

SEC NEWS DIGEST

Issue 99-70

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RULES AND RELATED MATTERS

EXTENSION OF COMMENT PERIOD FOR REPROPOSED AMENDMENTS TO RULES 15c2-11 AND 17A-4

The Commission is extending the comment period for a release repropounding amendments to Rules 15c2-11 and 17a-4 under the Securities Exchange Act of 1934 (Release No. 34-41110) which was published in the Federal Register on March 8, 1999, (64 FR 11124). The repropounded rule amendments would require broker-dealers to review issuer information before initiating priced quotes for over-the-counter securities. In addition, broker-dealers publishing priced quotations will have to review updated information annually. Broker-dealers will also have to document their review and record information regarding any significant relationships that they have with the issuer or others, including the receipt of any compensation to make a market. The comment period for Release No. 34-41110, is being extended to May 8, 1999.

For further information contact: Florence E. Harmon, Special Counsel at (202) 942-0772, Division of Market Regulation, Securities and Exchange Commission, 450 Fifth Street, N.W., Washington, D.C. 20549-1001. (Rel. 34-41261; File No. S7-5-99)

ENFORCEMENT PROCEEDINGS

INITIAL DECISION ISSUED IN QUEST CAPITAL STRATEGIES, INC. AND DAVID CHEN YU

On April 12, Administrative Law Judge Lillian A. McEwen issued an initial decision in the matter of Quest Capital Strategies, Inc. and David Chen Yu. Quest Capital Strategies, a registered broker-dealer and investment adviser, and David Chen Yu, Quest's president, were charged with failing reasonably to supervise John Nakoski, a registered representative of Quest, with a view toward preventing his violations of the federal securities laws. The Initial Decision finds that Nakoski failed to register as an investment adviser,

defrauded investors in violation of the Securities Act, Exchange Act, and Advisers Act, and violated certain custody and disclosure requirements of the Advisers Act. The Decision concludes that although Nakoski was subject to the supervision of Quest and Yu when he violated the federal securities laws, Respondents reasonably supervised him with a view to preventing his securities laws violations. The Decision orders that the proceedings against Respondents Quest Capital Strategies Inc. and David Chen Yu be dismissed. (Initial Decision No. 141; File No. 3-8966)

INVESTMENT COMPANY ACT RELEASES

PAINWEBBER INCORPORATED AND PAINWEBBER EQUITY TRUST, ABCs TRUST SERIES 1

A notice has been issued giving interested persons until May 5, 1999, to request a hearing on an application filed by PaineWebber Incorporated and PaineWebber Equity Trust, ABCs Series 1. Applicants request an order under Sections 6(c) and 17(b) of the Investment Company Act for an exemption from Section 17(a) of the Act. The order would permit certain terminating series of a unit investment trust (UIT) to sell portfolio securities to certain new series of the UIT. (Rel. IC-23780 - April 9)

HOLDING COMPANY ACT RELEASES

SYSTEM ENERGY RESOURCES, INC.

A memorandum opinion and supplemental order has been issued authorizing a proposal by Entergy Corporation (Entergy), a registered holding company, its electric generating subsidiary company, System Energy Resources, Inc. (SERI), and four of Entergy's five operating subsidiary companies, Entergy Arkansas, Inc., Entergy Louisiana, Inc., Entergy Mississippi, Inc. and Entergy New Orleans, Inc. The order authorizes SERI to increase its aggregate outstanding principal amount of first mortgage bonds and/or debentures from \$540 million to \$685 million and its tax-exempt bonds from \$350 million to \$515 million. A request for a hearing on the proposal filed by the City of New Orleans has been denied. (Rel. 35-27003)

CONSOLIDATED NATURAL GAS COMPANY, ET AL.

A supplemental order has been issued authorizing Consolidated Natural Gas Company, a registered holding company, and its nonutility subsidiary, CNG International Corporation, to invest up to \$100 million in a foreign gas pipeline project. (Rel. 35-27002; International Series Rel. 1191)

NORTHEAST UTILITIES, ET AL.

