

sec news digest

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ADMINISTRATIVE PROCEEDINGS

U.S. SECURITIES AND
EXCHANGE COMMISSION

DAVID LAMBERT SANCTIONED

The Commission has accepted an offer of settlement submitted by David Lambert who formerly was a registered representative employed by a major broker-dealer. Lambert had been charged in a previously issued order for proceedings with antifraud and margin violations in connection with option transactions in accounts of his customers.

Pursuant to Lambert's offer of settlement, which neither admits nor denies the allegations of the Commission's order for proceedings, Lambert consents to findings of violations as alleged in the order for proceedings. The Commission entered an order barring Lambert from association with any registered broker, dealer, investment company or investment adviser but providing that after four years, he may apply for reassociation in a non-supervisory status upon a showing that he will be adequately supervised. (Rel. 34-14846)

ROBERT J. ELFLINE SANCTIONED

An order has been entered suspending Robert J. Elflin from association with any broker or dealer for a period of 60 days and prohibiting him from association with a broker or dealer in the capacity commonly referred to as financial principal of a broker or dealer as that term is used by the National Association of Securities Dealers, Inc., or in any capacity having similar duties, provided that after two years he may reapply to the Commission to become associated with a broker or dealer as a financial principal upon a prior showing of his ability to function properly in such capacity.

The sanctions were imposed on findings that Elflin wilfully violated and wilfully aided and abetted violations of Section 10(b) of the Securities Exchange Act of 1934 and Rule 10b-5 thereunder, and that Elflin wilfully aided and abetted violations of Sections 15(b) and 15(c)(3) of the Securities Exchange Act of 1934 and Rules 15b3-1 and 15c3-1 thereunder, and was found to have failed to supervise. The Commission's action was taken pursuant to an offer of settlement in which Elflin, without admitting or denying the charges against him, consented to the findings and the sanction. (Rel. 34-14867)

INVESTMENT COMPANY ACT RELEASES

INVESTORS' GOVERNMENT-GUARANTEED INCOME TRUST, GNMA SERIES 1

A notice has been issued giving interested persons until July 17 to request a hearing on an application of Investors' Government-Guaranteed Income Trust, GNMA Series 1 (and Subsequent Series), a unit investment trust registered under the Investment Company Act of 1940, and its Sponsor, Van Kampen Sauerman Inc., for an order (1) pursuant to Section 6(c) of the Act, exempting Applicants from the provisions of Sections 14(a) and 22(d) of the Act, and Rules 19b-1 and 22c-1 under the Act, and (b) pursuant to Section 11 of the Act permitting the Trust to offer its units at net asset value plus a fixed dollar sales charge in certain exchange offers under a conversion option. (Rel. IC-10289 - June 23)

AETNA FUND

A notice has been issued giving interested persons until July 21 to request a hearing on an application for an order declaring that Aetna has ceased to be an investment company. (Rel. IC-10290 - June 26)

LISTING, DELISTING AND UNLISTED TRADING ACTIONS

LISTING ACTIONS

Orders have been issued, pursuant to Section 12(d) of the Securities Exchange Act of 1934, granting the applications of the following companies to list the specified securities of the following stock exchanges: American Stock Exchange, Inc. - Documentation Incorporated, 11-1/2% subordinated debentures, due 1998; Graham Manufacturing Co. Inc., common stock (\$.10 par value) (both effective as of June 12, 1978); Development Corp. of America, 10% subordinated debentures, due March 1, 1993 (effective as of June 13, 1978); Arrow Electronics, Inc., 12% subordinated debentures, due June 1, 1998 (effective as of June 14, 1978); Decorator Industries, Inc., common stock (effective as of June 16, 1978). Midwest Stock Exchange, Inc. - Commonwealth Edison Co., \$8.40 cumulative preference stock, Series B (effective as of June 16, 1978). New York Stock Exchange, Inc. - Alabama Power Co., 9-5/8% first mortgage bonds, due March 1, 2008; Beneficial Corp., 8.40% debentures maturing at holder's option annually on December 15 commencing in 1986 and due May 15, 2008; Binney & Smith Inc., common stock; Ryder System, Inc., 9-1/4% collateral trust debentures, Series F, due April 1, 1998 (all effective as of June 14, 1978); Diamond State Telephone Co., forty-year 7% debentures, due December 1, 2008 (effective as of June 15, 1978); Carolina Telephone & Telegraph Co., 9% debentures, due May 1, 2008; Commonwealth Edison Co., \$8.40 cumulative preference stock, Series B and San Diego Gas & Electric Co., 9-3/4% first mortgage bonds, Series R, due 2008 (all effective as of June 16, 1978). Pacific Stock Exchange, Inc. - Commonwealth Edison Co., \$8.40 cumulative preference stock, Series B (effective as of June 16, 1978).

WITHDRAWAL GRANTED

An order has been issued granting the application submitted by the Standard-Pacific Corp. to withdraw its common stock (par value \$.25) from listing and registration on the American Stock Exchange, Inc. (Rel. 34-14891)

SELF-REGULATORY ORGANIZATIONS

NOTICE OF PROPOSED RULE CHANGE

The following stock exchanges have filed proposed rule changes pursuant to Rule 19b-4: The Chicago Board Options Exchange, Inc. (SR-CBOE-78-17) to amend its rules to enable members to use CBOE's Order Support System, with their own telecommunication systems, for placing orders with a Board Broker. The proposed amendment also establishes a procedure for the crossing of orders by Board Brokers. (Rel. 34-14882); Pacific Clearing Corporation (SR-PCC-78-2) to expand the interface between PCC and Midwest Clearing Corporation. (Rel. 34-14884); National Securities Clearing Corporation (SR-NSCC-78-7) amending certain rules of the ASECC Division of NSCC for the clearance and settlement of transactions executed via the Intermarket Trading System (ITS). (Rel. 34-14886) and (SR-NSCC-78-8) concerning the clearance and settlement of transactions executed via the Intermarket Trading System (ITS). (Rel. 34-14887)

Publication of the above proposals are expected to be made in the Federal Register during the week of June 26.

