

# sec news digest

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## COMMISSION ANNOUNCEMENTS

U.S. SECURITIES AND  
EXCHANGE COMMISSION

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### DISTRIBUTION OF QUASI-JUDICIAL DECISIONS

The SEC is reviewing the distribution of its quasi-judicial decisions to the public in an effort to reduce the cost to the Government of this distribution. In the past, all formal Commission opinions were printed in the Commission's publication SEC Decisions and Reports. One alternative being considered is to provide copies of the opinions (possibly in machine readable form) to private contractors in order that they could disseminate the information by publishing volumes similar to the SEC Decisions and Reports and/or other methods (e.g. computerized legal research systems, subscription services, etc.). All Commission opinions would, of course, continue to be available for public inspection and copying at the Commission's various public reference facilities.

Prior to making a decision on whether to facilitate distribution of this data by private contractors, the Commission is seeking information concerning those interested in disseminating this information, their intentions and the best way to make the data available to them. In order to deal fairly with all potential requestors, the data would be made available simultaneously to all who request it. If interested, please contact Walter Stachnik, Securities and Exchange Commission, 500 North Capitol St., Room 855, Washington, D.C. 20549 (202-272-2702) by March 19, 1982. Written responses are not required. As indicated above, however, this is not a Request for Proposals.

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### ADMINISTRATIVE PROCEEDINGS

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#### EDWARD SCHECTER CITED

The New York Regional Office announced that the Commission has simultaneously instituted and settled administrative proceedings against Edward Schecter, a registered representative, of Valley Stream, New York. The Commission accepted an Offer of Settlement from Schecter in which he neither admits nor denies the Commission's findings that he misapplied customer funds and failed to tender payment for securities after he executed a trade at a customer's request.

Based upon the Order of Proceedings and the Offer of Settlement, the Commission found that Schecter wilfully violated Section 17(a) of the Securities Act of 1933, Section 10(b) of the Securities Exchange Act of 1934 and Rule 10b-5 thereunder and wilfully aided and abetted violations of Sections 7(c) and 7(f) of the Exchange Act and Regulations T and X promulgated thereunder. The Commission ordered that Schecter be barred from association in a principal, supervisory, or managerial capacity with any broker, dealer, investment advisor, investment company or municipal securities dealer provided that after a period of one year he may reapply to the Commission to become so associated. The Commission further ordered that Schecter be suspended for four weeks from association with any broker, dealer, investment company, investment advisor or municipal securities dealer. In addition, the respondent has undertaken to offer to make restitution of funds due and owing to the customer. (Rel. 34-18476)

#### BLACK & CO., INC. CITED

The New York Regional Office announced that the Commission has simultaneously instituted and settled administrative proceedings against Black & Co., Inc., a registered broker-dealer located in Portland, Oregon. The Commission accepted an Offer of Settlement from Black in which he neither admits nor denies the Commission's findings.

Based upon the Order of Proceedings and the Offer of Settlement, the Commission found that Black wilfully violated the margin provisions of the Securities Exchange Act of 1934 and failed reasonably to supervise its employees with a view to preventing violations of these provisions by permitting margin purchases of non-marginable stock, extending credit to customers when it had reason to believe that the customer would not make timely repayment of the credit and failing to timely liquidate unpaid positions of customers. The Commission ordered that Black be censured and that it comply with its undertaking to revise the operation of its margin department. (Rel. 34-18477)

#### E. MICHAEL DESANTIS CITED

The New York Regional Office announced that the Commission has simultaneously instituted and settled administrative proceedings against E. Michael DeSantis, a former registered representative, of Los Angeles, California. The Commission accepted an Offer of Settlement from DeSantis in which he neither admits nor denies the Commission's findings.