A notice has been issued giving interested persons until May 4, 1999, to request a hearing on a proposal by Northeast Utilities (Northeast), a registered holding company, Northeast's public utility subsidiaries, The Connecticut Light and Power Company, Western Massachusetts Electric Company, Public Service Company of New Hampshire, Holyoke Water Power Company, and North Atlantic Energy Corporation, and Northeast's nonutility subsidiaries, NU Enterprises, Inc., Northeast Generation Service Company, Northeast Generation Company, Select Energy, Inc., and Mode 1 Communications, Inc. (collectively, Nonutility Subsidiaries) to allow the Nonutility Subsidiaries to participate in the Northeast Utilities System Money Pool. (Rel. 35-27004)

GEORGIA POWER COMPANY

A notice has been issued giving interested persons until May 4, 1999, to request a hearing on a proposal by Georgia Power Company (Georgia Power), a wholly owned subsidiary of the Southern Company, a registered holding company. Georgia Power proposes to convey all of its rights, title and interests in and to real and personal property, including engineering drawings, comprising up to 30 of Georgia Power's distribution and transmission substation facilities to the Georgia Transmission Corporation (GTC), an electric membership corporation. In exchange, GTC will convey to Georgia Power all its rights, title and interests in and to real and personal property comprising up to four of GTC's distribution and transmission substation facilities, an exchange equalization payment of \$3,808,831, and an additional payment of \$560,000 to ensure that Georgia Power suffers no after-tax loss on the exchange. (Rel. 35-27004)

ALLEGHENY ENERGY, INC.

A notice has been issued giving interested persons until May 4, 1999, to request a hearing on a proposal by Allegheny Energy, Inc., a registered holding company, to adopt and implement a shareholder protection rights plan. (Rel. 35-27004)

PENNSYLVANIA ELECTRIC COMPANY

A notice has been issued giving interested persons until May 4, 1999, to request a hearing on a proposal by Pennsylvania Electric Company, a wholly owned subsidiary of GPU, Inc., a registered holding company, to sell its twenty percent undivided ownership interest in the Seneca Pumped Storage Generating Station, a 435 MW pumped storage hydroelectric generating facility. (Rel. 35-27004)

INTERSTATE ENERGY CORPORATION

A notice has been issued giving interested persons until May 4, 1999, to request a hearing on a proposal by Interstate Energy Corporation, a registered holding company, and its nonutility

subsidiary, Alliant Energy Resources, Inc., to establish a program of external financing, credit support arrangements, and other related proposals through December 31, 2001. (Rel. 35-27005)

SELF-REGULATORY ORGANIZATIONS

DELISTINGS GRANTED

An order has been issued granting the application of the Boston Stock Exchange to strike from listing and registration Laminaire Corporation, Common Stock, \$.001 par value, and Common Stock Purchase Warrants. (Rel. 34-41271)

An order has been issued granting the application of the Boston Stock Exchange to strike from listing and registration Cragar Industries, Inc., Common Stock, \$.01 par value, and Common Stock Purchase Warrants. (Rel. 34-41273)

An order has been issued granting the application of the Boston Stock Exchange to strike from listing and registration Caribbean Cigar Company, Common Stock, \$.001 par value, and Redeemable Common Stock Purchase Warrants. (Rel. 34-41274)

WITHDRAWAL SOUGHT

A notice has been issued giving interested persons until May 3, 1999, to comment on the application of The InterCept Group, Inc. to withdraw its Common Stock, no par value per share, from listing and registration on the American Stock Exchange. (Rel. 34-41272)

WITHDRAWAL GRANTED

An order has been issued granting the application of International FiberCom, Inc. to withdraw its Common Stock, no par value, from listing and registration on the Philadelphia Stock Exchange. (Rel. 34-41275)

SECURITIES ACT REGISTRATIONS

The following registration statements have been filed with the SEC under the Securities Act of 1933. The reported information appears as follows: Form, Name, Address and Phone Number (if available) of the issuer of the security; Title and the number and/or face amount of the securities being offered; Name of the managing underwriter or depositor (if applicable); File number and date filed; Assigned Branch; and a designation if the statement is a New Issue.