NOTICE OF EFFECTIVENESS OF PROPOSED RULE CHANGE

The Chicago Board Options Exchange, Inc. has filed a proposed rule change which became effective under Section 19(b)(3)(A) (SR-CBOE-78-18) to impose charges for a number of services provided to members, including charges for membership transfers between related parties and amendments to partnership agreements of member organizations. Publication of the proposal is expected to be made in the Federal Register during the week of June 26. (Rel. 34-14883)

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) CULLINANE CORPORATION, 20 William St., Wellesley, Mass. 02181 - 330,000 shares of common stock. Underwriter: Hambrecht & Quist. The company designs, develops and markets packaged computer programs. (File 2-61964 - June 26)
- (S-7) SUPERIOR INDUSTRIES INTERNATIONAL, INC., 7800 Woodley Ave., Van Nuys, Cal. 91406 (213) 781-4973 - 700,000 shares of common stock. Underwriters: Dean Witter Reynolds Inc. and Bateman Eichler, Hill Richards Inc. The company manufactures and markets a broad line of products for general automotive use. (File 2-61965 - June 26)
- (S-1) MCCULLOCH OIL/GAS EXPLORATION-DEVELOPMENT PROGRAM 1978-79, 10880 Wilshire Blvd., Los Angeles, Cal. 90024 - 15,000 units of subscriptions for and limited partnership interests. Underwriter: McCulloch Securities, Inc. (File 2-61966 - June 26)
- (S-1) MONTARA OIL AND GAS PROGRAM 1978, Two Palo Alto Sq., Palo Alto, Cal. 94304 (415) 493-4004 - 3,000 units of pre-formation limited partnership interests. (File 2-61967 - June 26)
- (S-1) UTICA BANKSHARES CORPORATION, 1924 South Utica Ave., Tulsa, Okla. 74104 - 85,000 shares of common stock. (File 2-61969 - June 26)
- (S-8) PAGE AIRWAYS, INC., 1265 Scottsville Rd., Rochester, N.Y. 14624 - 36,600 shares of common stock. (File 2-61970 - June 26)
- (S-16) INA CORPORATION, 1600 Arch St., Philadelphia, Pa. 19101 (215) 241-4000 - 300,000 common shares. (File 2-61971 - June 26)
- (S-16) R. G. BARRY CORPORATION, 13406 Yarmouth Rd., N.W., Pickerington, Ohio 43147 (614) 864-6400 - 17,684 shares of common stock. (File 2-61972 - June 26)
- (S-8) NEW ENGLAND GAS AND ELECTRIC ASSOCIATION, 675 Massachusetts Ave., Cambridge, Mass. 02139 - \$6,400,000 of participations and 200,000 shares of common stock. (File 2-61973 - June 26)
- (S-8) T-BAR INCORPORATED, 141 Danbury Rd., Wilton, Conn. 06897 - 149,200 shares of common stock. (File 2-61974 - June 26)
- (S-12) IRVING TRUST COMPANY, One Wall St., New York, N.Y. - 100,000 American Depositary Receipts for Ampol Petroleum Limited. (File 2-61975 - June 26)
- (S-16) PHILIP MORRIS INCORPORATED, 100 Park Ave., New York, N.Y. 10017 (212) 679-1800 - 2,000,000 shares of common stock. Underwriters: Lehman Brothers Kuhn Loeb Inc. and Goldman, Sachs & Co. The company is engaged in the manufacture and sale of cigarettes and beer. (File 2-61976 - June 26)
- In a separate statement the company seeks registration of \$150 million of sinking fund debentures, due 2003. (File 2-61977 - June 26)
- (S-14) THE B. F. GOODRICH COMPANY, 500 South Main St., Akron, Ohio 44318 - 3,492,044 shares of common stock and 5,912,257 of \$.975 cumulative preferred stock, Series B. The company is engaged in the manufacture and sale of a broad line of materials and products. (File 2-61978 - June 26)

REGISTRATIONS EFFECTIVE

June 19: Addison-Wesley Publishing Co. Inc., 2-61425; The Cleveland Electric Illuminating Co., 2-61712; Gambles Credit Corp., 2-61644; Harvey Hubbell, Inc., 2-61572; Insured Municipals-Income Trust, Series 23, 2-61483; Moore McCormack Resources, Inc., 2-61602; Mountain Fuel Supply Co., 2-61790; New York Telephone Co., 2-61733; Southern Bankshares, Inc., 2-61738.

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 10c per page plus postage (7 days) (\$3.50 minimum); 20c per page plus postage for expedited service (4 days) (\$5.00 minimum) and 30c per page plus postage for priority service overnight (\$5.00 minimum). Cost estimates are given on request. All other reference material is available in the SEC Docket.

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SEC STATISTICAL BULLETIN is published monthly. Subscription rates: \$15.00/yr in U.S. first class mail; \$18.75 elsewhere.

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