Based upon the Order of Proceedings and the Offer of Settlement, the Commission found that DeSantis wilfully aided and abetted violations of the antifraud and margin provisions of the Securities Exchange Act of 1934 by opening new accounts and executing purchase orders therein without the authority of the account holder. The Commission ordered that DeSantis be suspended from association with any broker, dealer, investment advisor, investment company or municipal securities dealer for a period of two months. (Rel. 34-18478)

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## INVESTMENT COMPANY ACT RELEASES

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#### STANDARD CHARTERED BANK LIMITED

A notice has been issued giving interested persons until March 15 to request a hearing on an application by Standard Chartered Bank Limited (Applicant), an English banking corporation which proposes to issue and sell commercial paper in the United States, for an order, pursuant to Section 6(c) of the Investment Company Act of 1940, exempting Applicant from all provisions of the Act. (Rel. IC-12231 - Feb. 18)

#### DELAWARE TREASURY RESERVES

A notice has been issued giving interested persons until March 15 to request a hearing on an application filed by Delaware Treasury Reserves, an open-end, diversified, management investment company, requesting an order, pursuant to Section 6(c) of the Investment Company Act of 1940, exempting Applicant from the provisions of Section 2(a)(41) of the Act and Rules 2a-4 and 22c-1 thereunder, to the extent necessary to permit Applicant to use the amortized cost method for the purpose of valuing its assets. (Rel. IC-12232 - Feb. 18)

#### NARRAGANSETT CAPITAL CORPORATION

An order has been issued pursuant to Sections 17(b) and 17(d) of the Investment Company Act of 1940 on an application filed by Narragansett Capital Corporation and Bevis Industries, Inc., exempting from the provisions of Section 17(a) of the Act and permitting under Section 17(d) and Rule 17d-1 thereunder, two groups of inter-related transactions consisting of the refinancing of indebtedness and the repurchase of common stock, as well as related option and employment agreements. (Rel. IC-12233 - Feb. 18)

#### ALLISON-WILLIAMS ACCESSFUND, INC.

An order has been issued conditionally exempting Allison-Williams AccessFund, Inc., from the provisions of Rules 2a-4 and 22c-1 under the Investment Company Act of 1940, to permit it to compute its net asset value per share to the nearest one cent on a share value of one dollar. (Rel. IC-12234 - Feb. 18)

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## SELF-REGULATORY ORGANIZATIONS

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### NOTICE OF AMENDMENT OF PROPOSED RULE CHANGE

National Securities Clearing Corporation submitted, on February 2, an amendment to a proposed rule change pursuant to Rule 19b-4 (SR-NSCC-81-7) that would revise NSCC's clearing fund rule. The amendment responds to comments received from the New York Clearing House respecting the original submission (Rel. 34-17979, July 27, 1981). Publication of the proposal is expected to be made in the Federal Register during the week of February 22. (Rel. 34-18494)

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## TRUST INDENTURE ACT RELEASES

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### AMERICAN AIRLINES, INC.

A notice has been issued giving interested persons until March 15 to request a hearing on an application by American Airlines, Inc., a Delaware corporation, pursuant to Section 310(b)(1)(ii) of the Trust Indenture Act of 1939, declaring that the successor trusteeship of J. Henry Schroder Bank and Trust Company under two indentures of American Airlines is not so likely to involve a material conflict of interest as to make it necessary to disqualify J. Henry Schroder Bank and Trust Company from acting as successor trustee. (Rel. TI-697)

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## SECURITIES ACT REGISTRATIONS

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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; File number and date filed; Assigned Branch; and whether the registration statement is a New Issue.