Registration statements may be obtained in person or by writing to the Commission's Public Reference Branch at 450 Fifth Street, N.W., Washington, D.C. 20549 or at the following e-mail box address: <public info @ sec>. In most cases, this information is also available on the Commission's website: <www.sec.gov>.

- F-6 OPEN JOINT STOCK CO CONCERN STIROL /ADR/, BANK OF NEW YORK, ONE WALL ST, NEW YORK, NY 10286 (212) 495-1784 - 10,000,000 (\$500,000)
DEPOSITARY RECEIPTS FOR COMMON STOCK. (FILE 333-10194 - APR. 01) (BR. 99 - NEW ISSUE)
- F-6 OPEN JOINT STOCK CO UKRNAFTA /ADR/, BANK OF NEW YORK, ONE WALL ST, NEW YORK, NY 10286 (212) 495-1784 - 10,000,000 (\$500,000)
DEPOSITARY RECEIPTS FOR COMMON STOCK. (FILE 333-10196 - APR. 01) (BR. 99 - NEW ISSUE)
- F-6 OPEN JOINT STOCK CO DNIPROENERGO /ADR/, BANK OF NEW YORK, ONE WALL ST, NEW YORK, NY 10286 (212) 495-1784 - 10,000,000 (\$500,000)
DEPOSITARY RECEIPTS FOR COMMON STOCK. (FILE 333-10198 - APR. 01) (BR. 99 - NEW ISSUE)
- S-8 HEARST ARGYLE TELEVISION INC, 888 SEVENTH AVE, NEW YORK, NY 10106 (212) 649-2300 - 5,000 (\$123,750,000) COMMON STOCK (FILE 333-75709 - APR. 06) (BR. 7)
- S-8 TYCO INTERNATIONAL LTD /BER/, THE GIBBONS BUILDING, 10 QUEENS STREET SUITE 301, HAMILTON HM 12 BERMU, DO (441) 292-8674 - 250,000 (\$18,000,000) COMMON STOCK. (FILE 333-75713 - APR. 06) (BR. 6)
- S-2 FORTUNE NATURAL RESOURCES CORP, 515 WEST GREENS ROAD, SUITE 720, HOUSTON, TX 77067 (713) 872-1170 - 2,295,000 (\$2,295,000) STRAIGHT BONDS 3,060,000 (\$3,060,000) COMMON STOCK. (FILE 333-75715 - APR. 06) (BR. 4)
- SB-2 ENERGY LIBERTY UNLIMITED INC, P O BOX U, WHITE SPRINGS, FL 32096 (904) 303-2200 - 3,000,000 (\$51,000,000) COMMON STOCK. (FILE 333-75717 - APR. 06) (BR. 9 - NEW ISSUE)
- S-8 TRANS ENERGY INC, 210 SECOND ST, PO BOX 393, ST MARYS, WV 26170 (304) 684-7053 - 100,000 (\$75,000) COMMON STOCK (FILE 333-75721 - APR. 06) (BR. 4)
- S-8 UNICO INC, 8380 ALBAN RD, SPRINGFIELD, VA 22150 (703) 644-0200 - 710,000 (\$71,000) COMMON STOCK. (FILE 333-75731 - APR. 06) (BR. 2)
- S-3 NEW FRONTIER MEDIA INC /CO/, 5435 AIRPORT BLVD, SUITE 100, BOULDER, CO 80301 (303) 444-0632 - 2,610,000 (\$10,359,090) COMMON STOCK (FILE 333-75733 - APR. 06) (BR. 5)
- S-3 SUNGARD DATA SYSTEMS INC, 1285 DRUMMERS LN, STE 300, WAYNE, PA 19087 (610) 341-8700 - 6,914,562 (\$269,667,918) COMMON STOCK (FILE 333-75735 - APR. 06) (BR. 3)
- S-3 SUNGARD DATA SYSTEMS INC, 1285 DRUMMERS LN, STE 300, WAYNE, PA 19087 (610) 341-8700 - 1,116,831 (\$43,556,409) COMMON STOCK. (FILE 333-75737 - APR. 06) (BR. 3)
- S-8 TRANS ENERGY INC, 210 SECOND ST, PO BOX 393, ST MARYS, WV 26170 (304) 684-7053 - 40,000 (\$35,000) COMMON STOCK. (FILE 333-75745 - APR. 06) (BR. 4)
- S-8 C CUBE MICROSYSTEMS INC, 1778 MCCARTHY BLVD, MILPITAS, CA 95035 (408) -49-0-80 - 1,913,055 (\$36,886,091)
OTHER SECURITIES INCLUDING VOTING TRUST. (FILE 333-75755 - APR. 06) (BR. 3)
- S-3 NEW ERA OF NETWORKS INC, 7400 E ORHARD RD, STE 230, ENGLEWOOD, CO 80111 (303) 694-3933 - 1,050,150 (\$63,534,075) COMMON STOCK (FILE 333-75759 - APR. 06) (BR. 3)
- S-8 CORONADO INDUSTRIES INC, 16929 EAST ENTERPRISE DRIVE, SUITE 202, FOUNTAIN HILLS, AZ 85268 (602) 837-6810 - 1,150,000 (\$260,000)
COMMON STOCK (FILE 333-75761 - APR. 06) (BR. 1)
- S-8 SMITH INTERNATIONAL INC, 16740 HARDY ST, P O BOX 60068, HOUSTON, TX 77032 (281) 443-3370 - 10,000,000 (\$10,000,000)
OTHER SECURITIES INCLUDING VOTING TRUST. (FILE 333-75763 - APR. 06) (BR. 2)
- S-8 NEW ERA OF NETWORKS INC, 7400 E ORHARD RD, STE 230, ENGLEWOOD, CO 80111 (303) 694-3933 - 300,000 (\$18,150,000) COMMON STOCK (FILE 333-75765 - APR. 06) (BR. 3)
- S-8 ILLINOIS TOOL WORKS INC, 3600 W LAKE AVE, GLENVIEW, IL 60025 (847) 724-7500 - 50,000 (\$3,059,500) COMMON STOCK (FILE 333-75767 - APR. 06) (BR. 5)

