006, proposed to be offered for sale at competitive bidding. The company is engaged in the generation, transmission, distribution and sale of electric energy. (File 2-57123 - Sept. 3)

(S-1) ALLEGHENY AIRLINES, INC.

Washington National Airport, Washington, D.C. 20001 - convertible subordinated debentures, due 1999, in an amount to be determined and an indeterminate number of shares of common stock to be issued upon conversion of the debentures. The new issue of debentures is to be offered in exchange for the outstanding 6% senior subordinated notes, due 1986, 6% senior subordinated debentures, due 1983, 5-1/2% subordinated debentures, due 1987, 5-3/4% convertible subordinated debentures, due 1993 and 6% convertible subordinated debentures, due 1993. The principal amount and rate of interest of the new debentures will be determined prior to the effectiveness of the registration statement. Kuhn, Loeb & Co., 40 Wall St., New York, N.Y. 10005 will manage the offer. The company is engaged principally in commercial air transportation. (File 2-57128 - Sept. 3)

(S-6) THE CORPORATE INCOME FUND,
THIRTY-NINTH MONTHLY PAYMENT SERIES

\$20 million of units of beneficial interest, to be offered for sale through underwriters headed by Merrill Lynch, Pierce, Fenner & Smith Inc., 125 High St., Boston, Mass. 02110. The Fund, a unit investment trust, was created by a trust agreement among Merrill Lynch, Bache Halsey Stuart Inc. and Reynolds Securities Inc., as sponsors, The Bank of New York and Shawmut Bank of Boston, N.A., as trustees, and Interactive Data Services, Inc., as evaluator. The Fund's primary objective is providing a high level of current income through investment in a fixed portfolio of long-term debt obligations, issued primarily by corporations. (File 2-57129 - Sept. 3)

(S-6) MUNICIPAL INVESTMENT TRUST FUND,
SEVENTH INTERMEDIATE TERM SERIES

\$20 million of units of beneficial interest, to be offered for sale through underwriters headed by Merrill Lynch, Pierce, Fenner & Smith Inc., One Liberty Plaza, 165 Broadway, New York, N.Y. 10006. The Fund, a unit investment trust, is to be created by a trust agreement among Merrill Lynch, Bache Halsey Stuart Inc. and Reynolds Securities Inc., as sponsors, The Bank of New York, as trustee, and Standard & Poor's Corporation, as evaluator. The Fund's primary objective is providing tax exempt income through investment in a fixed portfolio of interest-bearing, intermediate term state, municipal and public authority bonds. (File 2-57130 - Sept. 3)

REGISTRATIONS EFFECTIVE

Sept. 1: Heinicke Instruments Co., 2-56848; Instrumentation Laboratory Inc., 2-56972.
Sept. 2: The Foxboro Co. Employees' Investment Plan, 2-56752; Gamble-Skogmo, Inc., 2-57091; Leisure Time Products, Inc., 2-56981; Northern Indiana Public Service Co., 2-56917; Pennsylvania Power Co., 2-56944; The Zondervan Corp., 2-56382.
Sept. 3: Calplans Oil & Gas Program, 2-56462 (90 days); Central Telephone & Utilities Corp., 2-56997; Fidelity Exchange Fund, 2-55225; Honeywell Inc., 2-57011 & 2-57065; Phoenix Steel Corp., 2-56241; Washington Steel Corp., 2-57008; Wolverine World Wide, Inc., 2-56384.

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.

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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