- (N-1) DREYFUS FINANCIAL INSTITUTION SECURITIES FUND, INC., 600 Madison Ave., New York, NY 10022 (212) 223-0303 - an indefinite number of shares of common stock. (File 2-76102 - Feb. 17) (Br. 18 - New Issue)
- (N-2) ML VENTURE PARTNERS I, L.P., 165 Broadway, New York, NY 10080 (212) 524-5664 - 12,000 units of limited partnership interest (\$5,000 per unit). (File 2-76113 - Feb. 17) (Br. 17 - New Issue)
- (S-16) COMPUTER PRODUCTS, INC., 1400 N.W. 70th St., Ft. Lauderdale, FL 33309 (305) 974-5500 - 165,951 shares of common stock. (File 2-76119 - Feb. 17) (Br. 8)
- (S-6) E. F. HUTTON TAX-EXEMPT TRUST, NEW YORK SERIES 18, One Battery Park Plaza, 165 Broadway, New York, NY 10004 - 7,500 units. Depositor: E. F. Hutton & Company Inc. (File 2-76120 - Feb. 18) (Br. 18 - New Issue)
- (S-8) CVB FINANCIAL CORP., 12808 Central Ave., Chino, CA 91710 (714) 627-7316 - 150,000 shares of common stock. (File 2-76121 - Feb. 18) (Br. 2)
- (S-1) SUPER 8 ECONOMY LODGING IV, LTD., 1700 South El Camino Rea, Suite 503, San Mateo, CA 94402 - 6,000 limited partnership units (with general partners' option to increase to 10,000 units). (File 2-76122 - Feb. 18) (Br. 4 - New Issue)
- (S-16) SOUTH CAROLINA ELECTRIC & GAS COMPANY, 328 Main St., Columbia, SC 29218 (803) 748-3000 - 2,000,000 shares of common stock. Underwriter: Kidder, Peabody & Co. Incorporated. (File 2-76123 - Feb. 18) (Br. 7)
- (S-1) MLL EQUIPMENT INVESTORS-II, One Liberty Plaza, 165 Broadway, New York, NY 10080 - 30,000 units of limited partnership interest. (File 2-76124 - Feb. 18) (Br. 2 - New Issue)
- (S-14) TRANSWORLD BANCORP, 5430 Van Nuys Blvd., Sherman Oaks, CA 91401 (213) 783-7501 - 900,000 shares of common stock. (File 2-76125 - Feb. 18) (Br. 2 - New Issue)

- (S-8) AMERICAN CAN COMPANY, American Lane, P.O. Box 3610, Greenwich, CT 06836-3610 (203) 552-3227 - \$65 million of interests and an indeterminate number of shares of common stock. (File 2-76126 - Feb. 18) (Br. 9)
- (S-14) ARNOLD INDUSTRIES, INC., 625 South Fifth Ave., P.O. Box 630, Lebanon, PA 17042 (717) 274-2521 - 2,200,000 shares of common stock. (File 2-76127 - Feb. 18) (Br. 3 - New Issue)
- (S-1) MAY PRIVATE DRILLING PARTNERSHIP 1982-A/MAY PRIVATE DRILLING PARTNERSHIP 1982-B, 800 One Lincoln Centre, 5400 LBJ Freeway LB8, Dallas, TX 75240 - \$12 million of pre-formation general partnership interests in \$10,000 units. (File 2-76128 - Feb. 18) (Br. 4 - New Issue)
- (S-16) APPALACHIAN POWER COMPANY, 40 Franklin Rd., S.W., Roanoke, VA 24011 (703) 985-2300 - \$60 million of first mortgage bonds, and 1,200,000 shares of \$ cumulative preferred stock. The company is engaged in the generation, purchase, transmission, distribution and sale of electric energy. (File 2-76129 - Feb. 18) (Br. 8)

REGISTRATIONS EFFECTIVE

- Feb. 4: Genetic Laboratories, Inc., 2-75134-C.
- Feb. 5: Touch Plate International, Inc., 2-73607-LA.
- Feb. 9: The Municipal Bond Trust, Series 105, 2-75273.
- Feb. 11: Combustion Protection Corp., 2-71998-NY; T I Energy, Inc., 2-74482; Trust Southwest Tax Exempt Income Trust, Series 2, 2-75834.
- Feb. 12: Nord Resources Corporation, 2-71525; Pullman Transportation Company, Inc., 2-75007; Steak N Shake, Inc., 2-75094.