- S-4 CHITTENDEN CORP /VT/, TWO BURLINGTON SQ P O BOX 820,
C/O STOCKHOLDER RELATIONS, BURLINGTON, VT 05401 (802) 658-4000 -
15,496,225 (\$401,888,070 80) COMMON STOCK. (FILE 333-75769 - APR. 06)
(BR 7)
- S-1 EARTHWEB INC, 3 PARK AVE, NEW YORK, NY 10016 (212) 725-6550 - 1,495,000
(\$78,067,106) COMMON STOCK. (FILE 333-75771 - APR. 06) (BR. 3)
- S-8 TRIDON ENTERPRISES INC, 136 SOUTH PALM DR, STE 105, BEVERLY HILLS, CA
90212 (310) 858-7123 - 100,000 (\$35,000) COMMON STOCK (FILE 333-75773 -
APR. 06) (BR 3)
- S-8 TRIDON ENTERPRISES INC, 136 SOUTH PALM DR, STE 105, BEVERLY HILLS, CA
90212 (310) 858-7123 - 300,000 (\$42,000) COMMON STOCK (FILE 333-75775 -
APR. 06) (BR. 3)
- S-8 INTERCOM TECHNOLOGIES CORP, 195 TENTH AVE, NEW YORK, NY 10011
(212) 924-7597 - 173,090 (\$43,272.50) COMMON STOCK (FILE 333-75777 -
APR 07) (BR 3)